

MOSTYN HOUSE SCHOOL
(A COMPANY LIMITED BY GUARANTEE)
ANNUAL REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 JULY 2008

Company No 3079131 (England and Wales)

Registered Charity No 1048117

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MOSTYN HOUSE SCHOOL

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MOSTYN HOUSE SCHOOL

Company Information

Registered Office and principal address	Mostyn House School Parkgate Wirral Cheshire CH64 6SG
Company Number	3079131
Registered Charity Number	1048117
Headmistress	S M T Grenfell
Trustees and Directors	R G L Dale-Jones S M T Grenfell S Burrows C J Allan
Company Secretary	R G L Dale-Jones
Bankers	Barclays Bank Plc Liverpool City Office 4 th Floor 15 – 33 Moorfields Liverpool BX3 2BB Bank of Scotland Plc Douglas House 117 Foregate Street Chester CH1 1HE National Westminster Bank Plc 115 Deansgate Manchester M3 2NW
Auditors	Kemp and Co Chartered Accountants and Registered Auditors 202 Cotton Exchange Building Old Hall Street Liverpool L3 9LQ

MOSTYN HOUSE SCHOOL

The Trustees' Report for the year ended 31 July 2008

The Trustees present their annual report for the year ended 31 July 2008 under the Charities Act 1993, together with the audited accounts for the year, and confirm that the latter comply with the requirements of the Act, the Trust Deed and the Charities SORP 2005.

REFERENCE AND ADMINISTRATIVE INFORMATION

The Charity is registered with the Charity Commission under Charity Number 1048117. Particulars of the directors and trustees and professional advisors are given on page 1.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

Mostyn House School became a charitable trust in 1979. The charity was incorporated in 1996.

Governing Body

The governors of the school are also its Charity Trustees and Directors as listed on page 1.

Recruitment and Training of Governors

The Charity has a detailed policy on the recruitment, induction and training of new governors that complies with the recommendations of the Charity Commission. The policy ensures that nominees are eligible to serve, personally competent and have necessary specialist skills. No new governors were appointed in the year ending 31st July 2008 but Mrs J Lance resigned her appointment on 12 May 2008.

Organisational Management

The governors of the school are legally responsible for the overall management and control of the school. The governors meet, on average, six times a year. The governing body has no sub-committees so all aspects of the school's management are reviewed by the full governing body.

The day-to-day running of the school is delegated to the Headmistress and her senior management team.

Risk Management

The Board of Governors is responsible for the management of risks faced by the school. Detailed management of risks is delegated to the senior management team. Risks are identified, assessed and controls established throughout the year.

The key controls used by the Charity include:

- Formal agendas for all Board meetings
- Comprehensive strategic planning, budgeting and management accounting
- Established organizational structure and lines of reporting
- Formal written policies
- Clear authorization and approval levels
- Vetting procedures as required by law for the protection of the vulnerable

Through the risk management process, the governors are satisfied that the major risks identified have been adequately mitigated where necessary. It is recognized that systems can only provide reasonable, but not absolute assurance, that major risks have been adequately managed.

MOSTYN HOUSE SCHOOL
The Trustees' Report
for the year ended 31 July 2008 (cont'd)

AIMS, OBJECTIVES AND ACTIVITIES

Charitable Objectives

The objects as set out in the Memorandum and Articles of Association are to promote and provide for the advancement of education and in connection therewith to conduct, carry on, acquire and develop any boarding or day college, school or nursery for the education of children of both sexes and of any age.

Aims and Intended Impact

Within these Objectives, the school's policy is to attain the highest academic levels whilst allowing pupils to benefit from its extra-curricular programme and so to develop their full potential and grow into mature, thoughtful young adults. There have been no changes in the policy since the previous year end.

Objectives for the year

The main focus of the year has been on the continued achievement of academic performance with a more effective use of assessment for learning. Other major objectives have been to develop further links with the community; to further establish the Study Room and EAL departments as regional centres of excellence; to continue to provide a broad range of extra curricular and sporting opportunities; and to further refine the school's marketing strategy.

Strategies to achieve the year's objectives

These have included: the sharing of good practice among staff and consideration of new assessment procedures; the development of closer links with feeder schools and local associations such as the Parkgate Society; the continued provision of daily activities during the timetabled day and optional out of school activities; initial preparation for the next ISI inspection; development and enhancement of the staff marketing committee.

Principal activities of the year

The provision of education to boys and girls from six weeks of age in the School Nursery to 18 years of age in the VIth Form is the principal activity of the school. The School continues to provide specialist education for pupils with specific learning difficulties and for pupils for whom English is an additional language.

REVIEW OF ACHIEVEMENTS AND PERFORMANCE FOR THE YEAR

Operational performance of the school

The GCSE performance of the Year 11 pupils in 2008 once again showed good added value with 76% of all grades achieved being A*-C. All core GCSE subjects (English Language, English Literature, Mathematics and Science) secured results considerably above the national average with Science results being very good (88% A*-C). Four subjects achieved 100% A*-C. At A Level, 75% of all grades achieved were A-C – an excellent result for a mixed ability entry. All students achieved results which enabled them to go on to the university of their choice.

Pupils' performance and attainment continued to be monitored through a series of internal tests and standardised tests. NFER papers in English and Maths are sat annually by pupils from Year 1 to Year 9 so that teaching staff may assess and monitor progress. The attainment grades awarded by the school (which are linked formally to National Curriculum Level descriptors) were again scrutinised by key stage co-ordinators as part of the assessment and quality assurance procedures.

MOSTYN HOUSE SCHOOL

The Trustees' Report for the year ended 31 July 2008 (cont'd)

Operational performance of the school (cont'd)

The senior management continued to review the performance of the teaching staff and to work with the staff to review the quality of teaching and learning in different subject areas. The school remains committed to an ongoing programme of review and development so that all aspects continue to improve. The academic meetings enabled staff to discuss good practice, particularly in relation to broadening the range of teaching strategies to meet the learning styles of individual pupils.

The link with Gayton Primary School continued. The school's Design Technology and Home Economics staff organised a day for Gayton's Year Six pupils to learn to use DT and HE equipment and develop their designing and making skills.

To continue to build community links and to improve sporting facilities, the school has continued to work with the local Phoenix Shooters Association to convert the former WW2 air raid shelter, which was later used for indoor cricket practice, into a miniature .22 rifle range. The range was officially opened early in 2008.

The School continues to allow access to the School's facilities for various community groups and organisations. The Keith Arnold Swimming School teaches local children to learn to swim in the school pool in the evenings and at weekends. The Wirral Academy of Performing Arts teaches drama, singing and dance to local children in the school buildings on Saturdays. Each summer holidays the Heswall Community Volunteer Service organises two weeks of summer courses in swimming, sport and arts at the school for local children. Other charities and community groups requiring venues for meetings or functions also use the school buildings.

There were many Library events organised during the year. These included: a visit from author and poet Paul Cookson; a fancy dress competition for World Book Day; book fairs, readathons and visits to Neston Library.

The pupils' sporting and extra curricular successes during the year were many. One of our Year 10 pupils was ranked in the top 30 tennis players nationally for her age. A Year 10 boy was selected to train with the under 15 Midlands Conference ice hockey team. A Year 11 boy became the youngest member of the Junior Great Britain sailing team competing in the Laser 4.7 world championships. The junior girls rounders team won the ISA North tournament. Our athletes and cross country runners enjoyed conspicuous success in Cheshire schools competitions and in regional and national ISA and IAPS meetings – particularly the Year 8 boys relay team. In the highly competitive West Cheshire Athletics Club schools meeting, Mostyn House pupils broke three meeting records.

In addition to all of these achievements the school offered pupils the opportunities to: travel overseas with a Spanish trip to Andalucia; go on residential visits (Sixth Form watersports course in Anglesey); develop and practise fieldwork skills in various different subjects; perform on stage; sing and perform music in concerts or in school Chapel services; participate in the Duke of Edinburgh Award Scheme; work together in their houses to raise money for their chosen charities; develop their skills in a wide range of hobbies and sports.

Fundraising performance

During the year the school received £ 11,469 by way of donations and income of £ 26,672 from fundraising activities.

MOSTYN HOUSE SCHOOL
The Trustees' Report
for the year ended 31 July 2008 (cont'd)

FINANCIAL REVIEW AND RESULTS FOR THE YEAR

Total income achieved from School fees increased slightly during the year despite a small reduction in pupil numbers and the result for the year exceeded budget. The school continues to monitor operating costs carefully and these have remained reasonably static despite the fall in the number of pupils from 200 to 192.

The Trustees are satisfied with the surplus achieved by the school on school activities but are conscious of the need to maintain or improve pupil numbers.

The Trustees are conscious of the need to build up the free reserves of the school towards a level that equates with a full term's expenditure in accordance with the generally accepted view in the Independent Schools sector.

FUTURE PLANS

The school development plan sets out the following targets for 2008 – 2009:

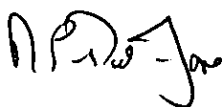
- Improve quality assurance in line with ISI framework: continue to embed the performance review cycle;
- Further empower pupils as learners through target setting and awareness of different learning styles;
- Continue to improve leadership opportunities for pupils;
- Continue to improve recording, reporting and use of assessment data with a focus on assessment for learning;
- Review the school's curriculum, key stage by key stage, to evaluate potential revisions and to ensure best practice;
- Successfully implement arrangements for the revised school timetable;
- Further recruitment of directors;
- Reviewing the requirements for school governance and increasing awareness of educational issues amongst the governing body;
- Further development of the Griffin Project;
- Review scholarships and bursaries;
- Further develop the Old Mostynians Association.

AUDITORS

The Auditors, Kemp & Co, will be proposed for re-appointment in accordance with section 385 of the Companies Act 1985 at the Annual General Meeting.

SMALL COMPANY EXEMPTION

This report, which has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies, was approved by the Trustees on 19 January 2009 and signed on its behalf by:



R G L Dale – Jones
Company Secretary & Trustee

MOSTYN HOUSE SCHOOL
Statement of Trustees' Responsibilities

The purpose of this statement is to distinguish the Directors' responsibilities for the accounts from those of the auditors as stated in their report.

Company law requires the Directors to prepare accounts for each financial year which give a true and fair view of the state of affairs of the company and of its net income or expenditure for the year.

In preparing the accounts the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the accounts; and
- prepare the accounts on the going concern basis unless it is inappropriate to assume that the company will continue in business.

The Directors are responsible for keeping proper accounting records which disclose, with reasonable accuracy, the financial position of the company at any time, and to enable them to ensure that the accounts comply with the Companies Act 1985. They are also responsible for safeguarding the company's corporate assets and those of its trust funds and ensuring their proper application in accordance with charity law, and hence for taking reasonable steps for the prevention and detection of error, fraud or other irregularities.

MOSTYN HOUSE SCHOOL
Independent Auditors' Report to the Members of
Mostyn House School

We have audited the accounts of Mostyn House School for the year ended 31 July 2008 which comprise the Statement of Financial Activities, the Balance Sheet and the related notes set out on pages 9 to 19. These financial statements have been prepared under the accounting policies set out on pages 11 to 13.

This report is made solely to the company's members, as a body, in accordance with s.235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters which 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 company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of Trustees and Auditors

The trustees, who are directors of the charity for the purposes of company law, are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Trustees' Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985 and whether the information given in the Trustees' Report is consistent with the financial statements.

In addition we report to you if, in our opinion the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and other transactions is not disclosed.

We read other information contained in the Annual Report, and consider whether it is consistent with the audited financial statements. This other information comprises only the Trustees' Report. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) 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 Directors 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 assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularities or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

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MOSTYN HOUSE SCHOOL
Independent Auditors' Report to the Members of
Mostyn House School (cont'd)

Opinion

In our opinion

- the financial statements give a true and fair view, in accordance with the United Kingdom Generally Accepted Accounting Practice applicable to smaller entities, of the state of the charitable company's affairs as at 31 July 2008 and of its incoming resources, including its income and expenditure for the year then ended.
- the financial statements have been properly prepared in accordance with the Companies Act 1985; and
- the information given in the Trustees' Report is consistent with the financial statements.



Kemp & Co
Chartered Accountants and
Registered Auditors
202 Cotton Exchange Building
Old Hall Street
Liverpool
L3 9LQ

23 March 2009

MOSTYN HOUSE SCHOOL

Statement of Financial Activities for the year ended 31 July 2008

	Notes	Unrestricted Funds	Restricted Funds	2008 Total Funds	2007 Total Funds
		£	£	£	£
INCOMING RESOURCES					
Income from Charitable Activities					
School Fees receivable	1	1,917,131	-	1,917,131	1,902,968
Registration fees		-	-	-	4,200
Other income		1,501	-	1,501	2,038
Incoming Resources from Generated Funds					
Activities for generating funds		24,129	2,543	26,672	22,431
Investment income		859	801	1,660	1,176
Donations	1	<u>735</u>	<u>10,734</u>	<u>11,469</u>	<u>5,301</u>
Total incoming resources		<u>1,944,355</u>	<u>14,078</u>	<u>1,958,433</u>	<u>1,938,114</u>
RESOURCES EXPENDED					
Charitable Activities					
School operating costs		1,861,673	-	1,861,673	1,830,939
Costs of generating funds					
Costs of generating voluntary income		1,000	2,305	3,305	8,023
Bank & other interest	5	14,862	-	14,862	18,625
Governance costs		<u>10,000</u>	<u>-</u>	<u>10,000</u>	<u>10,000</u>
Total resources expended	4	<u>1,887,535</u>	<u>2,305</u>	<u>1,889,840</u>	<u>1,867,587</u>
Net incoming resources before transfer		56,820	11,773	68,593	70,527
Transfers between funds		<u>379</u>	<u>(379)</u>	<u>-</u>	<u>-</u>
Net incoming resources		57,199	11,394	68,593	70,527
Fund balances brought forward					
at 1 August 2007		<u>332,898</u>	<u>79,314</u>	<u>412,212</u>	<u>341,685</u>
Fund balance carried forward at 31 July 2008		<u><u>390,097</u></u>	<u><u>90,708</u></u>	<u><u>480,805</u></u>	<u><u>412,212</u></u>

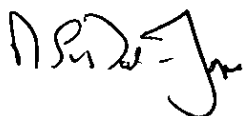
The notes on pages 11 to 19 form part of these financial statements.

MOSTYN HOUSE SCHOOL

Balance Sheet as at 31 July 2008

	Notes	£	2008 £	£	2007 £
Fixed assets					
Tangible assets	6		720133		757654
Current assets					
Stocks	7	32056		30904	
Debtors	8	59259		55021	
Cash at bank and in hand		<u>73414</u>		<u>86210</u>	
		164729		172135	
Creditors: amounts falling due within one year	9	<u>259122</u>		<u>356938</u>	
Net current liabilities			(94393)		(184803)
Total assets less current liabilities			625740		572851
Creditors: amounts falling due after more than one year	10		(144935)		(160639)
Net assets			<u>480805</u>		<u>412212</u>
Financed by:					
Reserves	11		<u>480805</u>		<u>412212</u>

The financial statements, which have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies, were approved by the Board on 19 January 2009 and signed on its behalf by:



R G L Dale-Jones
Trustee

The notes on pages 11 to 19 form part of these financial statements.

MOSTYN HOUSE SCHOOL

Notes to the Accounts for the year ended 31 July 2008

1 Accounting policies

Basis of preparation of the accounts

The accounts are prepared under the historical cost convention and include the results of the charity's operations which are described in the Trustees' and Directors Report and all of which are continuing.

The accounts are prepared under the Companies Act 1985 on the historical cost convention and in accordance with applicable accounting standards and the Statement of Recommended Practice on Accounting and Reporting by Charities: the Charities SORP 2005.

Fees

Fees receivable consist of charges billed for the school year ending 31 July less bursaries and allowances. Fees received for education to be provided in future years are carried forward as deferred income.

Donations

Donations receivable for the general purposes of the Charity are credited to "other unrestricted funds", to distinguish them from direct school income. Donations for purposes restricted by the wishes of the donor are taken to "restricted funds" where these wishes are legally binding on the Governors. Donated fixed assets are capitalised at cost to the donor and depreciated in accordance with the school's depreciation policy.

Resources expended

Direct and Overhead Expenditure

Expenditure is summarized under functional headings either on a direct cost basis or, for overhead costs, apportioned according to management estimates of staff time spent. The irrecoverable element of VAT is included with the item of expense to which it relates.

Teaching materials

Supplies of games equipment, books, stationery and sundry materials are written off to the General Revenue account as soon as the expenditure on procuring them is incurred.

Fixed assets

Capitalisation and replacement

Items costing more than £500 are capitalised and carried in the Balance Sheet at historic cost. Items costing less than £500 are capitalised only where they form part of a larger project.

MOSTYN HOUSE SCHOOL
Notes to the Accounts
for the year ended 31 July 2008 (cont'd)

Depreciation

Depreciation is calculated so as to write off the cost of an asset, net of anticipated disposal proceeds, over the useful economic life of the asset as follows:

Leasehold property	Over the life of the lease
Leasehold improvements	5% reducing balance
Fixtures & fittings	10-20% reducing balance
Computer equipment	20% straight line
Motor vehicles	25% reducing balance
Swimming pool	Over life of the lease

Stock

Stock has been valued at the lower of cost and net realisable value.

Hire purchase contracts

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged against the Income and Expenditure Account so as to produce a constant periodic rate of charge on the remaining balance of the obligation for each accounting period.

Finance lease agreements

Assets held under finance leases where substantially all of the benefits and risks of ownership accrue to the lessee, are capitalised and disclosed under tangible fixed assets at their fair value. The assets are depreciated over the shorter of the lease terms or their useful economic life. The capital element of the future payments is treated as a liability. The total finance charge for each lease is charged against the Income and Expenditure Account so as to produce a constant periodic rate of charge on the remaining balance of the obligation for each accounting period.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged in the SOFA on a straight line basis over the lease term.

Taxation

The school is registered under the Charities Act 1993 and satisfies the requirements for full tax exemption. Therefore no taxation charge arises on any annual surplus.

MOSTYN HOUSE SCHOOL
Notes to the Accounts
for the year ended 31 July 2008 (cont'd)

Pensions

The school contributes to the Teachers' Superannuation Scheme at rates set by the Scheme Actuary and advised to the school by the Scheme Administrator. The Scheme is a multi-employer pension and it is not possible to identify the assets and liabilities of the Scheme, which are attributable to the Charity. In accordance with FRS17 the Scheme is accounted for as a defined contribution scheme and contributions are accounted for when advised as due by the Scheme Administrator.

The school also operates a defined contribution scheme for certain members of the administrative and other non-teaching staff and these contributions are accrued accordingly.

Cash Flow Statement

The company qualifies as a small company and as such is exempt from the requirement to prepare a cash flow statement under FRS1 (Revised) Cash Flow Statement.

2 Staff costs

The aggregate costs of the school's employees were:	2008	2007
	£	£
Wages & salaries	1335928	1339337
Social security costs	100212	102381
Other pension costs	<u>128711</u>	<u>125279</u>
	<u>1564851</u>	<u>1566997</u>

The average number of full and part-time staff employed by the school during the year was 80 (2007 80).

3 Director's emoluments

The Director's emoluments, including pensions and benefits in kind were:	2008	2007
	£	£
Emoluments of Executive Directors	<u>60481</u>	<u>58850</u>

During the year, retirement benefits were accruing to 1 director (2007 - 1) in respect of money purchase pension scheme.

MOSTYN HOUSE SCHOOL
Notes to the Accounts
for the year ended 31 July 2008 (cont'd)

4 Expenditure – Analysis of Total Resources Expended

	Staff Costs £	Other £	Depreci ation £	Total £
Direct Charitable Expenditure				
Teaching costs	1157843	39344	18830	1216017
Welfare	116705	(19620)	-	97085
Premises	58828	123499	16065	198392
Support cost for schooling	257750	86557	5872	350179
	1591126	229780	40767	1861673
Cost of generating funds				
Costs of generating voluntary income	-	3305	-	3305
Bank and other interest	-	14862	-	14862
Governance costs	1000	9000	-	10000
	<u>1592126</u>	<u>256947</u>	<u>40767</u>	<u>1889840</u>

Expenditure – Other disclosures

	2008 £	2007 £
Charitable expenditure includes:		
Loss on disposal of fixed assets	2	2070
Hire of plant & machinery	9890	3869
Depreciation	40767	35738
Directors and officers liability insurance costs	2100	3018
Governance costs include:		
Auditors' remuneration - for audit services	7000	6650
- for other services	2000	2350

5 Interest payable

	2008 £	2007 £
On bank loans & overdrafts		
Repayable within 5 years not by instalments	2394	3266
Repayable within 5 year by instalments	-	1640
Repayable wholly or partly in more than 5 years	<u>12468</u>	<u>12967</u>
	14862	17873
On hire purchase contracts	<u>-</u>	<u>752</u>
	<u>14862</u>	<u>18625</u>

MOSTYN HOUSE SCHOOL

Notes to the Accounts for the year ended 31 July 2008 (cont'd)

6 Tangible fixed assets

	Long Leasehold Properties	Leasehold Improvements	Fixtures, Fittings & Computer Equipment	Swimming Pool	Motor Vehicles	Total
	£	£	£	£	£	£
Cost						
At 1 August 2007	400000	395022	367891	213440	23487	1399840
Additions	-	-	3248	-	-	3248
Disposals	-	-	(4559)	-	-	(4559)
At 31 July 2008	<u>400000</u>	<u>395022</u>	<u>366580</u>	<u>213440</u>	<u>23487</u>	<u>1398529</u>
Depreciation						
At 1 August 2007	105286	197651	271943	58858	8448	642186
Charge	4040	9869	18830	2156	5872	40767
Relating to disposals	-	-	(4557)	-	-	(4557)
At 31 July 2008	<u>109326</u>	<u>207520</u>	<u>286216</u>	<u>61014</u>	<u>14320</u>	<u>678396</u>
Net Book Value						
At 31 July 2008	<u>290674</u>	<u>187502</u>	<u>80364</u>	<u>152426</u>	<u>9167</u>	<u>720133</u>
At 31 July 2007	<u>294714</u>	<u>197371</u>	<u>95948</u>	<u>154582</u>	<u>15039</u>	<u>757654</u>

All fixed assets are used in connection with the charitable purposes of the school.

Hire purchase and finance lease agreements

Included within the net book value of fixtures, fittings & computer equipment is £ - (2007 £1504) relating to assets held under hire purchase agreements. The depreciation charges in the period in respect of assets held under hire purchase agreements amounts to £ - (2007 £770).

7 Stocks	2008	2007
	£	£
Total stock	<u>32056</u>	<u>30904</u>
8 Debtors	2008	2007
	£	£
Due within one year		
Fee debtors	22858	23518
Prepayments and accrued income	<u>36401</u>	<u>31503</u>
	<u>59259</u>	<u>55021</u>

MOSTYN HOUSE SCHOOL

Notes to the Accounts for the year ended 31 July 2008 (cont'd)

9	Creditors: amounts falling due within one year	2008	2007
		£	£
	Bank loans and overdrafts	62197	122110
	Expense creditors	147112	186322
	Other taxes and social security costs	34342	32657
	H P and finance leases	-	1504
	Accruals and deferred income	<u>15471</u>	<u>14345</u>
		<u>259122</u>	<u>356938</u>

The following debts disclosed under creditors falling due within one year are secured:

Bank loans and overdrafts	<u>62197</u>	<u>122110</u>
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The bank loans and overdrafts are secured by legal mortgage dated 29 November 1996 over Mostyn House School and a Mortgage Debenture over all of the company's assets.

10	Creditors: amounts falling due after more than one year	2008	2007
		£	£
	Bank loans and overdrafts	144935	160639
	H P and finance leases	<u>-</u>	<u>-</u>
		<u>144935</u>	<u>160639</u>

The following debts disclosed under creditors falling due after more than one year are secured:

	2008	2007
	£	£
Bank loans and overdrafts	<u>144935</u>	<u>160639</u>

For further details of the security see note 9.

Bank loans and overdrafts are repayable as follows:

	£	£
In one year or less	62197	122110
Between one and two years	17278	16074
Between two and five years	59942	55758
In five years or more	<u>67715</u>	<u>88807</u>
	<u>207132</u>	<u>282749</u>

MOSTYN HOUSE SCHOOL

Notes to the Accounts for the year ended 31 July 2008 (cont'd)

11	Reserves	2008	2007
		£	£
	Unrestricted funds	390097	332898
	Restricted funds	<u>90708</u>	<u>79314</u>
		<u>480805</u>	<u>412212</u>
		2008	2007
		£	£
	Movement on reserves		
	At 1 August 2007	412212	341685
	Surplus for the financial year	<u>68593</u>	<u>70527</u>
	At 31 July 2008	<u>480805</u>	<u>412212</u>

Movement in funds

Unrestricted funds: Movements in year

	Balance 1 August 2007 £	Income £	Expended £	Transfers £	Balance 31 July 2008 £
General school fund	320446	2156443	2098492	379	378776
General unrestricted fund	4904	-	-	-	4904
Benefactors fund	7548	844	1975	-	6417
	<u>332898</u>	<u>2157287</u>	<u>2100467</u>	<u>379</u>	<u>390097</u>

The unrestricted school funds are held to finance normal fluctuations in working capital.

Restricted funds: Movement in year

	Balance 1 August 2007 £	Income £	Expended £	Transfers £	Balance 31 July 2008 £
Bells fund	23159	315	-	-	23474
Organ restoration fund	492	7	-	-	499
Library fund	7751	-	-	(379)	7372
Development Fund	47462	8693	(1868)	-	54287
Cochrane fund	450	5063	(437)	-	5076
	<u>79314</u>	<u>14078</u>	<u>(2305)</u>	<u>(379)</u>	<u>90708</u>

Mostyn House School is dedicated to providing continued service to both the School community and to the community at large. The purpose of the Development Fund is to provide financial resources for the successful completion of the Griffin Project, the aim of which is to rebuild the current Theatre and Covered Playground to provide a modern, integrated facility for theatrical and sporting activity that will enhance opportunities for pupils of the School and be available for local community usage. The Cochrane Fund exists to enhance the provision and opportunity for sporting excellence.

MOSTYN HOUSE SCHOOL
Notes to the Accounts
for the year ended 31 July 2008 (cont'd)

11 Reserves (cont'd)

Net Assets of the Funds of the Charity

The charity's net assets belong to the various funds as follows:

	Fixed Assets £	Net Current Liabilities £	Long Term Liabilities £	Fund Balances £
Unrestricted funds	712941	(177909)	(144935)	390097
Restricted funds	<u>7192</u>	<u>83516</u>	<u>-</u>	<u>90708</u>
Charity	<u>720133</u>	<u>(94393)</u>	<u>(144935)</u>	<u>480805</u>

12 Pensions

The Charity participates in a multi employer defined benefits pension scheme, the Teachers' Pension Scheme (England and Wales) ("the Scheme"), for its teaching staff. As a result it is not possible or appropriate to identify the assets and liabilities of the Scheme which are attributable to the Charity.

In accordance with the Teachers' Pension (Amendment) Regulations based on the latest actuarial valuation of the scheme at 31 March 2004, the scheme has been attributed with notional assets less than the actuarial value of the scheme liabilities at that date of £ 1,840 million.

Following this valuation the standard contribution rate was raised from 19.5% to 20.5% from 1 January 2007, 6.4% to be paid by the teachers and the remaining 14.1% to be borne by the Charity.

The superannuation charge represents contributions payable to the fund of £122,727 (2007: £116,159).

The school also runs a scheme for its non-teaching staff, which is a defined contributions scheme. The cost for the year represents the schools contributions to the scheme of £5,984 (2007: £9,000).

13 Commitments under hire purchase and finance lease agreements

Future commitments under such agreements are as follows:

	2008 £	2007 £
Amounts payable within one year	-	2256
Amounts payable within two to five years	<u>-</u>	<u>-</u>
	-	2256
Less:		
Finance charges relating to future periods	<u>-</u>	<u>752</u>
	<u>-</u>	<u>1504</u>

MOSTYN HOUSE SCHOOL
Notes to the Accounts
for the year ended 31 July 2008 (cont'd)

14 Commitments under operating leases

The company has annual commitments under operating leases to make payments totalling £13166 in the next year as follows

	2008 £	2007 £
Agreements other than land and building expiring:		
Within one year	-	-
Within two to five years	<u>13166</u>	<u>3869</u>
	<u>13166</u>	<u>3869</u>

15 Transactions with Directors

The following Directors declared interests in contracts with the company in accordance with S317 of the Companies Act 1985 as follows:

- i Miss S M T Grenfell declared her interest in a contract of employment with the school.
- ii R G L Dale-Jones declared his interest as a legal adviser to the school in any contract to be entered into by the school with his firm. The school bought services to the value of £2641 on normal commercial terms from his firm during the year.

16 Capital commitments

Capital commitments contracted for amounted to £4982 (2007 £ -) existed at the year end. No amounts had been approved by the Directors but not contracted for, existed at either 31 July 2008 or 2007.

17 Contingent liabilities

No contingent liabilities existed at either 31 July 2008 or 2007.

18 Related parties

Miss S M T Grenfell, the current Headmistress, resides on the school's premises. She is responsible for the rates on the part in which she resides. She lives on the premises to provide security during non school hours.

The school has arranged liability cover, at no cost to the individuals concerned, for Directors, Officers, Trustees, Employees, Committee members and members of staff.