

Charity Registration No. 1154976

Company Registration No. 08762956 (England and Wales)

**CITY COLLEGE PETERBOROUGH FOUNDATION  
ANNUAL REPORT AND FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 JULY 2020**

# CITY COLLEGE PETERBOROUGH FOUNDATION

## LEGAL AND ADMINISTRATIVE INFORMATION

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**Directors**

P Carrington	
T Hennessy	(Appointed 1 July 2020)
C Higgins	
L Hull	
K Jones	
J Procter	(Appointed 1 June 2020)

**Secretary** G Jones

**Charity number** 1154976

**Company number** 08762956

**Registered office** City College Peterborough  
Brook Street  
Peterborough  
United Kingdom  
PE1 1TU

**Auditor** Azets Audit Services  
Ruthlyn House  
90 Lincoln Road  
Peterborough  
United Kingdom  
PE1 2SP

**Bankers** CAF Bank Limited  
PO Box 289  
West Malling  
Kent  
United Kingdom  
ME19 4TA

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# CITY COLLEGE PETERBOROUGH FOUNDATION

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# CITY COLLEGE PETERBOROUGH FOUNDATION

## DIRECTORS' REPORT (INCLUDING DIRECTORS' REPORT)

**FOR THE YEAR ENDED 31 JULY 2020**

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The directors present their report and financial statements for the year ended 31 July 2020.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document, the Companies Act 2006 and "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 2019)".

### **Objectives and activities**

The charity's purposes as set out in the objects contained in the company's memorandum of association are to:

- 1) to advance education;
- 2) to advance health;
- 3) to relieve unemployment
- 4) to relieve poverty;
- 5) to promote for the benefit of the public the provision of facilities for recreation or other leisure time occupation of individuals who have need of such facilities by reason of their youth, age, infirmity or disablement, financial hardship or social and economic circumstances or for the public at large in the interests of social welfare and with the object of improving the condition of life of the said inhabitants;
- 6) the promotion of community participation in healthy recreation in particular by the provision of facilities for the playing of sports and related activities;
- 7) to promote social inclusion for the public benefit by preventing people from becoming socially excluded, relieving the needs of those people who are socially excluded and assisting them to integrate into society.

'Socially excluded' means being excluded from society, or parts of society, as a result of one or more of the following factors: unemployment; financial hardship; youth or old age; ill health (physical or mental); substance abuse or dependency including alcohol and drugs; discrimination on the grounds of sex, race, disability, ethnic origin, religion, belief, creed, sexual orientation or gender re-assignment; poor educational or skills attainment; relationship and family breakdown; poor housing (that is housing that does not meet basic habitable standards); crime (either as a victim of crime or as an offender rehabilitating into society).

The directors have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

### **Achievements and performance**

#### **Financial review**

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The directors considers that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

The directors has assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

# CITY COLLEGE PETERBOROUGH FOUNDATION

## DIRECTORS' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2020

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### **Structure, governance and management**

The charity is a company limited by guarantee and is governed by its Articles of Association.

The directors who served during the year and up to the date of signature of the financial statements were:

P Carrington

A Cox

(Resigned 30 October 2019)

T Hennessy

(Appointed 1 July 2020)

C Higgins

L Hull

K Jones

J Procter

(Appointed 1 June 2020)

None of the directors has any beneficial interest in the company. All of the directors are members of the company and guarantee to contribute £1 in the event of a winding up.

### History and activity

The charity was set up in 2014 and remained inactive until April 2016 when funds were transferred from City College Peterborough 'Activities and Amenities' account, an historic account built up from non-funded College activities.

In August 2015 City College Peterborough took over the management of the Peterborough Day Opportunities Service providing day and employment support to adults under 65 with a disability. Part of the development plan for Day Opportunities is to grow exciting and new supported micro enterprises into self sustaining social enterprises which will be managed through the charity. People supported in Day Opportunities, their parents, carers and staff had, prior to becoming part of City College Peterborough, raised funds at Kingfisher Centre, one of the day centres, to purchase specialised equipment for people with multiple and complex needs. These funds have been transferred into the charity and are treated as restricted funds.

September 2016 saw the continuance of regular social dining events through the charity as part of its commUNITY Meet & Eat initiative which came to an end in November 2017. Any excess funds raised by and expended on Meet & Eat are treated as unrestricted funds.

The charity does not currently have any employees in its service.

### **Post balance sheet event**

In September 2020 the trustees of the charity agreed to the incorporation of a wholly owned trading subsidiary which was created in order for the charity to take on responsibility for running cultural, heritage and library services on behalf of Peterborough City Council. On the 1st of October the trading subsidiary, named City Culture Peterborough Limited, assumed this responsibility and now undertakes the operational management of 10 libraries, archives, the Peterborough Museum and Art Gallery, Flag Fen Archaeology Park, and the Key Theatre within Peterborough.

City Culture Peterborough is a separate company limited by shares where the charity is the sole shareholder. The 3 directors of the company are also trustees of the charity and the charity will consolidate the accounts of City Culture Peterborough Limited in its next reporting period.

## **CITY COLLEGE PETERBOROUGH FOUNDATION**

### **DIRECTORS' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)**

***FOR THE YEAR ENDED 31 JULY 2020***

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#### **Auditor**

Azets Audit Services were appointed as auditor to the company and a resolution proposing that they be re-appointed will be put at a General Meeting.

The directors' report was approved by the Board of Directors.

#### **P Carrington**

Director

Dated: 24 March 2021

# **CITY COLLEGE PETERBOROUGH FOUNDATION**

## **STATEMENT OF DIRECTORS' RESPONSIBILITIES**

***FOR THE YEAR ENDED 31 JULY 2020***

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The directors, who also act as trustees for the charitable activities of #cd2, are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company Law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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

# CITY COLLEGE PETERBOROUGH FOUNDATION

## INDEPENDENT AUDITOR'S REPORT

### TO THE DIRECTORS OF CITY COLLEGE PETERBOROUGH FOUNDATION

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#### **Opinion**

We have audited the financial statements of City College Peterborough Foundation (the 'charity') for the year ended 31 July 2020 which comprise the statement of financial activities, the summary income and expenditure account, the balance sheet, the statement of cash flows and the notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

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 2020 and of its incoming resources and application of resources, 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.

#### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Conclusions relating to going concern**

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

#### **Other information**

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The directors are responsible for the other information. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.



# CITY COLLEGE PETERBOROUGH FOUNDATION

## INDEPENDENT AUDITOR'S REPORT (CONTINUED)

### TO THE DIRECTORS OF CITY COLLEGE PETERBOROUGH FOUNDATION

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

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the directors' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

#### **Responsibilities of directors**

As explained more fully in the statement of directors' responsibilities, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

#### **Auditor's responsibilities for the audit of the financial statements**

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

#### **Use of our report**

This report is made solely to the charity's trustees, as a body, in accordance with part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees 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 charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

**Tracey Richardson BSc (Hons) FCA (Senior Statutory Auditor)**  
for and on behalf of Azets Audit Services

26 March 2021

**Chartered Accountants**  
**Statutory Auditor**

Ruthlyn House  
90 Lincoln Road  
Peterborough  
United Kingdom  
PE1 2SP

**CITY COLLEGE PETERBOROUGH FOUNDATION**

**INDEPENDENT AUDITOR'S REPORT (CONTINUED)**

**TO THE DIRECTORS OF CITY COLLEGE PETERBOROUGH FOUNDATION**

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Azets Audit Services is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

# CITY COLLEGE PETERBOROUGH FOUNDATION

## STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 JULY 2020

### Current financial year

		Unrestricted funds 2020	Restricted funds 2020	Endowment funds 2020	Total 2020	Total 2019
	Notes	£	£	£	£	£
<b>Income from:</b>						
Donations and legacies	3	152,218	3,000	4,660,000	4,815,218	-
Charitable activities	4	71,755	-	-	71,755	-
<b>Total income and endowments</b>		<u>223,973</u>	<u>3,000</u>	<u>4,660,000</u>	<u>4,886,973</u>	<u>-</u>
<b>Expenditure on:</b>						
Charitable activities	5	38,333	3,000	77,200	118,533	276
<b>Net movement in funds</b>		185,640	-	4,582,800	4,768,440	(276)
Fund balances at 1 August 2019		6,708	4,798	-	11,506	11,782
<b>Fund balances at 31 July 2020</b>		<u>192,348</u>	<u>4,798</u>	<u>4,582,800</u>	<u>4,779,946</u>	<u>11,506</u>

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

### Prior financial year

		Unrestricted funds 2019	Restricted funds 2019	Total 2019
	Notes	£	£	£
<b>Total income and endowments</b>		-	-	-
<b>Expenditure on:</b>				
Charitable activities	5	276	-	276
<b>Net movement in funds</b>		(276)	-	(276)
Fund balances at 1 August 2018		6,984	4,798	11,782
<b>Fund balances at 31 July 2019</b>		<u>6,708</u>	<u>4,798</u>	<u>11,506</u>

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

# CITY COLLEGE PETERBOROUGH FOUNDATION

## SUMMARY INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 JULY 2020

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	All income funds	
	2020	2019
	£	£
Gross income	226,973	-
Total expenditure from income funds	<u>41,333</u>	<u>276</u>
<b>Net income/(expenditure) for the year</b>	<b><u>185,640</u></b>	<b><u>(276)</u></b>

# CITY COLLEGE PETERBOROUGH FOUNDATION

## BALANCE SHEET

AS AT 31 JULY 2020

	Notes	2020		2019	
		£	£	£	£
<b>Fixed assets</b>					
Tangible assets	9		4,582,800		-
<b>Current assets</b>					
Debtors	11	30,786		-	
Cash at bank and in hand		190,923		11,506	
			221,709		11,506
<b>Creditors: amounts falling due within one year</b>	12	(24,563)		-	
Net current assets			197,146		11,506
<b>Total assets less current liabilities</b>			4,779,946		11,506
<b>Capital funds</b>					
Endowment funds - general	13		4,582,800		-
<b>Income funds</b>					
Restricted funds	14		4,798		4,798
Unrestricted funds			192,348		6,708
			4,779,946		11,506

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 July 2020, although an audit has been carried out under section 144 of the Charities Act 2011.

The directors acknowledge their responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the financial year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The members have not required the company to obtain an audit of its financial statements under the requirements of the Companies Act 2006, for the year in question in accordance with section 476.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Directors on 24 March 2021

P Carrington  
Trustee

Company Registration No. 08762956

# CITY COLLEGE PETERBOROUGH FOUNDATION

## STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 JULY 2020

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	Notes	2020 £	£	2019 £	£
<b>Cash flows from operating activities</b>					
Cash generated from/(absorbed by) operations	20		179,417		(276)
<b>Net cash used in investing activities</b>			-		-
<b>Net cash used in financing activities</b>			-		-
			<hr/>		<hr/>
<b>Net increase/(decrease) in cash and cash equivalents</b>			179,417		(276)
Cash and cash equivalents at beginning of year			11,506		11,782
<b>Cash and cash equivalents at end of year</b>			<hr/> <u>190,923</u>		<hr/> <u>11,506</u>

# CITY COLLEGE PETERBOROUGH FOUNDATION

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2020

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### 1 Accounting policies

#### Charity information

City College Peterborough Foundation is a private company limited by guarantee incorporated in England and Wales. The registered office is City College Peterborough, Brook Street, Peterborough, PE1 1TU, United Kingdom.

#### 1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's governing document, the Companies Act 2006 and "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 2019)". The charity is a Public Benefit Entity as defined by FRS 102.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

#### 1.2 Going concern

The financial statements have been prepared on a going concern basis as the Trustees believe that no material uncertainties exist. The Trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements, including the anticipated impact of COVID-19. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

#### 1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the directors in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

#### 1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

# CITY COLLEGE PETERBOROUGH FOUNDATION

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2020

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### 1 Accounting policies (Continued)

#### 1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

All resources expended are inclusive of irrecoverable VAT.

#### 1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold buildings 2% p.a. straight line

Freehold land is not depreciated.

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

#### 1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

#### 1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

#### 1.9 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.



# CITY COLLEGE PETERBOROUGH FOUNDATION

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2020

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### 1 Accounting policies

(Continued)

#### **Basic financial assets**

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

#### **Basic financial liabilities**

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

#### **Derecognition of financial liabilities**

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

### 2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

#### **Key sources of estimation uncertainty**

The estimates and assumptions which have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities are as follows.

#### **Valuation of property**

The property that was donated in the year has been included at a valuation calculated by Barker Storey Matthews, an independent valuer.

# CITY COLLEGE PETERBOROUGH FOUNDATION

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2020

### 3 Donations and legacies

	Unrestricted funds	Restricted funds	Endowment funds general	Total	Total
	2020	2020	2020	2020	2019
	£	£	£	£	£
Donations and gifts	2,218	-	4,660,000	4,662,218	-
Grants receivable	150,000	3,000	-	153,000	-
	<u>152,218</u>	<u>3,000</u>	<u>4,660,000</u>	<u>4,815,218</u>	<u>-</u>
<b>Grants receivable for core activities</b>					
Peterborough City Council	150,000	-	-	150,000	-
Peterborough Council for Voluntary Service (PCVS)	-	3,000	-	3,000	-
	<u>150,000</u>	<u>3,000</u>	<u>-</u>	<u>153,000</u>	<u>-</u>

### 4 Charitable activities

	2020	2019
	£	£
Charitable rental income	71,755	-
	<u>71,755</u>	<u>-</u>

# CITY COLLEGE PETERBOROUGH FOUNDATION

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2020

### 5 Charitable activities

	2020 £	2019 £
Depreciation	77,200	-
Charitable expenditure	3,000	276
	<u>80,200</u>	<u>276</u>
Share of support costs (see note 6)	33,136	-
Share of governance costs (see note 6)	5,197	-
	<u>118,533</u>	<u>276</u>
	<u><u>118,533</u></u>	<u><u>276</u></u>
<b>Analysis by fund</b>		
Unrestricted funds	38,333	276
Restricted funds	3,000	-
Endowment funds - general	77,200	-
	<u>118,533</u>	<u>276</u>
	<u><u>118,533</u></u>	<u><u>276</u></u>

### 6 Support costs

	Support costs £	Governance costs £	2020 Support costs £	Governance costs £	2019 £
NNDR	12,948	-	12,948	-	-
Insurance	2,930	-	2,930	-	-
Bank charges	60	-	60	-	-
Subscriptions	188	-	188	-	-
Service charges	17,010	-	17,010	-	-
Audit fees	-	2,000	2,000	-	-
Legal and professional	-	3,197	3,197	-	-
	<u>33,136</u>	<u>5,197</u>	<u>38,333</u>	<u>-</u>	<u>-</u>
	<u><u>33,136</u></u>	<u><u>5,197</u></u>	<u><u>38,333</u></u>	<u><u>-</u></u>	<u><u>-</u></u>
Analysed between					
Charitable activities	33,136	5,197	38,333	-	-
	<u>33,136</u>	<u>5,197</u>	<u>38,333</u>	<u>-</u>	<u>-</u>
	<u><u>33,136</u></u>	<u><u>5,197</u></u>	<u><u>38,333</u></u>	<u><u>-</u></u>	<u><u>-</u></u>

Governance costs includes payments to the auditors of £2,000 (2019- £Nil) for audit fees.

### 7 Directors

None of the directors (or any persons connected with them) received any remuneration or benefits from the charity during the year.

# CITY COLLEGE PETERBOROUGH FOUNDATION

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2020

### 8 Employees

There were no employees during the year.

### 9 Tangible fixed assets

	Freehold land and buildings £
<b>Cost</b>	
Additions	4,660,000
At 31 July 2020	<u>4,660,000</u>
<b>Depreciation and impairment</b>	
Depreciation charged in the year	77,200
At 31 July 2020	<u>77,200</u>
<b>Carrying amount</b>	
At 31 July 2020	<u><u>4,582,800</u></u>

### 10 Financial instruments

	2020 £	2019 £
<b>Carrying amount of financial assets</b>		
Bank and cash	190,923	11,506
Measured at cost	<u>190,923</u>	<u>11,506</u>
<b>Carrying amount of financial liabilities</b>		
Measured at cost	<u>-</u>	<u>-</u>

### 11 Debtors

	2020 £	2019 £
<b>Amounts falling due within one year:</b>		
Other debtors	2,436	-
Prepayments and accrued income	28,350	-
	<u>30,786</u>	<u>-</u>

### 12 Creditors: amounts falling due within one year

	2020 £	2019 £
Accruals and deferred income	24,563	-
	<u>24,563</u>	<u>-</u>

## CITY COLLEGE PETERBOROUGH FOUNDATION

### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2020

#### 13 Endowment funds

Endowment funds represent assets which must be held permanently by the charity. Income arising on the endowment funds can be used in accordance with the objects of the charity and is included as unrestricted income. Any capital gains or losses arising on the assets form part of the fund.

Permanent endowments	Movement in funds					Movement in funds					
	Balance at 1 August 2018	Incoming resources	Resources expended	Transfers gains	Revaluations and losses	Balance at 1 August 2019	Incoming resources	Resources expended	Transfers gains	Revaluations and losses	Balance at 31 July 2020
Property fund	£ -	£ -	£ -	£ -	£ -	£ -	£ 4,660,000	£ (77,200)	£ -	£ -	£ 4,582,800
	£ -	£ -	£ -	£ -	£ -	£ -	£ 4,660,000	£ (77,200)	£ -	£ -	£ 4,582,800

The property fund represents the net book value of the property that was donated by Peterborough City Council. Expenditure relates to depreciation to reduce the asset's useful economic life.

Income generated by this asset is recognised as unrestricted income.

# CITY COLLEGE PETERBOROUGH FOUNDATION

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2020

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### 14 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Movement in funds		Movement in funds			
	Balance at 1 August 2018 £	Incoming resources £	Balance at 1 August 2019 £	Incoming resources £	Resources expended £	Balance at 31 July 2020 £
Kingfisher Centre	3,788	-	3,788	-	-	3,788
Meet & Eat	1,010	-	1,010	-	-	1,010
PCVS grant	-	-	-	3,000	(3,000)	-
	<u>4,798</u>	<u>-</u>	<u>4,798</u>	<u>3,000</u>	<u>(3,000)</u>	<u>4,798</u>

Kingfisher Centre - this relates to funds raised in fundraising activities prior to Day Opportunities becoming part of City College Peterborough. The funds are for the purposes of purchasing specialist equipment for people we support at the Kingfisher Centre.

Meet & Eat - this relates to funds raised and expended for regular social dining events as part of the community Meet & Eat initiative.

PCVS grant - this is to support the work of the College in its catering activity during lockdown.

**CITY COLLEGE PETERBOROUGH FOUNDATION**

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**FOR THE YEAR ENDED 31 JULY 2020**

**15 Analysis of net assets between funds**

	Unrestricted funds 2020	Restricted funds 2020	Endowment funds 2020	Total 2020	Unrestricted funds 2019	Restricted funds 2019	Total 2019
Fund balances at 31 July 2020 are represented by:							
Tangible assets	£ -	£ -	£ 4,582,800	£ 4,582,800	£ -	£ -	£ -
Current assets/(liabilities)	192,348	4,798	-	197,146	6,708	4,798	11,506
	<u>192,348</u>	<u>4,798</u>	<u>4,582,800</u>	<u>4,779,946</u>	<u>6,708</u>	<u>4,798</u>	<u>11,506</u>

# CITY COLLEGE PETERBOROUGH FOUNDATION

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2020

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### 16 Related party transactions

There were no disclosable related party transactions during the year (2019 - none).

### 17 Control

No one individual has overall control of the charitable company.

### 18 Post balance sheet event

In September 2020 the trustees of the charity agreed to the incorporation of a wholly owned trading subsidiary which was created in order for the charity to take on responsibility for running cultural, heritage and library services on behalf of Peterborough City Council. On the 1st of October the trading subsidiary, named City Culture Peterborough Limited, assumed this responsibility and now undertakes the operational management of 10 libraries, archives, the Peterborough Museum and Art Gallery, Flag Fen Archaeology Park, and the Key Theatre within Peterborough.

City Culture Peterborough is a separate company limited by shares where the charity is the sole shareholder. The 3 directors of the company are also trustees of the charity and the charity will consolidate the accounts of City Culture Peterborough LTD in its next reporting period.

### 19 Analysis of changes in net funds

The charity had no debt during the year.

20 Cash generated from operations	2020 £	2019 £
Surplus/(deficit) for the year	4,768,440	(276)
Adjustments for:		
Donation of property	(4,660,000)	-
Depreciation and impairment of tangible fixed assets	77,200	-
Movements in working capital:		
(Increase) in debtors	(30,786)	-
Increase in creditors	24,563	-
<b>Cash generated from/(absorbed by) operations</b>	<b>179,417</b>	<b>(276)</b>



This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.