

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2019
FOR
THE DUKIES' FOUNDATION**

McCabe Ford Williams
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THE DUKIES' FOUNDATION

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FOR THE YEAR ENDED 31 AUGUST 2019**

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THE DUKIES' FOUNDATION

**REFERENCE AND ADMINISTRATIVE DETAILS
FOR THE YEAR ENDED 31 AUGUST 2019**

TRUSTEES

Dr G Soar
Mrs R McCarthy
A Nunn
L Ridings
A Jones (resigned 15.10.18)
A Barlow
C Crowcroft
A Foreman
Mrs G Martin

PRINCIPAL ADDRESS

Duke of York's Royal Military School
Guston
DOVER
Kent
CT15 5EQ

**REGISTERED CHARITY
NUMBER**

1128684

INDEPENDENT EXAMINER

McCabe Ford Williams
Chartered Accountants
Charlton House
Dour Street
DOVER
Kent
CT16 1BL

THE DUKIES' FOUNDATION
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2019

The trustees present their report with the financial statements of the charity for the year ended 31 August 2019. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

OBJECTIVES AND ACTIVITIES

The objectives of the charity are as follows:-

- To provide items, services, grants and facilities (including land and buildings of any kind or tenure) for the Duke of York's Royal Military School.
- To promote the education of students and former students of the School who are in need of financial assistance.
- To advance the education of students attending the School by the award of prizes (or other suitable rewards or marks of distinction).
- Such other charitable purposes as the trustees shall from time to time think fit.

The main activities undertaken during the year were the provision of items, services, facilities and opportunities for the Duke of York's Royal Military School and pupils of the School.

The trustees of the charity have had due regard to the Charity Commission's general guidance on public benefit. The charity's objectives and aims have been reviewed taking this guidance into account.

ACHIEVEMENT AND PERFORMANCE

The Dukies' Foundation is the tied charity of the Duke of York's Royal Military School which opened in 1803 by royal decree under the leadership of HRH Prince Frederick, Duke of York when Commander in Chief of the British Army. He wanted to look after the children of ordinary soldiers, boys and girls (readmitted in 1994) many of whose fathers fell in the Napoleonic Wars - Dukies aged 14-22 fought at Waterloo in 1815. The mission continues to this day - Dukie parents have served in all the conflicts of modern times - with 50% of pupil roll coming from service families.

A decade ago the Foundation was reorganised, drawing in funds from redundant military and other charities. A policy of larger distribution was adopted; since 2011 £370,000 has been invested into 'helping the Dukies of today.' The most striking statistic this year? Income received (£103,039) in the year increased by 104% due in the main to the increasing contribution from old Dukies. Recognised within The Clocktower Society, Dukie donors grew by half again to 105.

Expenditure was £113,608. Despite this, net funds held at year end increased to £400,644 (2018 - £396,198). Advisor Quilter Cheviot has materially aided investment performance over time. Channels of expenditure included £27,000 to student support (11 bursary awards made so far) where the Foundation has identified a key transition point, Year 11 to 12-13, 5th into 6th Form, of military family children affected by the restrictions on MoD Continuity of Education Allowance. The White Rose Academy, a dual gender hockey and personal development initiative received £17,003. Leadership continued its extra-curricular, adventurous activities, a fund is held for the maintenance of the Dukie Memorial at the National Arboretum; and the iconic War Memorial was restored in an iconic centenary year. All these channels were old Dukie-funded.

Grants from Unrestricted Funds amounted to £61,180. We pay for the Alumni Relations & Development Officer function which has driven the growth of alumni relations in the life of the School, investing time and expertise as well as funds. We also made grants to additional amenities and activities - among others, state of the art audio-visual equipment, photographic equipment, a scientific visit to the CERN institute, Geneva and a unique marking of the WW1 Centenary which partnered London conservatoire musicians with pupils in music, drama and dance.

We were notified of our first major legacy from the estate of Peter Goble (School 1947-53) which will be reported in next year's accounts - we are working on a broader legacy campaign. Vital progress on our Archive is in hand with the Army Museum Ogilby Trust and we hope to develop further, deeper relationships with external grant-making bodies; some already make significant bursary grants direct to School. We want to expand the effort here.

We are gratified to see the School family's upward march in terms of academic results, Ofsted rating and, as importantly, the all-round experience offered to the Dukies of today. The Dukies' Foundation has its part to play in this, a part we seek to maintain and grow.

THE DUKIES' FOUNDATION
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2019

FINANCIAL REVIEW

Total funds held at 31 August 2019 amount to £400,644 (2018 - £396,198) of which £64,366 (£61,787) is restricted and not available for the general purpose of the charity and £336,278 (£334,411) is unrestricted.

The charity's reserves policy is not to pay out any grants or scholarships that would leave the funds in deficit. The charity has very low running costs and, therefore, the trustees do not consider it necessary to set a minimum reserves figure.

STRUCTURE, GOVERNANCE AND MANAGEMENT

The charity is governed by a Charity Commission scheme sealed 5 March 2009 under which the following previous charities were consolidated:-

The Coventry Tupper Trust
The Amenities Fund
28th Divisional Scholarship Fund
6th Division War Memorial Scholarship
Society of St Georges Fund
Prizes, Games and Sports Fund
Old Boy's War Memorial Scholarship Fund
1st East Anglian Regiment (Royal Norfolk and Suffolk Fund)

There should be not less than seven trustees including the principal and chair of governors of the School. The chair of governors of the School should not also be the chair of the trustees.

Each appointment must be made for a period not exceeding five years. The principal and chair of governors of the School should be ex-officio trustees and, therefore, not subject to any time limit in their appointments.

In addition to the chair of governors and the principal, no more than two School governors should be trustees and there must not be more than 50% of trustees that are also governors of the School.

The current Trustees have a strong network of contacts from the educational, fundraising, not-for-profit sector and the Alumni of the School to provide the necessary skills and expertise.

Approved by order of the board of trustees on and signed on its behalf by:

.....
C Crowcroft - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
THE DUKIES' FOUNDATION**

Independent examiner's report to the trustees of The Dukies' Foundation

I report to the charity trustees on my examination of the accounts of The Dukies' Foundation (the Trust) for the year ended 31 August 2019.

Responsibilities and basis of report

As the charity trustees of the Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Trust's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the Trust as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Jonathan Fullarton BSc ACA
McCabe Ford Williams
Chartered Accountants
Charlton House
Dour Street
DOVER
Kent
CT16 1BL

Date:

THE DUKIES' FOUNDATION

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 AUGUST 2019**

	Notes	Unrestricted fund £	Restricted funds £	2019 Total funds £	2018 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	3	48,032	55,007	103,039	50,602
Investment income	4	9,011	-	9,011	8,788
Total		<u>57,043</u>	<u>55,007</u>	<u>112,050</u>	<u>59,390</u>
EXPENDITURE ON					
Raising funds		28,187	-	28,187	32,505
Charitable activities					
Promotion of education		32,076	52,428	84,504	66,026
Other		917	-	917	752
Total		<u>61,180</u>	<u>52,428</u>	<u>113,608</u>	<u>99,283</u>
Net gains on investments		6,004	-	6,004	16,576
NET INCOME/(EXPENDITURE)		<u>1,867</u>	<u>2,579</u>	<u>4,446</u>	<u>(23,317)</u>
RECONCILIATION OF FUNDS					
Total funds brought forward		334,411	61,787	396,198	419,515
TOTAL FUNDS CARRIED FORWARD		<u><u>336,278</u></u>	<u><u>64,366</u></u>	<u><u>400,644</u></u>	<u><u>396,198</u></u>

The notes form part of these financial statements

THE DUKIES' FOUNDATION

**BALANCE SHEET
31 AUGUST 2019**

	Notes	2019 £	2018 £
FIXED ASSETS			
Investments	9	358,602	402,549
CURRENT ASSETS			
Debtors	10	18,441	20,436
Cash at bank		127,189	99,178
		<u>145,630</u>	<u>119,614</u>
CREDITORS			
Amounts falling due within one year	11	(103,588)	(125,965)
		<u>42,042</u>	<u>(6,351)</u>
NET CURRENT ASSETS			
		<u>400,644</u>	<u>396,198</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			
		<u>400,644</u>	<u>396,198</u>
NET ASSETS			
		<u>400,644</u>	<u>396,198</u>
FUNDS	13		
Unrestricted funds		336,278	334,411
Restricted funds		64,366	61,787
TOTAL FUNDS		<u>400,644</u>	<u>396,198</u>

The financial statements were approved by the Board of Trustees on and were signed on its behalf by:

.....
C Crowcroft - Trustee

The notes form part of these financial statements

THE DUKIES' FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2019

1. STATUTORY INFORMATION

The Dukies' Foundation is a public benefit entity registered as an unincorporated charity in England. The charity's registered number, principal address and nature of operations can be found within the Reference and Administrative Details page and the Report of Trustees.

The financial statements are presented in sterling which is the functional currency of the charity.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. 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.

Financial reporting standard 102 - reduced disclosure exemptions

The charity has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- the requirements of Section 7 Statement of Cash Flows.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Taxation

The charity is exempt from 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.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

THE DUKIES' FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2019**

3. DONATIONS AND LEGACIES

	2019	2018
	£	£
Donations including gift aid	103,039	50,602
	<u> </u>	<u> </u>

4. INVESTMENT INCOME

	2019	2018
	£	£
Dividends	8,950	8,737
Interest	61	51
	<u> </u>	<u> </u>
	9,011	8,788
	<u> </u>	<u> </u>

5. SUPPORT COSTS

	Governance costs £
Other resources expended	917
	<u> </u>

6. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 August 2019 nor for the year ended 31 August 2018.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 August 2019 nor for the year ended 31 August 2018.

7. STAFF COSTS

The charity does not have any staff, however the charity does contribute towards the cost of a member of staff at the Duke of York's Royal Military School who spends some of their time fundraising on behalf of the charity.

8. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	12,493	38,109	50,602
Investment income	8,788	-	8,788
	<u> </u>	<u> </u>	<u> </u>
Total	21,281	38,109	59,390
 EXPENDITURE ON			
Raising funds	32,505	-	32,505
 Charitable activities			
Promotion of education	43,807	22,219	66,026
Other	752	-	752
	<u> </u>	<u> </u>	<u> </u>
Total	77,064	22,219	99,283

THE DUKIES' FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2019**

8. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted fund £	Restricted funds £	Total funds £
Net gains on investments	16,576	-	16,576
NET INCOME/(EXPENDITURE)	(39,207)	15,890	(23,317)

RECONCILIATION OF FUNDS

Total funds brought forward	373,618	45,897	419,515
TOTAL FUNDS CARRIED FORWARD	334,411	61,787	396,198

9. FIXED ASSET INVESTMENTS

	Listed investments £
MARKET VALUE	
At 1 September 2018	402,549
Disposals	(50,000)
Revaluations	6,053
At 31 August 2019	358,602
NET BOOK VALUE	
At 31 August 2019	358,602
At 31 August 2018	402,549

There were no investment assets outside the UK.

Listed investments have been revalued at the balance sheet date to the market value as per investment management valuation reports and stock exchange values.

10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019 £	2018 £
Gift aid debtor	16,889	20,069
Other debtors	1,552	367
	18,441	20,436

THE DUKIES' FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2019**

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019	2018
	£	£
Donations approved but not yet paid	102,928	125,335
Accrued expenses	660	630
	<u>103,588</u>	<u>125,965</u>

12. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted fund £	Restricted funds £	Total funds £	Total funds £
Investments	358,602	-	358,602	402,549
Current assets	47,783	97,847	145,630	119,614
Current liabilities	(70,107)	(33,481)	(103,588)	(125,965)
	<u>336,278</u>	<u>64,366</u>	<u>400,644</u>	<u>396,198</u>

13. MOVEMENT IN FUNDS

	At 1.9.18 £	Net movement in funds £	At 31.8.19 £
Unrestricted funds			
General fund	334,411	1,867	336,278
Restricted funds			
Student support	26,275	2,898	29,173
Leadership	7,690	(2,550)	5,140
Hockey	17,263	(3,566)	13,697
Arboretum	8,705	(1,694)	7,011
World War I commemoration	1,854	7,491	9,345
	<u>61,787</u>	<u>2,579</u>	<u>64,366</u>
TOTAL FUNDS	<u>396,198</u>	<u>4,446</u>	<u>400,644</u>

THE DUKIES' FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2019**

13. 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				
General fund	57,043	(61,180)	6,004	1,867
Restricted funds				
Student support	29,898	(27,000)	-	2,898
Leadership	1,350	(3,900)	-	(2,550)
Hockey	13,437	(17,003)	-	(3,566)
Arboretum	-	(1,694)	-	(1,694)
World War I commemoration	10,322	(2,831)	-	7,491
	<u>55,007</u>	<u>(52,428)</u>	<u>-</u>	<u>2,579</u>
TOTAL FUNDS	<u>112,050</u>	<u>(113,608)</u>	<u>6,004</u>	<u>4,446</u>

Comparatives for movement in funds

	At 1.9.17 £	Net movement in funds £	At 31.8.18 £
Unrestricted funds			
General fund	373,618	(39,207)	334,411
Restricted funds			
Student support	16,942	9,333	26,275
Leadership	7,774	(84)	7,690
Hockey	3,875	13,388	17,263
Arboretum	17,306	(8,601)	8,705
World War I commemoration	-	1,854	1,854
	<u>45,897</u>	<u>15,890</u>	<u>61,787</u>
TOTAL FUNDS	<u>419,515</u>	<u>(23,317)</u>	<u>396,198</u>

THE DUKIES' FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2019**

13. MOVEMENT IN FUNDS - continued

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	21,281	(77,064)	16,576	(39,207)
Restricted funds				
Student support	22,330	(12,997)	-	9,333
Leadership	537	(621)	-	(84)
Hockey	13,388	-	-	13,388
Arboretum	-	(8,601)	-	(8,601)
World War I commemoration	1,854	-	-	1,854
	<u>38,109</u>	<u>(22,219)</u>	<u>-</u>	<u>15,890</u>
TOTAL FUNDS	<u>59,390</u>	<u>(99,283)</u>	<u>16,576</u>	<u>(23,317)</u>

Student support

Donations including gift aid were received for the purposes of providing funding and opportunities for students when financial circumstances were a barrier to them continuing at the School. At the year end £29,173 remained unspent.

Leadership

Donations including gift aid were received for the purpose of supporting students develop their leadership and life skills. At the end of the year £5,140 remained unspent.

Hockey

Donations including gift aid were received for the purpose of enhancing both the standard and participation in hockey at the School. At the end of the year £13,697 remained unspent.

Arboretum

Donations including gift aid were received for the purpose of establishing a School memorial. At the end of the year £7,011 remained unspent.

World War I commemoration

Donations including gift aid were received for the purpose of two "Tommy" figures to commemorate World War I. At the end of the year £9,345 remained unspent.

THE DUKIES' FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2019**

14. RELATED PARTY DISCLOSURES

Trustees made donations (excluding gift aid) to the charity of £3,165 (2018 - £1,260).

THE DUKIES' FOUNDATION

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 AUGUST 2019**

	2019 £	2018 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations including gift aid	103,039	50,602
Investment income		
Dividends	8,950	8,737
Interest	61	51
	<hr/> 9,011	<hr/> 8,788
Total incoming resources	112,050	59,390
EXPENDITURE		
Raising donations and legacies		
Contribution towards fundraising officer	28,187	32,505
Charitable activities		
Donations payable	84,504	66,026
Support costs		
Governance costs		
Insurance	137	-
Accountancy and independent examiner's fees	780	752
	<hr/> 917	<hr/> 752
Total resources expended	113,608	99,283
Net expenditure before gains and losses	(1,558)	(39,893)
Realised recognised gains and losses		
Realised gains/(losses) on fixed asset investments	6,004	16,576
Net income/(expenditure)	<hr/> <hr/> 4,446	<hr/> <hr/> (23,317)

This page does not form part of the statutory financial statements