

REGISTERED COMPANY NUMBER: 4482913 (England and Wales)
REGISTERED CHARITY NUMBER: 1097781

**REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2011
FOR**

**ST AUGUSTINE'S PRIORY SCHOOL LIMITED
(OPERATING AS ST AUGUSTINE'S PRIORY)**

THURSDAY



L1A31O42

L10

31/05/2012

#203

COMPANIES HOUSE

Merchant & Co
Chartered Accountants
and Registered Auditors
84 Uxbridge Road
West Ealing
London
W13 8RA

**ST AUGUSTINE'S PRIORY SCHOOL LIMITED
(OPERATING AS ST AUGUSTINE'S PRIORY)**

**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2011**

	Page
Report of the Trustees	1 to 5
Report of the Independent Auditors	6
Statement of Financial Activities	7
Balance Sheet	8
Notes to the Financial Statements	9 to 19

**ST AUGUSTINE'S PRIORY SCHOOL LIMITED
(OPERATING AS ST AUGUSTINE'S PRIORY)**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 JULY 2011**

The Trustees, who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 July 2011. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities' issued in March 2005.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number
4482913 (England and Wales)

Registered Charity number
1097781

Registered office
St Augustine's Priory
Hillcrest Road
Ealing
London
W5 2JL

Trustees
Mr D P A Murphy MA (Oxon)
Mr C Bennett
Bishop K Conry
Mrs C Murphy MA (Oxon)
Miss C McIntyre
Mr A M J FitzGerald
Miss D A Neilson

Company Secretary
Mr S F Waas BA

Auditors
Merchant & Co
Chartered Accountants
and Registered Auditors
84 Uxbridge Road
West Ealing
London
W13 8RA

Solicitors
Elliot, Bond & Banbury
53 The Broadway
Ealing
London
W5 5JT

Bankers
HSBC Bank plc
46 The Broadway
Ealing
London
W5 5JT

**ST AUGUSTINE'S PRIORY SCHOOL LIMITED
(OPERATING AS ST AUGUSTINE'S PRIORY)**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 JULY 2011**

REFERENCE AND ADMINISTRATIVE DETAILS

Governors

The Governors who served during the year to 31 July 2011 were
Brigadier D Cantley OBE (deceased December 2010)
Dr M M Dowling-Branagan BA, MBBCh (resigned February 2012)
Mrs H Grewal BA (resigned July 2011)
Prof A Hemingway
Mrs A B Kendall (resigned March 2012)
Prof G Bennett

Clerk to the Governors Mr S F Waas BA

Headmistress Mrs F J Gumley-Mason MA (Cantab)

POST YEAR-END CHANGES

Mrs Frances Gumley-Mason announced her decision to retire as Headmistress of St Augustine's Priory to take effect on 31 December 2011, as did her husband, Mr Andrew Mason, from his posts of Estate Factor and Secretary to the Trustees. The Trustees recognise how greatly indebted the School is to them for so magnificently rising to the challenge presented by the vote of the Canonesses of St Augustine to disperse. In 1995 they became the first lay people to take responsibility for managing the school in its three hundred and fifty year history and have dramatically enlarged its pupil numbers, raised its academic standing and restored, enlarged and embellished its buildings and grounds. Mrs Gumley-Mason will be succeeded as Headmistress by Mrs Sarah Raffray while Mr Mason will be succeeded as Secretary to the Trustees by the present Bursar and Company Secretary, Mr SFT Waas. Mrs Cathy Wilson is Acting Head until Mrs Raffray takes up her post on 1 September 2012.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Risk management

The trustees have a duty to identify and review the risks to which the Charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

The trustees continue to review the principal areas of the School's operations in order to identify risks that could affect the day-to-day operations of the School. In the opinion of the trustees the Charity has established resources and review systems which, under normal conditions, should allow these risks to be mitigated to an acceptable level, in its day-to-day operations.

**ST AUGUSTINE'S PRIORY SCHOOL LIMITED
(OPERATING AS ST AUGUSTINE'S PRIORY)**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 JULY 2011**

**STRUCTURE, GOVERNANCE AND MANAGEMENT
HISTORY AND CONSTITUTION**

Charity status

The School, known as St Augustine's Priory, was established in France in 1634, and moved to Ealing in 1911, establishing itself on the present site in 1914-15. The School was first registered by the Charity Commission on 27 September 1965, and was given its own charity number (307377).

Incorporation

On the recommendation of the Charity Commission, the School was reconstituted as a charitable company limited by guarantee on 11 July 2002 (company number 4482913). In addition, it was given a new charity number by the Charity Commission (1097781), and the charity number given at the time of its registration in 1965 was deleted.

The School's reconstitution as a charitable company was authorised by the Charity Commission by way of a Charity Commission Scheme dated 1 August 2002, case number 238258, sealing 112(s) 02, by which the assets of the School in its unincorporated state were transferred to the newly-formed charitable company, St Augustine's Priory School Limited.

The affairs of the charitable company are regulated by its Memorandum and Articles of Association. The day-to-day running of the School is carried on in accordance with its Instrument of Government, made in accordance with Article 58 (3) of the Articles of Association.

Organisation

The founding members of the charitable company were the subscribers to the company's Memorandum of Association.

Trustees and Directors

The founding members of the charitable company were the Trustees of the St Augustine's Priory Trust of 1941 ("the 1941 Trust"). The members are also the Directors of the company.

The 1941 Trust is registered as a Charity, with the charity number 245367.

The Company's Articles of Association provide for there being no fewer than five trustees and no more than seven Trustees are appointed, and retire, as provided for in the Articles of Association.

Governors

A Board of Governors of the School was established in accordance with the provisions of the Instrument of Government made under Article 58 (3) of the company's Articles of Association. Governors are appointed, and retire, as provided for in the Instrument of Government.

Training of Governors

New Governors are inducted into the workings of the Charity and its School, including Board of Directors Policy and Procedures. Training is also given on strategic planning.

OBJECTIVES AND ACTIVITIES

The Charity's object is, as set out in Section 3 of the Memorandum of Association, the advancement of education in the Roman Catholic tradition.

The principal activity of the Charity, in the period under review, continues to be that of providing a complete education for girls, of the highest standard, founded on the Catholic faith.

ACHIEVEMENT AND PERFORMANCE

Achievements

Once again the School produced a good set of results at the Summer 2011 public examinations.

At 'A' level we had 12.2% success at A*, 33.3% at A* and A, 73.3% at A*, A and B. This compares well with the previous year's results.

At GCSE our girls produced an even better set of results outperforming the previous year. A 28.6% success rate was achieved at A*, 61.3% at A* and A, 83.5% at A* - B and 96.8% at A*-C.

At the Ealing Borough Cross Country Championships held in October 2010 our School achieved the number one position as in previous year.

**ST AUGUSTINE'S PRIORY SCHOOL LIMITED
(OPERATING AS ST AUGUSTINE'S PRIORY)**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 JULY 2011**

ACHIEVEMENT AND PERFORMANCE

Our under 11 hockey players made it through to the final of the South England Championships for the first time in seventeen years. This was achieved through this under-11 hockey team coming second out of eleven in the Middlesex County Championships.

Our under 14 hockey team toured Malta in the Summer half-term and remained unbeaten throughout the tournament.

In October 2010, our School won the Ealing Borough Cross Country Championships in which 12 schools competed.

The 'Clock House' which includes a state of the art Nursery and two junior classrooms on the first floor was handed over to the School in April 2011 and is now fully operational. The Nursery can accommodate up to 20 children.

FINANCIAL REVIEW

Reserves policy

The Trustees' target for the remaining free reserves for normal educational activities is in line with the generally accepted view in the Independent Schools sector, that the ideal level of free reserves should be equivalent to at least one month's expenditure and, given the forthcoming major project, it has been considered prudent to raise this to a minimum of two months' normal expenditure. The School's balance of accumulated reserves has been earmarked to provide new buildings for use in the education of the pupils.

Financial Position

Total incoming resources increased by approximately 5% from £5,095,102 to £5,335,319 and total resources expended, increased by approximately 20% from £4,505,104 to £5,389,151 resulting in a net deficit of £53,832 (2010 surplus of £589,998) before the small unrealised gain on investments of £8,223 (2010 £4,321) and realised gain of £1,562 (2010 £1,128). The contribution of £667,792 donated to the Trust towards the cost of the Clock House is responsible for the increase in the expenditure.

The net current assets are £2,151,637 (2010 £2,323,781).

Financial Key Performance Indicators (KPIs)

Incoming resources per pupil amounted to - £9,267 (2010 £8,810).

Wages cost per pupil amounted to - £6,701 (2010 £6,333).

Significant discretionary costs: School grounds and building maintenance cost £183,422 which as a percentage of total income was 3% (2010 £163,638 - 3 %).

Principal funding sources

The principal funding source of the School's charitable activities continues to be tuition fees and extras.

Investment policy and objectives

Section 4(5) of the Memorandum of Association authorises the Trustees to invest the money of the Company in, or on, the security of such stock, funds, shares, securities or other investments of any kind as may be thought fit, but subject to such conditions (if any) and consents (if any) as may be imposed or required by law.

FUTURE DEVELOPMENTS

Phase 3 of the building development scheme, is the refurbishment and extension of the Academy (former science building). The position is to be re-assessed once the new Headmistress, Mrs Sarah Raffray, takes up position in September 2012, when other urgent needs of the School will be considered.

PUBLIC BENEFIT

During the year the School, awarded a total of £384,946 (2010 £462,203) in respect of bursaries, scholarships, remissions, discounts etc.

The School's charitable collections during the year totalled £7,020. This amount was then dispersed to other charitable institutions including St David's Nursing Home, The Cystic Fibrosis Trust, The Catholic Children Society and Mission Direct.

The Trustees have complied with the duty prescribed in Section 4 of the Charities Act 2006 to have due regard to guidance published by The Charity Commission, including public benefit guidance.

**ST AUGUSTINE'S PRIORY SCHOOL LIMITED
(OPERATING AS ST AUGUSTINE'S PRIORY)**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 JULY 2011**

The Margaret Dormer Scheme for public benefit

This scheme, initiated by the School, is a restricted fund augmented by a designated fund purely for the provision of bursaries for children from families whose parents would not otherwise be able to afford an independent education. During the accounting year the School contributed £1,000 monthly to the scheme and at 31 July 2011 the fund stood at £227,983 including accrued dividends, interest and gains on share trading. It is the intention of the Trustees to award the first bursary covering one full year's tuition fees in consultation with the Headmistress.

Facilities for public benefit

The School's all-weather pitch was the venue for an under 10 soccer competition that involved two local schools. Our all-weather pitch facilities are also afforded to a local youth football team, Ealing Rangers Football Club. Another local school, Twyford C of E High School, brings both boys and girls for joint hockey training sessions with our girls followed by practice matches on the all-weather pitch.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees (who are also the directors of St Augustine's Priory School Limited (operating as St Augustine's Priory) for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the Trustees are required to

- select suitable accounting policies and then apply them consistently,
- observe the methods and principles in the Charity SORP,
- make judgements and estimates that are reasonable and prudent,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the Trustees are aware

- there is no relevant audit information of which the charitable company's auditors are unaware, and
- the Trustees 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.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the trustees are aware, there is no relevant information (as defined by Section 418 of the Companies Act 2006) of which the charitable company's auditors are unaware, and each Trustee has taken all the steps that they ought to have taken as a trustee in order to make them aware of any audit information and to establish that the charitable company's auditors are aware of that information.

ON BEHALF OF THE BOARD

Mr D P A Murphy MA (Oxon) - Trustee

Date 29 May 2012

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
ST AUGUSTINE'S PRIORY SCHOOL LIMITED
(OPERATING AS ST AUGUSTINE'S PRIORY)**

We have audited the financial statements of St Augustine's Priory School Limited (operating as St Augustine's Priory) for the year ended 31 July 2011 which comprise the Statement of Financial Activities, the Balance Sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

This report is made solely to the charitable 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 charitable company's members those matters we are required to state to them in an auditors' 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 charitable company and the charitable company's members as a body, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditors

As explained more fully in the Statement of Trustees' Responsibilities set out on page five, the trustees (who are also the directors of the charitable company for the purposes of company law) 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 and express an opinion on 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 Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the charitable company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the trustees, and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Report of the Trustees to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements

- give a true and fair view of the state of the charitable company's affairs as at 31 July 2011 and of its incoming resources and application of resources, including its income and expenditure, 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.

Opinion on other matter prescribed by the Companies Act 2006

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

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 trustees' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit, or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption in preparing the Report of the Trustees.

Gavin H Freemantle FCA (Senior Statutory Auditor)
for and on behalf of Merchant & Co
Chartered Accountants
and Statutory Auditors
84 Uxbridge Road
West Ealing
London, W13 8RA

Date 31 May 2012

**ST AUGUSTINE'S PRIORY SCHOOL LIMITED
(OPERATING AS ST AUGUSTINE'S PRIORY)**

**STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 JULY 2011**

	Notes	Unrestricted funds £	Restricted funds £	2011 Total funds £	2010 Total funds £
INCOMING RESOURCES					
Incoming resources from generated funds					
Investment income	2	1,219	5,831	7,050	1,679
Incoming resources from charitable activities					
Education	3	5,170,310	121,370	5,291,680	5,065,448
Other incoming resources		<u>36,589</u>	<u>-</u>	<u>36,589</u>	<u>27,975</u>
Total incoming resources		5,208,118	127,201	5,335,319	5,095,102
RESOURCES EXPENDED					
Costs of generating funds					
Investment management costs	4	158	759	917	516
Charitable activities					
Education	5	5,345,570	-	5,345,570	4,474,533
Governance costs	8	<u>42,664</u>	<u>-</u>	<u>42,664</u>	<u>30,055</u>
Total resources expended		5,388,392	759	5,389,151	4,505,104
NET INCOMING/(OUTGOING) RESOURCES					
		(180,274)	126,442	(53,832)	589,998
Realised gains/losses on investment assets		<u>270</u>	<u>1,292</u>	<u>1,562</u>	<u>1,128</u>
Net income/(expenditure)		(180,004)	127,734	(52,270)	591,126
Unrealised gains/losses on investment assets		<u>1,422</u>	<u>6,801</u>	<u>8,223</u>	<u>4,321</u>
Net movement in funds		(178,582)	134,535	(44,047)	595,447
RECONCILIATION OF FUNDS					
As previously reported		2,210,399	-	2,210,399	1,614,952
Prior year adjustment	12	<u>(52,332)</u>	<u>52,332</u>	<u>-</u>	<u>-</u>
As Restated		2,158,067	52,332	2,210,399	1,614,952
TOTAL FUNDS CARRIED FORWARD		<u>1,979,485</u>	<u>186,867</u>	<u>2,166,352</u>	<u>2,210,399</u>

The notes form part of these financial statements

**ST AUGUSTINE'S PRIORY SCHOOL LIMITED
(OPERATING AS ST AUGUSTINE'S PRIORY)**

**BALANCE SHEET
AT 31 JULY 2011**

	Notes	Unrestricted funds £	Restricted funds £	2011 Total funds £	2010 Total funds £
FIXED ASSETS					
Tangible assets	14	119,037	-	119,037	130,049
Investments	15	<u>41,116</u>	<u>186,867</u>	<u>227,983</u>	<u>78,499</u>
		160,153	186,867	347,020	208,548
CURRENT ASSETS					
Debtors amounts falling due within one year	16	216,880	-	216,880	215,861
Investments	17	1,742,956	-	1,742,956	1,707,372
Cash at bank and in hand		<u>678,726</u>	<u>-</u>	<u>678,726</u>	<u>864,026</u>
		2,638,562	-	2,638,562	2,787,259
CREDITORS					
Amounts falling due within one year	18	<u>(486,925)</u>	<u>-</u>	<u>(486,925)</u>	<u>(463,478)</u>
NET CURRENT ASSETS		<u>2,151,637</u>	<u>-</u>	<u>2,151,637</u>	<u>2,323,781</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		2,311,790	186,867	2,498,657	2,532,329
CREDITORS					
Amounts falling due after more than one year	19	<u>(332,305)</u>	<u>-</u>	<u>(332,305)</u>	<u>(321,930)</u>
NET ASSETS		<u>1,979,485</u>	<u>186,867</u>	<u>2,166,352</u>	<u>2,210,399</u>
FUNDS	22				
Unrestricted funds				1,979,485	2,158,067
Restricted funds				<u>186,867</u>	<u>52,332</u>
TOTAL FUNDS				<u>2,166,352</u>	<u>2,210,399</u>

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small charitable companies and with the Financial Reporting Standard for Smaller Entities (effective April 2008)

The financial statements were approved by the Board of Trustees on 29 May 2012 and were signed on its behalf by


Mr D P A Murphy MA (Oxon) -Trustee

The notes form part of these financial statements

**ST AUGUSTINE'S PRIORY SCHOOL LIMITED
(OPERATING AS ST AUGUSTINE'S PRIORY)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2011**

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value, as modified by the revaluation of certain assets and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008), the Companies Act 2006 and the requirements of the Statement of Recommended Practice, Accounting and Reporting by Charities

Incoming resources

All incoming resources are included in the Statement of Financial Activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy

'School fees' represents fees receivable from the parents of children receiving curriculum schooling, together with any charges for services and use of premises. They are accounted for in the period in which the service is provided. Fees receivable are stated after deducting allowances, bursaries, and include scholarships awarded by the 1941 Trust

No permanent endowments, or restricted funds, have been received in the period or any earlier period

Resources expended

Expenditure is included in the Statement of Financial Activities on an accruals basis. As the School is not registered for VAT any VAT paid is included in the cost of the item to which it relates

All expenditure included in these accounts is authorised by the Trustees

Allocation and apportionment of costs

With only one charitable activity, education, all costs are allocated under normal accounting headings for a school

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off the cost less estimated residual value of each asset over its estimated useful life

Furniture, fixtures & fittings	- 10% on cost
Computers and equipment	- 20% on cost

Taxation

The charity is exempt from corporation tax on its charitable activities

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the statement of financial activities on a straight line basis over the period of the lease

Pension costs and other post-retirement benefits

The charity participates in a multi employer pension scheme, the Government's Teachers' Pension defined benefits scheme, for its teaching staff. The pension liability is the responsibility of the Teachers' Pension Scheme. As a result it is not possible to identify the assets and liabilities of the scheme that are attributable to the school. Accordingly, under FRS17 the scheme is accounted for as if it were a defined contributions scheme. The charity also contributes to the Personal Pension Plans of non-teaching staff. All contributions payable for the period are charged in the Statement of Financial Activities

**ST AUGUSTINE'S PRIORY SCHOOL LIMITED
(OPERATING AS ST AUGUSTINE'S PRIORY)**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 JULY 2011**

2. INVESTMENT INCOME

	2011	2010
	£	£
Dividends - UK equities	6,587	1,119
Dividends - Foreign equities	145	132
UK fixed interest	318	428
	<u>7,050</u>	<u>1,679</u>

3. INCOMING RESOURCES FROM CHARITABLE ACTIVITIES

	Activity	2011	2010
		£	£
Tuition fees	Education	4,652,114	4,475,670
Lunches	Education	159,717	168,202
Extras	Education	93,749	100,797
Registration fees	Education	8,100	8,405
School trips and outings	Education	180,998	189,291
Duke of Edinburgh Award Scheme	Education	14,962	13,926
Peripatetic rent	Education	6,384	6,948
Donations received	Education	138,419	59,676
After school care	Education	25,538	32,738
Miscellaneous income	Education	11,699	9,795
		<u>5,291,680</u>	<u>5,065,448</u>

4. INVESTMENT MANAGEMENT COSTS

	2011	2010
	£	£
Investment management fee	857	465
Overseas custody charges	60	51
	<u>917</u>	<u>516</u>

5. CHARITABLE ACTIVITIES COSTS

	Direct costs (See note 6)	Support costs (See note 7)	Totals
	£	£	£
Education	<u>3,299,958</u>	<u>2,045,612</u>	<u>5,345,570</u>

**ST AUGUSTINE'S PRIORY SCHOOL LIMITED
(OPERATING AS ST AUGUSTINE'S PRIORY)**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 JULY 2011**

6. DIRECT COSTS OF CHARITABLE ACTIVITIES

	2011 £	2010 £
Staff costs	2,745,696	2,601,955
Equipment rental	7,916	7,867
Visiting teachers fees	7,780	7,330
Supply teachers	64,973	22,761
School books and materials	51,837	67,734
Examination fees	31,416	33,057
Printing and stationery	36,206	37,509
Training and courses	17,669	10,812
Trips and outings	176,165	182,464
After school care	31,437	41,649
PE activities travel, equipment and insurance	40,543	43,668
Duke of Edinburgh Award Scheme	12,469	13,479
Ballet classes	7,317	7,625
Other educational expenses	57,301	36,483
Bad debts	11,233	2,538
	<u>3,299,958</u>	<u>3,116,931</u>

Staff costs, included in the above are as follows

	2011 £	2010 £
Teachers' and educational support staff salary	2,268,199	2,147,282
Employer's National Insurance	194,067	183,689
Teachers' pension and educational support staff pension	283,430	270,984
	<u>2,745,696</u>	<u>2,601,955</u>

The average monthly number of teaching staff	54	51
The average monthly number of educational support staff	9	8

7. SUPPORT COSTS

	Management and administration £	Finance £	Housekeeping £	Establishment £	Totals £
Education	<u>550,649</u>	<u>2,691</u>	<u>192,987</u>	<u>1,299,285</u>	<u>2,045,612</u>

Support costs, included in the above, are as follows

**ST AUGUSTINE'S PRIORY SCHOOL LIMITED
(OPERATING AS ST AUGUSTINE'S PRIORY)**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 JULY 2011**

7. SUPPORT COSTS - continued

Management and administration

	2011 Education	2010 Total activities
	£	£
Administration salaries	388,306	361,455
Employer's National Insurance	36,346	32,393
Employer's pension contributions	51,388	50,371
Telephone	12,180	11,755
Postage	6,811	5,174
Travel and motor expenses	528	599
Licences	3,392	3,587
Subscriptions and donations	8,819	8,397
Staff welfare cost	13,021	36,933
Advertising	3,391	3,640
Other administration expenses	26,467	26,370
	<u>550,649</u>	<u>540,674</u>

Finance

	2011 Education	2010 Total activities
	£	£
Bank charges	<u>2,691</u>	<u>3,808</u>

Housekeeping

	2011 Education	2010 Total activities
	£	£
Domestic wages	20,084	21,784
Employer's National Insurance	641	432
Catering	<u>172,262</u>	<u>175,934</u>
	<u>192,987</u>	<u>198,150</u>

Establishment

	2011 Education	2010 Total activities
	£	£
Premises salaries	97,274	98,267
Employer's National Insurance	9,706	9,561
Employer's pension contributions	7,700	7,319
Rates and water	6,031	5,801
Buildings and other insurances	42,453	41,651
Light and heat	53,306	53,986
School grounds and building maintenance	183,422	163,638
Donation to 1941 Trust for new building works	766,263	81,007
Health, safety and security	23,724	42,873
Cleaning	56,472	55,591
Depreciation of tangible fixed assets	<u>52,934</u>	<u>55,276</u>
	<u>1,299,285</u>	<u>614,970</u>

**ST AUGUSTINE'S PRIORY SCHOOL LIMITED
(OPERATING AS ST AUGUSTINE'S PRIORY)**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 JULY 2011**

8. GOVERNANCE COSTS

	2011	2010
	£	£
Staff costs	6,769	5,761
Legal and professional	17,681	7,177
Auditors' remuneration	15,600	14,000
Auditors' remuneration for non-audit work	<u>2,614</u>	<u>3,117</u>
	<u>42,664</u>	<u>30,055</u>

9. NET INCOMING/(OUTGOING) RESOURCES

Net resources are stated after charging/(crediting)

	2011	2010
	£	£
Auditors' remuneration	15,600	14,000
Depreciation - owned assets	52,934	55,276
Hire of plant and machinery	7,916	7,867
Pension contributions	<u>343,203</u>	<u>329,326</u>

10. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 July 2011 nor for the year ended 31 July 2010

Trustees' Expenses

There were no trustees' expenses paid for the year ended 31 July 2011 nor for the year ended 31 July 2010

**ST AUGUSTINE'S PRIORY SCHOOL LIMITED
(OPERATING AS ST AUGUSTINE'S PRIORY)**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 JULY 2011**

11. STAFF COSTS

	2011 £	2010 £
Wages and salaries	2,779,342	2,633,415
Social security costs	241,365	226,557
Other pension costs	343,203	329,326
	<u>3,363,910</u>	<u>3,189,298</u>

The average monthly number of employees during the year was as follows

	2011	2010
Teaching	54	51
Educational support	9	8
Premises	4	4
Welfare	3	4
Management and administration	11	11
	<u>81</u>	<u>78</u>

Employees whose emoluments exceeded £60,000 were

	2011 No	2010 No
£60,000 - £70,000	1	1
£70,001 - £80,000	-	-
£80,001 - £90,000	-	-
£90,001 - £100,000	-	-
£100,001 and above	1	1

	2011 £	2010 £
Employer's pension contributions for higher paid staff	<u>24,826</u>	<u>23,741</u>

Neither the Trustees nor the Governors were paid any remuneration or benefits in their capacity as trustees or governors

12. PRIOR YEAR ADJUSTMENT

Donations received from the 1941 Trust in previous years in respect of the Margaret Dormer Scheme were not recognised as restricted funds, this has now been corrected

13. SCHOOL FEES

	2011 £	2010 £
Gross school fees chargeable	4,972,800	4,875,953
Add Donations from St Augustine's Priory Trust for scholarships	64,260	61,920
Less Total bursaries, scholarships and allowances	<u>(384,946)</u>	<u>(462,203)</u>
	<u>4,652,114</u>	<u>4,475,670</u>

Included in the above, the related party, the 1941 Trust, contributed £64,260 (2010 £61,920) towards 6 (2010 6) pupils' fees as 75 percent of the cost of Senior Scholarships

ST AUGUSTINE'S PRIORY SCHOOL LIMITED
(OPERATING AS ST AUGUSTINE'S PRIORY)

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 JULY 2011

14. TANGIBLE FIXED ASSETS

	Furniture, fixtures & fittings £	Computers and equipment £	Totals £
COST			
At 1 August 2010	221,938	215,395	437,333
Additions	-	41,922	41,922
At 31 July 2011	<u>221,938</u>	<u>257,317</u>	<u>479,255</u>
DEPRECIATION			
At 1 August 2010	155,169	152,115	307,284
Charge for year	<u>20,833</u>	<u>32,101</u>	<u>52,934</u>
At 31 July 2011	<u>176,002</u>	<u>184,216</u>	<u>360,218</u>
NET BOOK VALUE			
At 31 July 2011	<u>45,936</u>	<u>73,101</u>	<u>119,037</u>
At 31 July 2010	<u>66,769</u>	<u>63,280</u>	<u>130,049</u>

15. FIXED ASSET INVESTMENTS

	2011 £	2010 £
Shares	219,745	72,266
Other	<u>8,238</u>	<u>6,233</u>
	<u>227,983</u>	<u>78,499</u>

Additional information as follows

	Listed investments £
MARKET VALUE	
At 1 August 2010	72,266
Additions	143,850
Disposals	(6,156)
Unrealised gains on investment assets	8,223
Realised gains on investment assets	<u>1,562</u>
At 31 July 2011	<u>219,745</u>
NET BOOK VALUE	
At 31 July 2011	<u>219,745</u>
At 31 July 2010	<u>72,266</u>

**ST AUGUSTINE'S PRIORY SCHOOL LIMITED
(OPERATING AS ST AUGUSTINE'S PRIORY)**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 JULY 2011**

15. FIXED ASSET INVESTMENTS - continued
Historical cost of investments

	2011 £	2010 £
Historical cost at year end	<u>208,227</u>	<u>68,165</u>

The investments (at market value at the year end) are held in the UK and outside the UK as follows

	2011 £	2010 £
United Kingdom	210,122	63,745
United States of America	<u>9,623</u>	<u>8,520</u>
	<u>219,745</u>	<u>72,265</u>

Investments comprising more than 10% of the portfolio at 31 July 2011 at market value are

	2011 £	2010 £
Astrazeneca ORD USD 0 025	-	19,428
Tesco 4% IDX LKD Notes 8/9/2016 GBP (VAR)	-	9,152
Schroder income growth fund	100,250	-
Royal Dutch Shell 'B' ORD EUR 0 07	-	8,398
Heinz (H J) CO COM STK USD 0 25	-	8,521
Vodafone Group ORD USD 011428571	-	7,438
Standard Life ORD GBP 0 50	<u>-</u>	<u>8,088</u>

Investments (neither listed nor unlisted) were as follows

	2011 £	2010 £
Cash in Margaret Dormer Scheme	<u>8,238</u>	<u>6,233</u>

16. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2011 £	2010 £
Parents' fees	94,540	66,507
Other debtors and accrued income	59,118	44,606
The Trustees of St Augustine's Priory	30,420	41,280
Prepaid expenditure and trips deposits	<u>32,802</u>	<u>63,468</u>
	<u>216,880</u>	<u>215,861</u>

17. CURRENT ASSET INVESTMENTS

	2011 £	2010 £
Close Brothers Treasury Deposits	<u>1,742,956</u>	<u>1,707,372</u>

**ST AUGUSTINE'S PRIORY SCHOOL LIMITED
(OPERATING AS ST AUGUSTINE'S PRIORY)**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 JULY 2011**

18. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2011 £	2010 £
Bank loans and overdrafts	-	77,619
Trade creditors	74,888	69,396
PAYE and National Insurance	74,216	70,921
Parents' overpayments	81,072	84,956
Accruals and other creditors	138,843	28,664
Parents' deposits for school trips and outings	33,831	45,732
Fees received in advance deferred to next term	50,475	48,740
Pupil deposits	<u>33,600</u>	<u>37,450</u>
	<u>486,925</u>	<u>463,478</u>

19. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2011 £	2010 £
Pupil deposits	<u>332,305</u>	<u>321,930</u>

20. OPERATING LEASE COMMITMENTS

The following operating lease payments are committed to be paid within one year

	2011 £	2010 £
Expiring		
Within one year	1,753	-
Between one and five years	12,250	8,340
In more than five years	<u>-</u>	<u>2,000</u>
	<u>14,003</u>	<u>10,340</u>

**ST AUGUSTINE'S PRIORY SCHOOL LIMITED
(OPERATING AS ST AUGUSTINE'S PRIORY)**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 JULY 2011**

21. PENSION COMMITMENTS

The charitable company participates as an accepted school in the Government's Teachers' Pension Scheme which is a defined benefit scheme, for its teaching staff

The last report by the Government Actuary (GA) covered the period 1 April 2001 to 31 March 2004. The valuation statement as at 31 March 2004 made in October 2006 showed total liabilities of the Scheme (pensions currently in payment and the estimated cost of future benefits) amounted to £166,500 millions. This is a multi-employer defined benefit pension scheme and it is not possible or appropriate to identify the assets and liabilities of the Scheme which are attributable to the School.

The latest actuarial valuation of the Scheme by the Government Actuary issued in October 2006 relating to the period 1st April 2001 to 31st March 2004 revealed that the total liabilities of the Scheme (pensions currently in payment and the estimated cost of future benefits) exceeded the value of the Scheme's assets (estimated future contributions together with the proceeds from the notional investments held at the valuation date) by 2.0%.

From 1 January 2007, and as part of the cost-sharing agreement between employers' and teachers' representatives, the Standard Contribution Rate (SCR) has been assessed at 19.75% and the supplementary contribution rate has been assessed to be 0.75% (to balance the Scheme's assets and liabilities within 15 years as required by the regulations), a total contribution rate of 20.5%. This translates into an employer contribution rate of 14.1% and employee contribution rate of 6.4%. The cost-sharing agreement has introduced - effective for the first time for the 2008 valuation - a 14% cap on employer contributions payable.

Actuarial scheme valuations are dependent on assumptions about the value of future costs, design of benefits and many other factors. Many of these are being discussed in the context of the design for a reformed TPS, as set out in the 'Proposed Final Agreement' and scheme valuations therefore remain suspended. However, the Government has set out a future process for determining the employer contribution rate under the new scheme, and this process will involve a full actuarial valuation.

The School's contributions represent a minor proportion of the payments into the scheme. The School's superannuation charge represents contributions payable to the fund, in respect of 49 (2010: 47) teachers of £265,348 (2010: £253,806).

The company charity also contributes to Personal Pension Plans (defined contribution schemes) for 20 (2010: 21) non-teachers. The cost for the year represents the School's contributions to these plans of £77,854 (2010: £75,519).

22. MOVEMENT IN FUNDS

	At 1/8/10 £	Prior year adjustment £	Net movement in funds £	Transfers between funds £	At 31/7/11 £
Unrestricted funds					
General fund	2,131,900	-	(181,531)	(12,000)	1,938,369
The Margaret Dormer Scheme	<u>78,499</u>	<u>(52,332)</u>	<u>2,949</u>	<u>12,000</u>	<u>41,116</u>
	2,210,399	(52,332)	(178,582)	-	1,979,485
Restricted funds					
The Margaret Dormer Scheme	-	52,332	134,535	-	186,867
TOTAL FUNDS	<u>2,210,399</u>	<u>-</u>	<u>(44,047)</u>	<u>-</u>	<u>2,166,352</u>

**ST AUGUSTINE'S PRIORY SCHOOL LIMITED
(OPERATING AS ST AUGUSTINE'S PRIORY)**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 JULY 2011**

22. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
The Margaret Dormer Scheme	1,414	(157)	1,692	2,949
General fund	<u>5,206,704</u>	<u>(5,388,235)</u>	<u>-</u>	<u>(181,531)</u>
	5,208,118	(5,388,392)	1,692	(178,582)
Restricted funds				
The Margaret Dormer Scheme	<u>127,201</u>	<u>(759)</u>	<u>8,093</u>	<u>134,535</u>
TOTAL FUNDS	<u><u>5,335,319</u></u>	<u><u>(5,389,151)</u></u>	<u><u>9,785</u></u>	<u><u>(44,047)</u></u>

23. CONTINGENT LIABILITIES

The School enjoys a rent-free occupation of the land and buildings on which it operates, which are owned by the 1941 Trust. However, all costs incurred in maintaining the land and buildings to a very high standard, along with operating costs, are borne by the school.

24. RELATED PARTY DISCLOSURES

The Trustees of the School are also the trustees of the St Augustine's Priory Trust of 1941 ("the 1941 Trust"). Transactions with the 1941 Trust during the year consisted of the following -

	2011 £	2010 £
School fees - scholarships awarded	64,260	61,920
Contributions to Margaret Dormer Scheme (for future bursaries & scholarships)	<u>121,370</u>	<u>24,000</u>
	<u><u>185,630</u></u>	<u><u>85,920</u></u>

At the year end the balance due from the 1941 Trust was £30,410 (2010 £41,280). This balance has been satisfied since 31 July 2011.

A Charity Commission Scheme and an Instrument of Government formalise the relationship between the School, as a charitable company, and the 1941 Trust.

The 1941 Trust administers the two Deeds relating to the land and buildings at St Augustine's Priory and its investments.

The School continues to occupy the 1941 Trust's freehold property rent free, which it has done since the School was opened on the site in 1915. However, by an agreement dated 31 July 2003, significant cost elements of the jointly occupied site are allocated between both charities, and all inter charity transactions are settled termly. During the year the School donated to the 1941 Trust £670,832 (2010 £81,007) for its share of building costs of Phase two, Clock House.