

NORTH ROAD ACADEMY
NORTH ROAD
COBRIDGE
STOKE ON TRENT
STAFFORDSHIRE
ST6 2BP



02nd August 2024

Parent Contract Addendum: Implementation of VAT Rules

Effective Date: 1st August 2024

Dear Parents/Guardians,

Asalaamualaikum wa rahmatullaahi wa barakatuhu,

We are writing to inform you about the new Value Added Tax (VAT) regulations that will affect our school fees and certain services provided by North Road Academy. The government has recently mandated that all private independent schools must comply with these VAT rules. Below, we outline the key changes and how they will impact you:

1. VAT on School Fees:

- As per the new regulations, VAT will be applied to the tuition fees charged by our school. The current VAT rate is set at 20%, which will be added to the existing tuition fees.
- As of the **1st January 2025**, the government will introduce 20% VAT on education and boarding services provided for a charge by private schools in the UK.
- The 20% VAT will apply to pre-payments of fees for terms starting on or after **1st January 2025**, or any payment made on or after **29th July 2024**.
- In relation to this Academic year 2024/25, the VAT will only apply to the last 2 Academic terms. However, from Academic year 2025/26 onwards, the VAT will apply to the entire Academic year
- Based upon the above, an example of your children(s) annual fees in respect of a **full Academic year in relation to 2024/25** would therefore alter as follows:
 - Primary (KS1 and KS2) - £4,800.00
 - Secondary (KS3 and KS4) - £5,160.00

Therefore, fees in relation to **2 Academic terms in relation to 2024/25** would be due as follows:

- **Primary (KS1 and KS2) - £4,533.32**
- **Secondary (KS3 and KS4) - £4,873.33**

2. Invoicing and Payment:

- All invoices issued after the 1st August 2024 will include a breakdown of the tuition fees and applicable VAT.
- Parents are required to ensure that the total amount, including VAT, is paid by the due date specified on the invoice

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3. Record Keeping:

- We will maintain detailed records of all VAT charges and payments.

4. Financial Assistance:

- We understand that the implementation of VAT may pose a financial challenge for some families however this is through no choice of North Road Academy but rather is now legally binding upon all independent schools since the newly elected Government.

5. Compliance and Queries:

- North Road Academy is committed to full compliance with the new VAT regulations. Should you have any questions or require further clarification on how these changes affect you, please do not hesitate to reach out to us by contacting the admin office.

6. Acknowledgement:

- By signing this addendum, you acknowledge that you have read and understood the new VAT rules and agree to comply with the updated payment terms as outlined above.

Please note that this Addendum should be read in conjunction with and alongside your original Parent Contract/Admissions Form.

We appreciate your cooperation and understanding as we implement these necessary changes. Our primary goal remains to provide a high-quality education and support for your child(ren).

Yours Sincerely,

Ustaadh Naeem Bashir

Headteacher

North Road Academy Limited

Acknowledgement of VAT Rules Addendum

We, the undersigned, have read and understood the new VAT rules as outlined in this addendum and agree to the updated payment terms. **(Please complete a separate form each individual child)**

Child Name: _____

Year Group: _____

Parent/Guardian 1 – Name: _____

Parent/Guardian 2 – Name: _____

Signature: _____

Signature: _____

Date: _____

Date: _____