

# Financial Statements LCC Building Schools For The Future Limited

---

For the year ended 31 March 2011

THURSDAY



\*A007V4CX\*

A39

15/12/2011

#219

COMPANIES HOUSE

## Company information

<b>Company registration number :</b>	6020771
<b>Registered office :</b>	Christ Church Precinct County Hall Fishergate Hill Preston PR1 8XJ
<b>Director :</b>	M Hart
<b>Secretary :</b>	I M Fisher
<b>Bankers :</b>	The Royal Bank of Scotland Plc 97 Fishergate Preston PR1 2DP
<b>Auditor :</b>	Grant Thornton UK LLP Registered Auditors Chartered Accountants 4 Hardman Square Spinningfields Manchester M3 3EB

## Index to the financial statements

<b>Report of the directors</b>	3 – 4
<b>Report of the independent auditor</b>	5 – 6
<b>Principal accounting policies</b>	7
<b>Profit and loss account</b>	8
<b>Balance sheet</b>	9
<b>Notes to the financial statements</b>	10 – 13

## Report of the directors

The directors present their report together with the audited financial statements of the company for the year ended 31 March 2011

### **Principal activity**

The principal activity of the company is to invest in the Local Education Partnership and subsequently assist in the delivery of Lancashire's Building Schools for the Future programme

### **Results and dividends**

The profit for the year after taxation amounted to £14,196 (2010 £7,089). The directors do not recommend the payment of a dividend, leaving the profit of £14,196 (2010 £7,089) to be transferred to reserves.

### **Directors and employees**

The Board of Directors during the year ended 31 March 2010 is shown below. All served on the Board throughout the year except where indicated below.

M Hart

### **Directors' Responsibilities Statement**

The directors are responsible for preparing the Report of the Directors and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs and profit or loss of the company for that period. In preparing these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgments and estimates that are reasonable and prudent,
- state whether applicable UK Accounting Standards have been followed subject to the material departures disclosed and explained in the financial statements, prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**Statement of directors' responsibilities (continued)**

In so far as the directors are aware

- there is no relevant audit information of which the company's auditors are unaware, and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information

The directors are responsible for the maintenance and integrity of the corporate and financial information included on the company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

**Auditors**

Grant Thornton UK LLP, having expressed their willingness to continue in office, will be deemed to be reappointed for the next financial year in accordance with Section 487(2) of the Companies Act 2006 unless the company receives notice under 488(1) of the Companies Act 2006.

BY ORDER OF THE BOARD



I M Fisher  
Secretary

2011



## Independent auditor's report to the members of LCC Building Schools For The Future Limited

We have audited the financial statements of LCC Building Schools For the Future Limited for the year ended 31 March 2011 which comprise the principal accounting policies, the profit and loss account, the balance sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

### **Respective responsibilities of directors and auditors**

As explained more fully in the Directors' Responsibility Statement set out on pages 3 and 4, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

### **Scope of the audit of the financial statements**

A description of the scope of an audit of financial statements is provided on the APB's website at [www.frc.org.uk/apb/scope/private.cfm](http://www.frc.org.uk/apb/scope/private.cfm).

### **Opinion on financial statements**

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 31 March 2011 and of its loss for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

## Independent auditor's report to the members of LCC Building Schools For The Future Limited

### **Opinion on other matter prescribed by the Companies Act 2006**

In our opinion the information given in the Report of the directors for the financial year for which the financial statements are prepared is consistent with the financial statements

### **Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit.

*Grant Thornton UK LLP*

Stuart Muskett  
Senior Statutory Auditor  
for and on behalf of Grant Thornton UK LLP  
Statutory Auditor, Chartered Accountants  
Manchester

*12 December* 2011

## Principal accounting policies

### **Basis of accounting**

The financial statements have been prepared in accordance with applicable United Kingdom accounting standards and under the historical cost convention

### **Operating income**

Operating income comprises arrangement and commitment fees which are recognised in the period to which they relate and dividends received

### **Investments**

Investments are stated at cost less any provision for impairment

### **Deferred taxation**

Deferred tax is recognised on all timing differences where the transactions or events that give the group an obligation to pay more tax in the future, or a right to pay less tax in the future, have occurred by the balance sheet date. Deferred tax assets are recognised when it is more likely than not that they will be recovered. Deferred tax is measured using rates of tax that have been enacted or substantively enacted by the balance sheet date

### **Cash flow statement**

The directors have taken advantage of the exemption in Financial Reporting Standard No 1 (Revised 1996) from including a cash flow statement in the financial statements on the grounds that the company is small



## Profit and loss account

	Note	2011 £	2010 £
Operating income		22,900	13,314
Operating expenses		<u>(5,113)</u>	<u>(4,340)</u>
<b>Operating profit - continuing activities</b>	<b>1</b>	<b><u>17,787</u></b>	<b><u>8,974</u></b>
<b>Profit on ordinary activities before taxation</b>		<b>17,787</b>	<b>8,974</b>
Taxation	3	(3,591)	(1,885)
<b>Profit transferred to reserves</b>	<b>8</b>	<b><u>14,196</u></b>	<b><u>7,089</u></b>

There were no recognised gains or losses other than the profit for the current year and the profit for the prior year. Accordingly, a statement of total recognised gains and losses has not been presented.

## Balance sheet

	Note	2011 £	2010 £
<b>Fixed assets</b>			
Investments	4	<u>217,368</u>	<u>118,683</u>
<b>Current assets</b>			
Debtors	5	18,078	17,663
Cash	5	<u>30,350</u>	<u>9,063</u>
		48,428	26,726
<b>Creditors : amounts falling due within one year</b>	6	<u>(243,028)</u>	<u>(136,837)</u>
<b>Net current liabilities</b>		(194,600)	(110,111)
<b>Net assets</b>		<u><u>22,768</u></u>	<u><u>8,572</u></u>
<b>Capital and reserves</b>			
Called up share capital	7	1	1
Profit and loss account	8	<u>22,767</u>	<u>8,571</u>
<b>Shareholders' funds</b>	9	<u><u>22,768</u></u>	<u><u>8,572</u></u>

These financial statements were approved by the Board on *2 November* 2011 and signed on their behalf by



Mr M Hart

**LCC Building Schools for the Future**  
**Company no' 6020771**

**The accompanying accounting policies and notes form part of these financial statements.**

## Notes to the financial statements

### 1 Income and profit on ordinary activities before taxation

Income and profit on ordinary activities before taxation are attributable to the company's principal activities, which were carried out entirely within the United Kingdom

The profit on ordinary activities before taxation is stated after charging

	2011	2010
	£	£
Auditors' remuneration – audit services	750	750

### 2 Directors' emoluments and employees

None of the directors received any emoluments from the company during the year There were no employees in the company during the year other than the directors

### 3 Taxation

The taxation charge is based on the profit for the year and represents

	2011	2010
	£	£
Corporation tax at 21% (2010 21%)		
– current year	3,735	1,885
– prior year	(144)	-
	<u>3,591</u>	<u>1,885</u>

#### Factors affecting the tax charge for the period

The tax assessed for the period differs from the standard rate of corporation tax in the United Kingdom of 21% (2010 28%) The differences are explained as follows

	2010	2010
	£	£
Profit on ordinary activities before taxation	<u>17,787</u>	<u>8,974</u>
Profit on ordinary activities before taxation multiplied by standard rate of corporation tax in the United Kingdom of 21% (2010 21%)	3,735	1,885
Effect of		
Prior year adjustment	(144)	-
	<u>3,591</u>	<u>1,885</u>

#### **4 Fixed asset investments**

At 31 March 2011, the company held an investment in the following company

<b>Name</b>	<b>Country of Incorporation</b>	<b>Principal activity</b>	<b>Investment held by company</b>
East Lancashire LEP Limited	England and Wales	Investment company	10%

	<b>Shareholdings £</b>	<b>Loans £</b>	<b>Total £</b>
<b>Investments</b>			
At 31 March 2010	2,200	116,483	118,683
Additions	-	98,685	98,685
At 31 March 2011	<u>2,200</u>	<u>215,168</u>	<u>217,368</u>

<b>Name</b>	<b>Country of Incorporation</b>	<b>Principal activity</b>	<b>Investment held by company</b>
East Lancashire LEP Limited	England and Wales	Investment company	10%

#### **5 Debtors**

	<b>2011 £</b>	<b>2010 £</b>
Amounts owed by group undertakings	16,203	16,203
Prepayments and accrued income	1,875	1,460
	<u>18,078</u>	<u>17,663</u>

**6 Creditors : amounts falling due within one year**

	2011 £	2010 £
Amounts owed to group undertakings	236,312	133,658
Accruals and deferred income	2,980	1,150
Corporation tax	3,736	2,029
	<u>243,028</u>	<u>136,837</u>

**7 Called up share capital**

	2011 £	2010 £
<b>Authorised</b>		
1,000 ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
<b>Allotted and called up</b>		
1 ordinary shares of £1 each	<u>1</u>	<u>1</u>

**8 Reserves**

	<b>Profit and loss account £</b>
At 31 March 2010	8,571
Profit for the year	<u>14,196</u>
At 31 March 2011	<u>22,767</u>

**9 Reconciliation of movements in shareholders' funds**

	2011 £	2010 £
Opening shareholders' funds	8,572	1,483
Profit for the year	<u>14,196</u>	<u>7,089</u>
Closing shareholders' funds	<u>22,768</u>	<u>8,572</u>

**10 Ultimate parent company**

The immediate and ultimate parent undertaking is Lancashire County Council within the meaning of Part V of the local Government and Housing Act 1985. Copies of the parent undertaking's annual report are available from the company secretary at County Hall, Preston, Lancashire PR1 8XJ.

**11 Related party transactions**

The company has taken advantage of the exemption in FRS 8 "Related Party Transactions" and has not disclosed transactions with group undertakings.