

2400784

CORBY CITY TECHNOLOGY  
COLLEGE TRUST  
REPORT AND FINANCIAL STATEMENTS  
31ST AUGUST 1997



CORBY CITY TECHNOLOGY COLLEGE TRUST

Governors:

R F McCoy - Chairman  
H W G de Capell Brooke  
N R Killip  
G Meyer  
N C Riley  
Lady Hesketh  
C Allanson  
Mrs E Mathews  
K Achard  
G Crawley  
S Hanson  
Mrs C O'Rourke  
P Wilczynski  
Mrs P Hogan  
G Leach

Department for Education and  
Employment representative:

Mrs E Fawcett

Secretary:

M L Giddings

Registered Office:

Coomb Road  
GREAT OAKLEY  
Corby  
Northants  
NN18 8LA

Registered Number:

2400784 England and Wales

Report and Financial Statements  
31st August 1997

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The following pages do not form part of the statutory financial statements

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Subsidiary Undertaking:

Corby CTC Trading Limited

CORBY CITY TECHNOLOGY COLLEGE TRUST

THE ORGANISATION OF THE TRUST

CONSTITUTION

The Trust is constituted as a company, limited by guarantee and not having a share capital. It was incorporated at Companies Registration Office on 4th July 1989, number 2400784. The Trust has also been granted charitable status, registration number 802025, by the Charity Commissioners on 9th October 1989.

The governing instrument of the Trust is the Memorandum and Articles of Association adopted on incorporation.

MEMBERSHIP AND OFFICERS

The current members and officers are:

Chairman and initial primary member	- Mr H W G de Capell Brooke
Additional member	- Mrs H W G de Capell Brooke
Initial primary member	- Sir Cyril Taylor
Additional member	- Mrs V Dowley
Primary member	- Mr G Weston
Additional member	- Mr R F McCoy
Additional member	- Lady Hesketh

Other officers and advisors are as follows:

College Principal	- Mr D G Newman
Company Secretary	- Mr M L Giddings

Bankers	- Midland Bank Plc 12 Spencer Court CORBY Northants NN17 1NY
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Auditors	Messrs Smith, Hodge & Baxter Suite A Deene House New Post Office Square CORBY Northants NN17 1AA
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## CORBYS CITY TECHNOLOGY COLLEGE TRUST

### REPORT OF THE GOVERNORS

#### INTRODUCTION

Each year the governors of the College prepare the Annual Governors Report to Parents. This report is sent to all parents of students at the College and an opportunity to discuss its contents, the work of the governing body and the work of the Principal is provided by the Annual Meeting for Parents.

#### THE WORK OF THE GOVERNORS

The College has made exceptional progress since its opening in 1991. It provides a high quality of education for all of its pupils and succeeds in developing new ways of working which promote, enable and enhance learning. It has become a centre for training new teachers and the success in the development of its own staff has been well reflected in the number going on to promoted posts at the highest level.

The academic year 1996/97 has been the most spectacular ever during Brooke Weston's relatively short history. It began on a special note when the College received its Ofsted report. Undoubtedly it was the most positive of all the CTCs to date, and was outstanding in comparison to the schools that lie within the areas of Corby and Kettering and which were inspected within the same time frame.

The range of superlatives were mostly "excellent" and "very good", and the staff and students deserve every accolade for such a tremendous report. Some key comments, "the quality of curriculum provision is excellent". "Relationships between students and with teachers and other adults who support and manage their learning are excellent", "The College provides very good value for money in terms of educational standards achieved and the quality of education provided", "the governors continue to provide their own personal and professional skills in monitoring and contributing to the progress that is being achieved", "this work is raising student aspirations and expectations and having a positive effect on raising standards of attainment". The most potent comment however was when the Ofsted team commented upon the College's progress with respect to its mission statement viz: "Brooke Weston meets its aims very successfully indeed. It provides a high quality education which combines its technology focus with a very good ethos that permeates all its work. The students develop as mature responsible learners who achieve high standards."

The initial anxieties by some staff over the local authority being involved with the Ofsted inspection were unfounded. There may have been some difficulty in establishing a working relationship with the LEA in the early years of the College's establishment but the uncertainties have been eliminated as a result of this inspection. Indeed the outcome was much more than the report, new relationships have been established and the College sees a particular benefit it can derive from a continuing dialogue with NIAS and believes its own model of education can be exploited to enrich the experience of youngsters throughout Northamptonshire. Mr Alan Kent earned much respect for the dignified and professional manner in which

CORBYS CITY TECHNOLOGY COLLEGE TRUSTREPORT OF THE GOVERNORS

## THE WORK OF THE GOVERNORS continued

he conducted the inspection. The College feels that all CTCs would benefit from being inspected by their local authority Ofsted teams.

Much effort has been invested into maintaining the excellent GCSE performances of 1995/96 and improving the GCE Advanced Level results. The A-level recruitment to date has never been "comprehensive" because the majority of young people who transferred to the sixth form from other schools often did so as a result of disappointment with their existing schools, the more successful students were more likely to remain where they had secured their success. The GCE A-level results in recent years have not matched national averages. They have exceeded local averages, however, and when quality of intake is matched against outcomes there is a measurable added value. The cohort sitting Advanced levels in 1997 contained the highest proportion of students that joined the College in year 9 than ever before (although none that have studied exclusively at the College since year 7) and this is reflected in the improvement in average points score for those taking two or more A-levels. Slowly but surely the College, as it increasingly deals with a more comprehensive and representative cohort, is overtaking the county averages and approaching the national levels.

The GNVQ Advanced successes were once again, exceptional and almost 40% of the College post-16 programme involves the pursuit of GNVQ Advanced courses. There is a cause for some concern over the number of students who leave to take up permanent employment with employers who were originally allocated the students as part of a GNVQ work experience programme. There is, nevertheless, a sense of satisfaction that these youngsters are finding a means of securing permanent employment.

The GCSE results which have bettered the previous best once again, have been achieved through the application of a series of key strategies. At the heart of the process is the policy of encouraging students to identify their own achievement targets and the College using all of its resources to assist the students attain them. This is the fourth year when this approach has been adopted and in every instance the students have demonstrated an uncanny accuracy in predicting their results, achieving a correlation between prediction and outcome in excess of 0.9.

This year, 1997, has seen the College targeting a group of youngsters (32 in number) whose predictions express uncertainty about achieving 5 or more GCSEs A\* - C. A small group indicated that they were definitely unable to secure the 5 A\* - C targets but clearly identified improvement grades e.g. improving G grades to D grades. (The unpredictable always disrupts the best laid plans and tragically one of our most able students failed to sit her GCSEs when her mother was taken critically ill).

These actions have had the effect of improving, for the fourth consecutive year, the %age of students securing five A\* - C passes. More significantly the cohort gained

CORBYS CITY TECHNOLOGY COLLEGE TRUSTREPORT OF THE GOVERNORS

## THE WORK OF THE GOVERNORS continued

only 22 grades at F, G or U from a total entry of 1592. Intervention and targeting clearly work. The graphs indicate the trends in the key GCSE performance statistics.

The College is not complacent, however, and the recent Ofsted inspection marks a watershed in its development. Now that the progress made since opening has been publicly acknowledged by a group of inspectors who, although not predisposed to be generous were able to give the work of the College a ringing endorsement, the time is right to consider the next phase in our development.

## THE GOVERNING BODY

		(Term of Office ends)
Mr. H. W. G. de Capell Brooke	Nominated Governor	Aug.1998
Mr. N. R. Killip	Co-opted Governor	Aug.2000
Mr. G. Meyer	Nominated Governor	Aug.2000
Mr. N. C. Riley	Nominated Governor	Aug.1999
Mr. D. Wathey (resigned July '97)	Co-opted Governor	Aug.1999
Mr. R. F. McCoy	Nominated Governor	Aug.1998
Mr. D. Mander (retired Nov '97)	Ballot of parents	Nov.1997
Lady Hesketh	Co-opted Governor	Aug.2000
Mr C Allanson	Ballot of parents	Nov.1998
Mrs E Mathews	Co-opted Governor	Nov.1998
Mrs K. Lund (resigned Sep '97)	Co-opted Governor	Aug.1999
Mr K Achard	Co-opted Governor	Aug.1999
Mr G Crawley	Co-opted Governor	Aug.2000
Mr S Hanson	Co-opted Governor	Aug.1999
Mrs C O'Rourke	Ballot of parents	Nov.1999
Mr P Wilczynski	Ballot of parents	Nov.2000
Mrs P Hogan	Ballot of staff	Aug.2000
Mr G Leach	Ballot of staff	Aug.2000

## THE CHAIRMAN OF THE GOVERNORS

The Chairman of Governors is Mr R F McCoy.

Correspondence, care of: Brooke Weston City Technology College, Coomb Road, Great Oakley, Corby, Northamptonshire. NN18 8LA.

## THE CLERK TO THE GOVERNORS

The Principal, Brooke Weston City Technology College.

CORBY CITY TECHNOLOGY COLLEGE TRUST

REPORT OF THE GOVERNORS

THE ELECTION OF PARENT GOVERNORS

Following the election held in November 1997, Mr P Wilczynski was elected to the Governing Body.

GOVERNORS RESPONSIBILITIES

Company law requires the governors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the income and expenditure of the company for that period. In preparing those financial statements the governors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- follow applicable accounting standards, subject to any 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 governors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. 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.

FIXED ASSETS

Full details of changes in fixed assets are given in note 8.

TAXATION STATUS OF THE COMPANY

The company is a registered charity and therefore exempt from UK taxation.

GOVERNORS

The Governors in office during the year were as follows:

H W G de Capell Brooke	D Mander
N R Killip	Mrs E Mathews
G Meyer	Lady Hesketh
Mrs K Lund	N C Riley
D Wathey	K Achard
R F McCoy	C Allanson
G Crawley	S Hanson
Mrs C O'Rourke	P Wilczynski
Mrs P Hogan	G Leach

CORBYPITY TECHNOLOGY COLLEGE TRUST

REPORT OF THE GOVERNORS

Governors continued

In accordance with the Articles of Association, Messrs N Killip, G Meyer, Lady Hesketh and D Mander retire by rotation and, being eligible, N Killip, G Meyer and Lady Hesketh offer themselves for re-election.

OPERATING AND FINANCIAL REVIEW

Finance committee members:

Mr N Riley - Chairman  
Mr R McCoy  
Mr N Killip  
Mr S Hanson

Most of the College's income is obtained from the DFEE in the form of recurrent grants the use of which is restricted to particular purposes. The grants received during the year and the associated expenditure are shown as restricted funds in the Statement of Financial Activities.

The College also receives capital grants from the DFEE and donations from sponsors. In accordance with note 1 to the accounts the grants and donations are shown on the balance sheet as deferred credits. The transfers from the deferred income accounts are shown as income to the endowment funds on the Statement of Financial Activities.

The company's income and expenditure account shows a deficit of £11134 which has been transferred from the cumulative funds (see note 15).

AUDITORS

The auditors, Messrs Smith, Hodge & Baxter, will be proposed for reappointment in accordance with Section 385(2) of the Companies Act 1985.

Coomb Road  
GREAT OAKLEY  
Corby  
Northants  
NN18 8LA

By Order of the Board of Governors



Mr R F McCoy  
Chairman

18th December 1997



AUDITORS REPORT TO THE MEMBERS OF  
CORBY CITY TECHNOLOGY COLLEGE TRUST

We have audited the financial statements on pages 9 to 23 which have been prepared on the basis of the accounting policies set out on pages 12 to 14.

RESPECTIVE RESPONSIBILITIES OF GOVERNORS AND AUDITORS

As described on page 5, the governors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

BASIS OF OPINION

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the governors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurances that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

OPINION

In our opinion:

- (a) The financial statements give a true and fair view of the state of affairs of the company at 31st August 1997 and of its income and expenditure and cash-flows for the year then ended and have been properly prepared in accordance with the Companies Act 1985;
- (b) the financial statements have been prepared in accordance with the Financial Reporting and Annual Accounts Requirements issued by the Department for Education and Employment in respect of the relevant financial year;
- (c) proper accounting records have been kept by the company throughout the financial year.

AUDITORS REPORT TO THE MEMBERS OF

CORBY CITY TECHNOLOGY COLLEGE TRUST

OPINION continued

- (d) grants made by the Department for Education and Employment have been applied for the purposes intended;
- (e) we are satisfied that the company's systems of internal controls are such as to comply with the obligations placed on the governing body by the Secretary of State for Education and Employment and we have not identified any material weaknesses.

*Smith, Hodge & Baxter*

Suite A, Deene House  
New Post Office Square  
Corby  
NN17 1AA

SMITH, HODGE & BAXTER  
Chartered Accountants and  
Registered Auditors

18th December 1997

CORBYPITY TECHNOLOGY COLLEGE TRUSTSTATEMENT OF FINANCIAL ACTIVITIESFOR THE YEAR ENDED 31ST AUGUST 1997

	Unrestricted Funds	Restricted Funds	Endowment (private)	Funds (public)	Total 1997	Total 1996
<b>Incoming resources</b>						
Grants receivable	-	3177707	-	22012	3199719	3611386
Donations and gifts	161300	-	-	-	161300	50000
less: deferred income (notes 13,14,15,21)	(161300)	(157630)	-	(22012)	(340942)	(881670)
Investment income (note 5)	3161	-	-	-	3161	9897
Other income (note 5)	-	13269	-	-	13269	8466
Amortisation transfer (notes 13,14,15,21)	62537	72167	-	237462	372166	372837
<b>Total incoming resources</b>	<b>65698</b>	<b>3105513</b>	<b>-</b>	<b>237462</b>	<b>3408673</b>	<b>3170916</b>
<b>Resources expended</b>						
Direct charitable expenditure:						
Provision of education	-	2935906	-	-	2935906	2758675
Support costs	-	211055	-	-	211055	231763
Other expenditure:						
Management and Admin	-	266212	-	-	266212	214882
Fundraising	-	6634	-	-	6634	6912
<b>Total Resources expended</b>	<b>-</b>	<b>3419807</b>	<b>-</b>	<b>-</b>	<b>3419807</b>	<b>3212232</b>
<b>Net Incoming / (Outgoing)</b>						
<b>Resources before transfers</b>	<b>65698</b>	<b>(314294)</b>	<b>-</b>	<b>237462</b>	<b>(11134)</b>	<b>(41316)</b>
Transfers between funds	(65698)	303160	-	(237462)	-	
<b>Net Movement in Funds</b>	<b>-</b>	<b>(11134)</b>	<b>-</b>	<b>-</b>	<b>(11134)</b>	<b>(41316)</b>
Fund balances brought forward at 1st September 1996						
	98785	35892	-	-	134677	175993
Fund balances carried forward at 31st August 1997 (note 15)						
	£ 98785	£ 24758	-	-	£ 123543	£ 134677

The Statement of Financial Activities analyses all the capital and income resources and expenditure of the College during the year and reconciles the movements in funds. Further analysis of the income and expenditure for the year is shown on page 10 and the overall financial position at the year end is summarised in the balance sheet on page 11.

CORBY CITY TECHNOLOGY COLLEGE TRUSTINCOME AND EXPENDITURE ACCOUNT - YEAR ENDED 31ST AUGUST 1997

	<u>NOTES</u>	<u>1997</u>	<u>1996</u>
<b>INCOME</b>			
Annual per capita grant	2	3092244	2826655
Earmarked annual grant		-	-
Other - Department for Education grants	3	231430	280354
Private sector income	4	62537	37279
Other income	5	22462	26628
		<hr/>	<hr/>
		3408673	3170916
		<hr/>	<hr/>
<b>EXPENDITURE</b>			
	6		
Grant related expenditure		3010883	2818270
Other expenditure		408924	393962
		<hr/>	<hr/>
		3419807	3212232
		<hr/>	<hr/>
(DEFICIENCY) OF INCOME OVER EXPENDITURE		(£ 11134)	(£ 41316)
		<hr/>	<hr/>
<b>NET TRANSFER TO FUNDS:</b>			
Accumulated fund	15	(11134)	(41316)
Other funds (non grant income)	15	-	-
		<hr/>	<hr/>
		(£ 11134)	(£ 41316)
		<hr/>	<hr/>

The Income and Expenditure account is derived from the Statement of Financial Activities on page 9 which, together with the notes to the accounts on pages 12 to 22 provides full information on the movements during the year on all the funds of the College.

None of the company's activities were acquired or discontinued during 1997 or 1996.

The company made no recognised gains or losses in 1997 or 1996 other than reported in the income and expenditure account.

CORBY CITY TECHNOLOGY COLLEGE TRUSTBALANCE SHEET AS AT 31 AUGUST 1997

	<u>NOTE</u>	<u>1997</u>	<u>1996</u>
<b>FIXED ASSETS</b>			
Tangible	8	10243845	10324506
Investments	19	100	100
		<hr/>	<hr/>
		10243945	10324606
<b>CURRENT ASSETS</b>			
Debtors and prepayments	9	359182	341144
Cash at bank and in hand		133013	179354
		<hr/>	<hr/>
		492195	520498
<b>CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</b>			
Trade and other creditors	10	349615	358309
Bank loans and overdraft	11	15711	16157
		<hr/>	<hr/>
		365326	374466
<b>NET CURRENT ASSETS</b>			
		<hr/>	<hr/>
		126869	146032
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			
		<hr/>	<hr/>
		10370814	10470638
<b>CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR</b>			
Bank loan	11	-	(57466)
		<hr/>	<hr/>
		£ 10370814	£ 10413172
<b>DEFERRED CREDITS</b>			
Transitional grant	12	5522	7841
Capital grant	13	7614949	7822048
Recurrent grant	14	444015	358552
Other grants	21	26161	32193
<b>CAPITAL AND RESERVES</b>			
Accum fund - restricted	15	24758	35892
Designated fund			
- sponsorship	15	2156624	2057861
Other funds - unrestricted	15	98785	98785
		<hr/>	<hr/>
		£ 10370814	£ 10413172
		<hr/>	<hr/>

The financial statements were approved by the Board of Governors on 18th December 1997.

 CHAIRMAN - MR R F McCOY

Notes on pages 12 to 22 form part of these financial statements

CORBY CITY TECHNOLOGY COLLEGE TRUSTNOTES TO THE FINANCIAL STATEMENTS - 31ST AUGUST 1997

## 1 ACCOUNTING POLICIES

## (a) Accounting convention

The financial statements for the year ended 31st August 1997 have been prepared under the historical cost convention and in accordance with applicable Accounting Standards.

## (b) Income

Income is the total amount of income receivable on behalf of the company for the accounting period.

## (c) Expenditure

Expenditure is charged to the income and expenditure account on an accruals basis.

## (d) Tangible fixed assets

Depreciation has been provided at the following annual rates in order to reduce each asset to its estimated residual value at the end of its period of use:

Lease	-	over the period of the lease
Long leasehold buildings	-	2% of written down value
Office & Computer Equipment	-	33 $\frac{1}{3}$ % of written down value
Fixtures, furniture and fittings	-	10% of written down value
Motor vehicles	-	33 $\frac{1}{3}$ % of written down value

## (e) Grants

Grants receivable are dealt with on an accruals basis.

Transitional grant in respect of revenue expenditure is written off to the income and expenditure account in the period in which the costs are incurred. The capital portion of the transitional grant is treated as a deferred credit to be written off over the life of the assets towards whose costs it contributed.

Capital grant is treated as a deferred credit to be written off over the life of the assets towards whose costs it contributed. Capital grant in respect of revenue expenditure is written off to the income and expenditure account in the period in which the costs are incurred.

CORBY CITY TECHNOLOGY COLLEGE TRUSTNOTES TO THE FINANCIAL STATEMENTS - 31ST AUGUST 1997

## 1 ACCOUNTING POLICIES continued

Recurrent grants in respect of revenue expenditure are written off to the income and expenditure account in the period in which the costs are incurred. Any recurrent grant, namely annual per capita grant, in respect of capital expenditure is treated as a deferred credit to be written off over the life of the assets towards whose costs it contributed.

## (f) Sponsorship

Amounts received from sponsors have been credited to a designated fund. The sponsorship funds have been used to provide 20% of the capital costs of establishing the Corby City Technology College and to provide additional finance to be used at the discretion of the governors and Principal, following consultation with sponsors.

It is the company's policy that sponsorship towards revenue expenditure will be written off to the income and expenditure account in the period in which the costs are incurred, whilst that contributing towards the College's capital costs is to be written off over the life of the assets towards whose costs it contributed.

## (g) Pension costs

Pension costs are included in the income and expenditure account as contributions fall due for payment.

## (h) Taxation

Under Sc 505 Taxes Act 1988 the company is not liable to taxation. The cost of value added tax incurred by the company has been included in the income and expenditure account and balance sheet.

## (i) Stores

All stores are written off in the period purchased.

## (j) Operating Leases

The cost of operating leases are charged to the profit and loss account as incurred.

CORBY CITY TECHNOLOGY COLLEGE TRUSTNOTES TO THE FINANCIAL STATEMENTS - 31ST AUGUST 1997

## 1 ACCOUNTING POLICIES continued

## (k) Cashflow statement

The cashflow statement has not been prepared in the Department for Education and Employment prescribed format as the governors consider the current format more informative in assessing the company's cashflow.

## 2 ANNUAL PER CAPITA GRANT

	<u>1997</u>	<u>1996</u>
Annual per capita grant for year	3177707	2836718
Transfer: Deferred credit (note 14)	(157630)	(57002)
Capital portion written off	72167	46939
	<u>£ 3092244</u>	<u>£ 2826655</u>

## 3 OTHER DEPARTMENT FOR EDUCATION GRANTS

	<u>1997</u>	<u>1996</u>
Transitional Grant		
Capital portion written off (note 12)	2319	3430
Capital grant (note 13)	229111	276924
	<u>£ 231430</u>	<u>£ 280354</u>

## 4 PRIVATE SECTOR INCOME

	<u>1997</u>	<u>1996</u>
Sponsorship written off	£ 62537	£ 37279



CORBY CITY TECHNOLOGY COLLEGE TRUSTNOTES TO THE FINANCIAL STATEMENTS - 31ST AUGUST 1997

## 4 PRIVATE SECTOR INCOME continued

A prior year adjustment arose in 1993 as a result of the adoption of the accounting policy as detailed at note 1(f). The governors consider the adoption of this policy will give a fairer reflection of the company's income and expenditure as it seeks to match sponsorship income with costs as they are written off. The previous policy was to utilise the sponsorship fund only to the extent that it may have been required to cover any deficit on the accumulated fund.

## 5 OTHER INCOME

	<u>1997</u>	<u>1996</u>
Other net income	13269	8466
Interest receivable	3161	9897
Teacher Training Agency (note 21)	6032	8265
	<u>£ 22462</u>	<u>£ 26628</u>

## 6 EXPENDITURE

Included in expenditure are the following:

	<u>1997</u>	<u>1996</u>
Staff costs (note 7)	2123820	1976281
Governors' expenses	696	1336
Depreciation (notes 8 and 1(d))	396390	383020
Auditors' remuneration	3525	3525
Interest and similar charges on bank overdrafts and loans	12534	3790
Interest on bank loans repayable wholly or partly in more than five years	-	7152
Hire of equipment	12680	12680

CORBY CITY TECHNOLOGY COLLEGE TRUSTNOTES TO THE FINANCIAL STATEMENTS - 31ST AUGUST 1997

## 7 STAFF COSTS

	<u>1997</u>	<u>1996</u>
Wages and salaries	1851793	1729083
Social security costs	154527	144038
Pension costs	117500	103160
	<u>£ 2123820</u>	<u>£ 1976281</u>

The average weekly number of employees in the year was as follows:

Educational support	15	18
Administration	20	20
Teachers	68	64
	<u>103</u>	<u>102</u>

Three employees earned more than £40000 p.a. during 1997 and 1996. The total emoluments of these employees were in the following ranges.

	<u>1997</u>	<u>1996</u>
£40001 - £50000	2	2
£50001 - £60000	0	0
£60001 - £70000	0	1
£70001 - £80000	1	0

## 8 TANGIBLE FIXED ASSETS

Source of funding for assets acquired	<u>1997</u>	<u>1996</u>
Capital grants	9021146	8979134
Transitional grants	57637	57637
Recurrent grants	640530	482900
Private sector and other	2725080	2608993
	<u>£ 12444393</u>	<u>£ 12128664</u>

CORBY CITY TECHNOLOGY COLLEGE TRUSTNOTES TO THE FINANCIAL STATEMENTS - 31ST AUGUST 1997

8 TANGIBLE FIXED ASSETS continued		Lease	Long leasehold buildings	Office & computer equipment	Fixtures & fittings	Motor vehicles	Total
COST							
At 1st September							
1996	1100000	9225616	892110	891450	19488	12128664	
Additions	-	89114	160029	34287	32299	315729	
At 31st August							
1997	<u>£1100000</u>	<u>£9314730</u>	<u>£1052139</u>	<u>£925737</u>	<u>£51787</u>	<u>£12444393</u>	
ACCUMULATED DEPRECIATION							
At 1st September	52800	801484	617818	315244	16812	1804158	
1996							
Charge for the year	8800	170265	144629	61049	11647	396390	
At 31st August							
1997	<u>£61600</u>	<u>£971749</u>	<u>£762447</u>	<u>£376293</u>	<u>£28459</u>	<u>£2200548</u>	
NET BOOK VALUES							
At 31st August							
1997	£1038400	£8342981	£289692	£549444	£23328	£10243845	
At 31st August							
1996	<u>£1047200</u>	<u>£8424132</u>	<u>£274292</u>	<u>£576206</u>	<u>£2676</u>	<u>£10324506</u>	

At 31st August 1997 there was £58750 (1996 £NIL) of capital expenditure contracted for but not provided for by the company.

CORBY CITY TECHNOLOGY COLLEGE TRUSTNOTES TO THE FINANCIAL STATEMENTS - 31ST AUGUST 1997

## 9 DEBTORS AND PREPAYMENTS

	<u>1997</u>	<u>1996</u>
Prepayments	140303	118777
Other debtors	206879	211117
Amount due from subsidiary undertaking	12000	11250
	<u>£ 359182</u>	<u>£ 341144</u>

## 10 TRADE AND OTHER CREDITORS

	<u>1997</u>	<u>1996</u>
Trade creditors	180064	254101
Social security and other taxes	44051	47135
Accruals and other creditors	122499	48465
Amount due to subsidiary undertaking	3001	8608
	<u>£ 349615</u>	<u>£ 358309</u>

## 11 BANK LOANS AND OVERDRAFT

	<u>1997</u>	<u>1996</u>
Falling due within one year		
Bank loan	£ -	£ 16157
Bank overdraft	£ 15711	£ -
	<u>£ -</u>	<u>£ 16157</u>
Falling due after more than one year		
Bank loans -		
- repayable within two years	-	17822
- repayable after two years but within five years	-	35599
- repayable after more than five years	-	4045
	<u>£ -</u>	<u>£ 57466</u>

CORBY CITY TECHNOLOGY COLLEGE TRUSTNOTES TO THE FINANCIAL STATEMENTS - 31ST AUGUST 1997

11	BANK LOANS AND OVERDRAFT	continued		
			<u>1997</u>	<u>1996</u>
	Aggregate amounts		£ -	£ 73623

The first bank loan of £50000 was repayable over fifteen years by monthly instalments of £595 inclusive of interest at 2% over base rate. Repayments commenced in July 1992.

The second bank loan of £72500 was repayable over five years by monthly instalments of £1480 inclusive of interest at 2% over base rate. Repayments commenced in February 1994.

Both loans were repaid in the financial year.

12	DEFERRED CREDIT - TRANSITIONAL GRANT		<u>1997</u>	<u>1996</u>
	Amount contributing to capital expenditure			
	At 1st September 1996		7841	11271
	Written off to income and expenditure			
	account (note 3)		(2319)	(3430)
			<u>          </u>	<u>          </u>
	At 31st August 1997		£ 5522	£ 7841

13	DEFERRED CREDIT - CAPITAL GRANT		<u>1997</u>	<u>1996</u>
	At 1st September 1996		7822048	7364762
	Received in year		22012	734210
			<u>          </u>	<u>          </u>
			7844060	8098972
	Written off to income and expenditure			
	account (note 3)		(229111)	(276924)
			<u>          </u>	<u>          </u>
	At 31st August 1997		£ 7614949	£ 7822048

CORBY CITY TECHNOLOGY COLLEGE TRUSTNOTES TO THE FINANCIAL STATEMENTS - 31ST AUGUST 1997

## 14 DEFERRED CREDIT - RECURRENT GRANT

	<u>1997</u>	<u>1996</u>
At 1st September 1996	358552	348489
Contribution to capital expenditure	157630	57002
	<hr/> 516182	<hr/> 405491
Written off to income and expenditure account (note 2)	(72167)	(46939)
	<hr/> (72167)	<hr/> (46939)
At 31st August 1997	£ 444015	£ 358552
	<hr/> £ 444015	<hr/> £ 358552

## 15 FUNDS

	Accumulated Fund <u>Restricted</u>	Other Funds <u>Unrestricted</u>	Designated Fund (Sponsor- ship Income)	<u>Total</u>
At 1st September 1996	35892	98785	2057861	2192538
Sponsorship - in cash	-	-	161300	161300
- in kind	-	-	-	-
Transfer to income and expenditure account during the year	(11134)	-	(62537)	(73671)
Transfer from Income and expenditure account at end of period	-	-	-	-
	<hr/> -	<hr/> -	<hr/> -	<hr/> -
At 31st August 1997	£ 24758	£ 98785	£2156624	£2280167
	<hr/> £ 24758	<hr/> £ 98785	<hr/> £2156624	<hr/> £2280167

## Sponsorship received in the financial year:

Mr G Weston (primary member)	100000
RS Components	25000
Corby CTC Trading Ltd	25000
Texas Instruments	6500
Brooke Weston Parents	4800
	<hr/> £ 161300

CORBY CITY TECHNOLOGY COLLEGE TRUSTNOTES TO THE FINANCIAL STATEMENTS - 31ST AUGUST 1997

## 16 COMMITMENTS

- (i) The company has at 31st August 1997 annual commitments under operating leases for equipment which expire as follows:

	<u>1997</u>	<u>1996</u>
Within one year	£ 12680	£ -
Between one and two years	£ -	£ 12680

- (ii) Capital commitments are detailed at note 8.

## 17 PENSION SCHEME

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The company's contributions are included in the pension cost charge, which also includes contributions made into employees personal pension schemes and the superannuation fund administered by the Department for Education and Employment.

## 18 TRANSACTIONS WITH GOVERNORS

During the year the company has traded with other organisations in which some of the governors are interested by virtue of being employees and / or directors. These trading activities have been carried out on an arm's length basis always ensuring the best interests of the company, and no direct benefit has been received by the governors concerned.

## 19 INVESTMENTS

	<u>1997</u>	<u>1996</u>
Investment in subsidiary company at cost	£ <u>100</u>	£ <u>100</u>

The College owns 100% of the issued share capital of Corby CTC Trading Limited, a company incorporated in England.

The company commenced trading on the 1st September 1995 and its principal activity is letting of sport and recreational facilities on behalf of the College. In the year ended 31st August 1997 the subsidiary suffered a sustained loss of £805 and at 31st August 1997 has negative aggregate capital and reserves of £2041.

During the year the trading company was charged a management fee of £12000, 1996 £11250.

CORBYP CITY TECHNOLOGY COLLEGE TRUSTNOTES TO THE FINANCIAL STATEMENTS - 31ST AUGUST 1997

## 20 GOVERNORS AND OFFICES INSURANCE

In accordance with normal commercial practice the College has purchased insurance to protect governors and officers from the claims arising from negligent acts, errors or omissions occurring whilst on College business. The insurance provides cover up to £500000 on any one claim and the cost for 1996/97 was £1040.

## 21 DEFERRED CREDIT - TEACHER TRAINING GRANT

	<u>1997</u>	<u>1996</u>
At 1st September 1996	32193	-
Grants received in the year	-	40458
Written off to income and expenditure account (note 5)	(6032)	(8265)
	<u>£ 26161</u>	<u>£ 32193</u>

## 22 TEACHER TRAINING FUND

	<u>1997</u>	<u>1996</u>
Grants received in year	112497	163742
Revenue expenditure	(59146)	(123284)
Amounts to expend in year to 31st August 1998	(53351)	
	<u>£ -</u>	<u>£ 40458</u>

## 23 CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31st August 1997 the group qualified as a medium sized group under section 249 of the Companies Act 1985. Therefore the company has taken advantage of section 248 of the Companies Act 1985 in not preparing consolidated financial statements.

The company's financial statements present information about it as an individual undertaking and not about its group.

## 24 CONTINGENT LIABILITIES

In the event, during the period of the Funding Agreement, of the sale or disposal by other means, of any asset for which a capital grant was received, the company shall if it does not re-invest the proceeds, repay to the Secretary of State the proportion of the original cost met by the Secretary of State.



CORBY CITY TECHNOLOGY COLLEGE TRUSTCASHFLOW STATEMENT FOR THE YEAR ENDED 31ST AUGUST 1997

	<u>1997</u>	<u>1996</u>
RECEIPTS		
Recurrent grants received from DFEE:		
Annual per capita grant	3177707	2836718
Earmarked grant	-	-
Other income	16430	18363
Capital grant from DFEE	22012	734210
Support from sponsors	161300	50000
Other public funds	-	40458
Proceeds from sale of fixed assets	-	-
	<hr/>	<hr/>
	3377449	3679749
	<hr/>	<hr/>
PAYMENTS		
Staff costs	(2147330)	(1994287)
Maintenance of premises	(94172)	(102964)
Educational supplies and services	(270734)	(290719)
Other occupancy costs	(109991)	(96977)
Other supplies and services	(311309)	(257831)
Other operating expenses	(89881)	(86434)
(Increase) in debtors and prepayments	(18038)	(85178)
(Decrease)/Increase in trade and other creditors	(8694)	61424
Purchase of investments	-	(100)
Purchase of fixed assets	(315729)	(977518)
Bank loan	(73623)	(17749)
	<hr/>	<hr/>
	(3439501)	(3848333)
	<hr/>	<hr/>
NET DECREASE	(62052)	(168584)
CASH AND BANK BROUGHT FORWARD AT THE BEGINNING OF THE YEAR	<hr/> 179354	<hr/> 347938
CASH AND BANK AT THE CLOSE OF THE YEAR	£ 117302	£ 179354
	<hr/>	<hr/>

CORBY CITY TECHNOLOGY COLLEGE TRUSTDETAILED INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31ST AUGUST 1997

	<u>1997</u>	<u>1996</u>	
EXPENDITURE			
GRANT RELATED EXPENDITURE			
Staff costs			
Teaching salaries	1651416	1533564	
Educational support salaries	211055	231763	
Other salaries	261349	210954	
	<hr/>	<hr/>	
Total	2123820	1976281	
Subcontract	19155	12320	
Medical insurance	4355	5686	
Staff recruitment	-	-	
	<hr/>	<hr/>	
	2147330	1994287	
Maintenance of premises	94172	102964	
Other occupancy costs			
Cleaning	7183	6865	
Water	4691	5055	
Electricity	48118	44739	
Gas	11982	15481	
Rates	23358	22025	
Insurance	14659	2812	
	<hr/>	<hr/>	
	109991	96977	
Educational supplies and services			
Books	18401	13451	
Equipment and consumables	187817	223456	
Printing and stationery	9276	3756	
Examinations	48606	43144	
Consultancy	6634	6912	
Uniform	-	-	
Other	-	-	
	<hr/>	<hr/>	
	270734	290719	
Other supplies and services			
Catering net of income	141871	81523	
Insurance	7758	19415	
Telephone	8922	11935	
Student travel	115701	115691	
Other travel	18713	11533	
Advertising	7263	6347	
Rent	-	-	
Subscriptions	4172	4408	
Postage	6909	6979	
	<hr/>	<hr/>	
	311309	257831	
Totals carried forward	<hr/>	<hr/>	
	2933536	2742778	

CORBY CITY TECHNOLOGY COLLEGE TRUSTDETAILED INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31ST AUGUST 1997

	<u>1997</u>	<u>1996</u>
Totals brought forward	2933536	2742778
Furniture, repairs , non educational equipment and consumables	9298	7699
Other expenditure		
Hire and rental charges	5696	5761
Sundries	10907	13639
	<u>16603</u>	<u>19400</u>
Miscellaneous consumables	-	-
Staff development and induction	39767	38167
Pupil support	6178	5359
Pupil recruitment	638	939
Audit and accountancy	4863	3928
	<u>3010883</u>	<u>2818270</u>
Other expenditure		
Bank interest and charges	12534	10942
Depreciation on fixed assets	396390	383020
Profit on sale of fixed assets	-	-
Costs subject to sponsorship in kind	-	-
	<u>£ 3419807</u>	<u>£ 3212232</u>

DETAILED INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31ST AUGUST 1997

	<u>1997</u>	<u>1996</u>
INCOME		
Annual per capita grant	3092244	2826655
Annual earmarked grant		
School meals	-	-
Special facility	-	-
Other DFE Grants	-	-
Transitional grant - capital	2319	3430
Capital grant	229111	276924
Private sector income	231430	280354
Sponsorship	62537	37279
Other income		
Hire of facilities	-	-
Other net income	13269	8466
Interest receivable	3161	9897
Teacher Training Agency	6032	8265
	<u>22462</u>	<u>26628</u>
	<u>£ 3408673</u>	<u>£ 3170916</u>
EXCESS OF INCOME OVER EXPENDITURE	<u>(£ 11134)</u>	<u>(£ 41316)</u>