

**Report of the Trustees and  
Unaudited Financial Statements for the Year Ended  
31 August 2018  
for  
Winterfold House School Trust Limited**

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**Winterfold House School Trust Limited**  
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**for the Year Ended 31 August 2018**

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## **Winterfold House School Trust Limited**

### **Report of the Trustees**

#### **for the Year Ended 31 August 2018**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 August 2018. 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).

## **ACHIEVEMENT AND PERFORMANCE**

### **Objectives and charitable activities**

On 1 September 2016 the charitable company transferred all of its assets, liabilities and commitments to Bromsgrove School (charity number 1098740), with the exception cash deposits which will be held in accordance with its charitable objectives and in furtherance of the plans for the future and to service legacy liabilities as they may arise.

The Trustees confirm that they have complied with the duty in section 4 of the Charities Act 2011 to have due regard to the Charity Commission's general guidance on public benefit

## **FINANCIAL REVIEW**

### **Reserves policy**

At 31 August 2018, the charitable company had unrestricted reserves of £122,986. Having taken advice, the trustees consider that sufficient reserves have been retained post merger to service any liabilities as and when they may arise.

## **FUTURE PLANS**

Following the merger of the Charity's School Activities with those of Bromsgrove School, the Trustees will be overseeing the settlement of historic legal claims utilising the funds that were retained for this purpose.

## **STRUCTURE, GOVERNANCE AND MANAGEMENT**

### **Governing document**

The Company is governed by its Memorandum and Articles of Association dating from 1997.

### **Risk management**

The Trustees are responsible for the management of the risks faced by the charity. The Trustees are satisfied that the major risks identified have been adequately mitigated where necessary. It is recognised that systems can only provide reasonable but not absolute assurance that major risks have been adequately managed.

## **REFERENCE AND ADMINISTRATIVE DETAILS**

### **Registered Company number**

03298576 (England and Wales)

### **Registered Charity number**

1063133

### **Registered office**

Winterfold House  
Chaddesley Corbett  
Kidderminster  
Worcestershire  
DY10 4PL

### **Trustees**

Mrs M E Chapman M.A.  
J Eaton FCA

Following the merger on 1 September 2017, the remaining trustees oversee the day to day affairs of the charitable company.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

**Winterfold House School Trust Limited**  
**Report of the Trustees**  
**for the Year Ended 31 August 2018**

Approved by order of the board of trustees on 22 May 2019 and signed on its behalf by:

J Eaton FCA - Trustee

**Winterfold House School Trust Limited**  
**Statement of Financial Activities**  
(Incorporating an Income and Expenditure Account)  
for the Year Ended 31 August 2018

	Notes	Unrestricted fund £	Restricted funds £	31.8.18 Total funds £	31.8.17 Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>					
<b>EXPENDITURE ON</b>					
<b>Charitable activities</b>					
School operations		-	-	-	3,344,047
Legacy liabilities		1,579	-	1,579	8,028
<b>Total</b>		<u>1,579</u>	<u>-</u>	<u>1,579</u>	<u>3,352,075</u>
<b>NET INCOME/(EXPENDITURE)</b>		<u>(1,579)</u>	<u>-</u>	<u>(1,579)</u>	<u>(3,352,075)</u>
<b>RECONCILIATION OF FUNDS</b>					
<b>Total funds brought forward</b>		<u>124,565</u>	<u>-</u>	<u>124,565</u>	<u>3,476,640</u>
<b>TOTAL FUNDS CARRIED FORWARD</b>		<u><u>122,986</u></u>	<u><u>-</u></u>	<u><u>122,986</u></u>	<u><u>124,565</u></u>

**Winterfold House School Trust Limited**

**Balance Sheet  
At 31 August 2018**

	Notes	Unrestricted fund £	Restricted funds £	31.8.18 Total funds £	31.8.17 Total funds £
<b>CURRENT ASSETS</b>					
Cash at bank		173,698	-	173,698	198,681
<b>CREDITORS</b>					
Amounts falling due within one year	6	(50,712)	-	(50,712)	(74,116)
<b>NET CURRENT ASSETS</b>		<u>122,986</u>	<u>-</u>	<u>122,986</u>	<u>124,565</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>122,986</u>	<u>-</u>	<u>122,986</u>	<u>124,565</u>
<b>NET ASSETS</b>		<u>122,986</u>	<u>-</u>	<u>122,986</u>	<u>124,565</u>
<b>FUNDS</b>	7				
Unrestricted funds				122,986	124,565
Restricted funds:				-	-
<b>TOTAL FUNDS</b>				<u>122,986</u>	<u>124,565</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 August 2018.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 August 2018 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in
- (b) 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 charitable company.

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to charitable small companies.

The financial statements were approved by the Board of Trustees on 22 May 2019 and were signed on its behalf by:

J Eaton FCA-Trustee

**Winterfold House School Trust Limited**  
**Notes to the Financial Statements**  
**for the Year Ended 31 August 2018**

**1. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

The financial statements of the charitable company, 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 Companies Act 2006. The financial statements have been prepared under the historical cost convention.

**Going concern**

Having taken advice, sufficient reserves have been retained post transfer to service any legacy liabilities as and when they may arise.

**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 an exempt charity within the meaning of schedule 3 of the Charities Act 2011 and is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes.

**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.

**2. NET INCOME/(EXPENDITURE)**

Net income/(expenditure) is stated after charging/(crediting):

	<b>31.8.18</b>	31.8.17
	<b>£</b>	£
Auditors' remuneration	-	2,400
Accountancy	<u><b>900</b></u>	<u>-</u>

**3. TRUSTEES' REMUNERATION AND BENEFITS**

There were no trustees' remuneration or other benefits for the year ended 31 August 2018 nor for the year ended 31 August 2017.

**Trustees' expenses**

There were no trustees' expenses paid for the year ended 31 August 2018 nor for the year ended 31 August 2017.

**Winterfold House School Trust Limited**  
**Notes to the Financial Statements - continued**  
**for the Year Ended 31 August 2018**

**4. EXCEPTIONAL ITEMS**

On 1 September 2016 the charitable company transferred all of its assets, liabilities and commitments to Bromsgrove School (charity number 1098740), with the exception of cash deposits which are held in furtherance of the charitable company's plans for the future and to service legacy liabilities as they may arise.

The total amount recognised as a transfer comprised the following assets and liabilities:

	£
Tangible fixed assets	2,794,294
Current assets	867,470
Current liabilities	(656,522)
	<u>3,341,647</u>

**5. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES**

	Unrestricted fund £	Restricted funds £	Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>			
<b>EXPENDITURE ON</b>			
<b>Charitable activities</b>			
School operations	2,855,402	488,645	3,344,047
Legacy liabilities	8,028	-	8,028
<b>Total</b>	<u>2,863,430</u>	<u>488,645</u>	<u>3,352,075</u>
<b>NET INCOME/(EXPENDITURE)</b>	<u>(2,863,430)</u>	<u>(488,645)</u>	<u>(3,352,075)</u>
<b>RECONCILIATION OF FUNDS</b>			
<b>Total funds brought forward</b>	<u>2,987,995</u>	<u>488,645</u>	<u>3,476,640</u>
<b>TOTAL FUNDS CARRIED FORWARD</b>	<u>124,565</u>	<u>-</u>	<u>124,565</u>

**6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.8.18 £	31.8.17 £
Other creditors	49,812	71,716
Accruals and deferred income	900	2,400
	<u>50,712</u>	<u>74,116</u>

**Winterfold House School Trust Limited**  
**Notes to the Financial Statements - continued**  
**for the Year Ended 31 August 2018**

**7. MOVEMENT IN FUNDS**

	At 1.9.17 £	Net movement in funds £	At 31.8.18 £
<b>Unrestricted funds</b>			
General fund	124,565	(1,579)	122,986
<b>TOTAL FUNDS</b>	<u>124,565</u>	<u>(1,579)</u>	<u>122,986</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	-	(1,579)	(1,579)
<b>TOTAL FUNDS</b>	<u>-</u>	<u>(1,579)</u>	<u>(1,579)</u>

**Comparatives for movement in funds**

	At 1.9.16 £	Net movement in funds £	At 31.8.17 £
<b>Unrestricted Funds</b>			
General fund	2,987,995	(2,863,430)	124,565
<b>Restricted Funds</b>			
New building fund	172,912	(172,912)	-
Campaign for the Performing Arts	<u>315,733</u>	<u>(315,733)</u>	-
	488,645	(488,645)	-
<b>TOTAL FUNDS</b>	<u>3,476,640</u>	<u>(3,352,075)</u>	<u>124,565</u>

**Winterfold House School Trust Limited**  
**Notes to the Financial Statements - continued**  
**for the Year Ended 31 August 2018**

**7. MOVEMENT IN FUNDS - continued**

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

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	-	(2,863,430)	(2,863,430)
<b>Restricted funds</b>			
Campaign for the Performing Arts	-	(315,733)	(315,733)
New building fund	-	(172,912)	(172,912)
	-	(488,645)	(488,645)
<b>TOTAL FUNDS</b>	-	(3,352,075)	(3,352,075)

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.9.16 £	Net movement in funds £	At 31.8.18 £
<b>Unrestricted funds</b>			
General fund	2,987,995	(2,865,009)	122,986
<b>Restricted funds</b>			
New building fund	172,912	(172,912)	-
Campaign for the Performing Arts	315,733	(315,733)	-
	488,645	(488,645)	-
<b>TOTAL FUNDS</b>	3,476,640	(3,353,654)	122,986

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	-	(2,865,009)	(2,865,009)
<b>Restricted funds</b>			
New building fund	-	(172,912)	(172,912)
Campaign for the Performing Arts	-	(315,733)	(315,733)
	-	(488,645)	(488,645)
<b>TOTAL FUNDS</b>	-	(3,353,654)	(3,353,654)

**Winterfold House School Trust Limited**  
**Notes to the Financial Statements - continued**  
**for the Year Ended 31 August 2018**

**8. CONTINGENT LIABILITIES**

The School has been notified of three claims against it from former pupils.

On the basis of the information received to date upon each of the claims, any estimates of liability could only be very provisional and speculative. Therefore we are unable to make any reasonable quantification as to the extent of any liability.

The trustees consider that providing any further information in this regard would be expected to seriously prejudice the position of the charitable company in respect of the claims.

**9. RELATED PARTY DISCLOSURES**

There were no related party transactions for the year ended 31 August 2018.

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.