

COMPANY REGISTRATION NUMBER: 07292254
CHARITY REGISTRATION NUMBER: 1138194

Knowledge Schools Foundation Trust
Company Limited by Guarantee
Unaudited Financial Statements
31 August 2017



HAINES WATTS
Chartered accountant
Old Station House
Station Approach
Newport Street
Swindon
SN1 3DU

Knowledge Schools Foundation Trust

Company Limited by Guarantee

Financial Statements

Year ended 31 August 2017

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Knowledge Schools Foundation Trust

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Trustees' Annual Report (Incorporating the Director's Report)

Year ended 31 August 2017

The trustees, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31 August 2017.

Reference and administrative details

Registered charity name	Knowledge Schools Foundation Trust
Charity registration number	1138194
Company registration number	07292254
Principal office and registered office	8 Finstock Road London W10 6LT

The trustees

Mr T D M Young	(Appointed 27 February 2017)
Ms S L Hobart	
Mr T S Newman	
Ms C J Bondy	
Mrs C Roberts	(Appointed 16 May 2017)
Ms D Purdy	(Appointed 16 May 2017)
Mr C Lush	(Retired 10 January 2017)

Accountants

Haines Watts
Chartered accountant
Old Station House
Station Approach
Newport Street
Swindon
SN1 3DU

Knowledge Schools Foundation Trust

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Independent Examiner's Report to the Trustees of Knowledge Schools Foundation Trust

Year ended 31 August 2017

Structure, governance and management

Knowledge Schools Foundation Trust is a registered charity No 1138194 and registered company No 07292254. The governing document of the charity is its Memorandum and Articles of Association dated 20 May 2010. The charity was incorporated on 22 June 2010 as a company limited by guarantee and with no share capital. It was registered with the Charity Commission of England and Wales on 28 September 2010. The company changed its name from the West London Free School Foundation Trust to Knowledge Schools Foundation Trust on the 24th of July 2017 which was registered with the Charities Commission on the 27th of July 2017. The members of the company are the trustees. In the event of the company being wound up, the liability in respect of the guarantee is limited to £10 per subscriber of the company.

Recruitment and Appointment of Trustees

The directors of the company are also charity trustees for the purpose of charity law. New trustees may be appointed by the trust by ordinary resolution. All trustees may be reappointed at their rotation date at the AGM. All trustees are Members. The trustees of the trust are elected to serve for a period of four years. Trustees retire by rotation and, being eligible, offer themselves for re-elections. All trustees give their time voluntarily and receive no benefits from the Trust.

Trustee Induction and Training

Four of the current trustees are familiar with the trust having been involved with the trust for at least two years and many since inception in 2010. New trustees have been provided with all the relevant trust documents and policies. They have been provided with an induction session with the chairman to learn about all the activities of the trust. Additionally they have been provided with more general training on the function of charities depending on the needs of the new trustees. New Trustees will be provided similar training.

Risk Management

The major risks facing the trust have been reviewed and procedures have been established to manage these risks. The trust's accounts are reviewed regularly by the Governing Body and sent to the Finance and General Purposes Committee of the Knowledge Schools Trust.

Risk Register

Type of Risk	Risk description	Risk Reduction Strategy	Contingency Plans
Revenue	Drop in revenue	Track and stay in touch with donors	Reduce grants
Insolvency	Overspend	Approval of Grants only after ensuring adequate funds	Delay expenditure
Reputation	Grants for projects considered inappropriate by stakeholders	Ensure prior agreement from relevant stakeholders	Engage and explain action to all stakeholders after the fact.
Regulatory	Grants are not considered appropriate for charitable status	Ensure grants meet Objects and charitable requirements before approving	Get in contact with Charities Commission

Knowledge Schools Foundation Trust

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Independent Examiner's Report to the Trustees of Knowledge Schools Foundation Trust

Year ended 31 August 2017

Tax	Incorrect booking of donations and Gift Aid	Ensure adequate resources for accurate booking of donations and gift aid	Hire additional booking resources
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OBJECTIVES AND ACTIVITIES

Purpose and Aims

Our trust's purpose, as set out in the objects contained in the company's Memorandum of Association, amended by certificate of incorporation on change of name, are to:

"advance for the public benefit education in the United Kingdom, in particular but without prejudice to the generality of the foregoing by promoting the establishment maintenance, carrying on, management and development of Knowledge Schools Trust

The aims and objectives of our trust are to support the schools and pupils in Knowledge Schools Trust.

PUBLIC BENEFIT

We have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing our aims and objectives and in planning our future activities.

ACHIEVEMENTS AND PERFORMANCE

The trust continues to attract donations and make grants to support the aims of the trust. This year has seen record incoming donations and outgoing grants.

For the secondary School the Foundation Trust raised the majority of funds from standing orders and a small amount from one-off donations. From prior years donations the Foundation Trust was able to claim £14,736 in Gift Aid. The Foundation also started raising funds from outside organisations and foundations. Through the able and productive work of our fundraiser, £28,900 in additional funds were brought into the Foundation Trust and to the schools directly.

The Trust also started raising funds for the primary schools and the 6th Form during the year. As with the secondary school, all the funds raised are restricted for use in the school for which they are raised. For the additional schools we raised £11,650 through standing orders, £12,200 in one-off donations and one grant from an outside foundation. We are optimistic about increasing these numbers in the New Year.

The Trust made a number of grants during the year. The primary focus was on funding the secondary's excellent extra-curricular programme. The programme included activities in the following 27 areas:

Archery	Drama	Orchestra
Art	English Literature	Maths Enrichment
Basketball Club	Fencing	Netball
Book Club	Football	Rounders
Ceramics	History & Politics	Rowing
Chess	Hockey	Street Dance
Craft	Karate	Table Tennis
Cricket	Bands	Tennis
Debating	Choir	

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Independent Examiner's Report to the Trustees of Knowledge Schools Foundation Trust

Year ended 31 August 2017

In addition, the Trust agreed additional grants for books, music lessons and other activities. During the year the Trust also provided grants out of reserves to reimburse the school for prior years' extra-curricular programmes which had not previously been settled.

For the 6th form grants were made for activities and for the purchase of laptop computers to be used in the library which was funded from a generous donation.

Funds have now started accumulating for the primary schools. In the new year, 2017-18 the Trust will explore grants for the benefit of the primary schools

Grants made from restricted funds which were made possible by grants from foundations and individuals included:

- £5,500 for Musical Instruments funded by Thomas Cook Children's Charity
- £7,500 of a £13,500 three-year donation for support of the hockey programme funded by a generous individual.
- £538 for books funded by the Daisy Trust

Additionally, a £9,900 grant was paid directly to the school from the Big Lottery.

FINANCIAL REVIEW

The results for the period are set out on page 7 and disclose that the trust's income was £136,041 (2016 £91,149) and expenditure on charitable activities was £159,079 (2016 £97,744). The charity made a deficit for the year of £35,166 (2016 £6,811).

RESERVES POLICY

Total reserves held by the Trust at the year end were £87,423 (2016 £122,589). £18,000 were held in restricted funds and £69,423 in unrestricted funds. The trustees have examined the trust's requirements for reserves in light of the main risks to the organisation. At this time the trustees consider the reserves to be more than adequate. Free reserves at the year-end amounted to £69,423 (2016 £122,589).

PLANS FOR FUTURE PERIODS

During 2016-2017 the trust aims to continue to raise funds for the schools and pupils of the Knowledge Schools Trust primarily through the collection of voluntary donations from parents and supporters of the school. The trust also aims to raise funds from outside donors and foundations. Funds raised will be utilised in making grants in support of enhancing the education of the pupils of the schools within the Knowledge Schools Trust as decided by the Foundation Trust's board of directors.

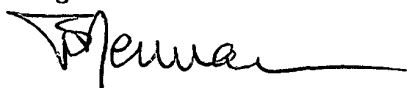
INDEPENDENT EXAMINER

Susan Plumb ACA has been re-appointed as independent examiner for the ensuing year.

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

Registered office:
8 Finstock Road
London
W10 6LT

Signed on behalf of the trustees



Mr T Newman
Trustee

Knowledge Schools Foundation Trust

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Independent Examiner's Report to the Trustees of Knowledge Schools Foundation Trust

Year ended 31 August 2017

I report on the financial statements for the year ended 31 August 2017, which comprise the statement of financial activities (including income and expenditure account), statement of financial position and the related notes.

Respective responsibilities of trustees and examiner

The trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the financial statements. The trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to:

- examine the accounts under section 145 of the 2011 Act;
- to follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- to state whether particular matters have come to my attention.

Basis of independent examiner's report

My examination was carried out in accordance with the general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the next statement.

Knowledge Schools Foundation Trust

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Independent Examiner's Report to the Trustees of Knowledge Schools Foundation Trust *(continued)*

Year ended 31 August 2017

Independent examiner's statement

In connection with my examination, no matter has come to my attention:

(1) which gives me reasonable cause to believe that in any material respect the requirements:

- to keep accounting records in accordance with section 386 of the Companies Act 2006, and
 - to prepare accounts which accord with the accounting records, comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities
- have not been met, or

(2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Haines Watts

HAINES WATTS
Chartered accountant
Old Station House
Station Approach
Newport Street
Swindon
SN1 3DU

30 January 2018

Knowledge Schools Foundation Trust

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

31 August 2017

		Unrestricted funds £	2017 Restricted funds £	Total funds £	2016 Total funds £
	Note				
Income and endowments					
Donations and legacies	5	104,406	31,538	135,944	90,932
Investment income	6	97	—	97	217
Total income		<u>104,503</u>	<u>31,538</u>	<u>136,041</u>	<u>91,149</u>
Expenditure					
Expenditure on raising funds:					
Costs of raising donations and legacies	7	12,128	—	12,128	216
Expenditure on charitable activities	8,9	145,541	13,538	159,079	97,744
Total expenditure		<u>157,669</u>	<u>13,538</u>	<u>171,207</u>	<u>97,960</u>
Net expenditure and net movement in funds		<u>(53,166)</u>	<u>18,000</u>	<u>(35,166)</u>	<u>(6,811)</u>
Reconciliation of funds					
Total funds brought forward		122,589	—	122,589	129,400
Total funds carried forward		<u>69,423</u>	<u>18,000</u>	<u>87,423</u>	<u>122,589</u>

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 9 to 14 form part of these financial statements.

Knowledge Schools Foundation Trust

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Statement of Financial Position

31 August 2017

		2017	2016
		£	£
Current assets			
Cash at bank and in hand		88,743	123,909
Creditors: amounts falling due within one year	13	<u>1,320</u>	<u>1,320</u>
Net current assets		87,423	122,589
Total assets less current liabilities		87,423	122,589
Net assets		87,423	122,589
 Funds of the charity			
Restricted funds		18,000	—
Unrestricted funds		<u>69,423</u>	<u>122,589</u>
Total charity funds	14	87,423	122,589

For the year ending 31 August 2017 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Trustees' responsibilities:

- The members have not required the charity to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

These financial statements were approved by the board of trustees and authorised for issue on 24 January 2018, and are signed on behalf of the board by:



Mr T S Newman
Trustee

The notes on pages 9 to 14 form part of these financial statements.

Knowledge Schools Foundation Trust

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 August 2017

1. General information

The charity is a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is 8 Finstock Road, London W10 6LT

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Charities Act 2011. The charity constitutes a public benefit entity.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity and is rounded to the nearest £.

Going concern

There are no material uncertainties about the charity's ability to continue.

Transition to FRS 102

The entity transitioned from previous UK GAAP to FRS 102 as at 1 September 2015. Details of how FRS 102 has affected the reported financial position and financial performance is given in note 17.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

Knowledge Schools Foundation Trust

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Notes to the Financial Statements *(continued)*

Year ended 31 August 2017

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Debtors

Trade and other debtors are recognised at the settlement amount due. Prepayments are valued at the amount prepaid.

Creditors

Creditors are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors are recognised at their settlement amount.

Knowledge Schools Foundation Trust

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2017

4. Limited by guarantee

The charity is a company limited by guarantee. In the event of the company being wound up the liability of the members is limited to £10.

5. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2017 £
Donations			
Donations - Individuals	104,406	13,500	117,906
Donations - Charitable Trusts	–	18,038	18,038
	<u>104,406</u>	<u>31,538</u>	<u>135,944</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2016 £
Donations			
Donations - Individuals	90,932	–	90,932
Donations - Corporate	–	–	–
Donations - Charitable Trusts	–	–	–
	<u>90,932</u>	<u>–</u>	<u>90,932</u>

6. Investment income

	Unrestricted Funds £	Total Funds 2017 £	Unrestricted Funds £	Total Funds 2016 £
Bank interest receivable	<u>97</u>	<u>97</u>	<u>217</u>	<u>217</u>

7. Costs of raising donations and legacies

	Unrestricted Funds £	Total Funds 2017 £	Unrestricted Funds £	Total Funds 2016 £
Donations - fund raising costs	<u>12,128</u>	<u>12,128</u>	<u>216</u>	<u>216</u>

Knowledge Schools Foundation Trust

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2017

8. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2017 £
Charitable expenditure	142,223	13,538	155,761
Support costs	3,318	—	3,318
	<u>145,541</u>	<u>13,538</u>	<u>159,079</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2016 £
Charitable expenditure	96,424	—	96,424
Support costs	1,320	—	1,320
	<u>97,744</u>	<u>—</u>	<u>97,744</u>

9. Expenditure on charitable activities by activity type

	Activities undertaken directly	Support costs	Total funds 2017 £	Total fund 2016 £
Charitable expenditure	155,761	—	155,761	96,424
Governance costs	—	3,318	3,318	1,320
	<u>155,761</u>	<u>3,318</u>	<u>159,079</u>	<u>97,744</u>

10. Independent examination fees

	2017 £	2016 £
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>1,320</u>	<u>1,320</u>

11. Staff costs

No staff were employed by the Trust during the year (2016 same).

12. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity were received by the trustees.

No trustee expenses have been incurred during the year (2016 £nil).

Knowledge Schools Foundation Trust

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Notes to the Financial Statements *(continued)*

Year ended 31 August 2017

13. Creditors: amounts falling due within one year

	2017 £	2016 £
Accruals	<u>1,320</u>	<u>1,320</u>

14. Analysis of charitable funds

Unrestricted funds

	At 1 September 2016 £	Income £	Expenditure £	At 31 August 2017 £
General funds	<u>122,589</u>	<u>104,503</u>	<u>(157,669)</u>	<u>69,423</u>

Restricted funds

	At 1 September 2016 £	Income £	Expenditure £	At 31 August 2017 £
Hockey Fund	—	13,500	(7,500)	6,000
6 th Form	—	12,000	—	12,000
Library Fund	—	538	(538)	—
Musical Instrument Fund	—	5,500	(5,500)	—
	<u>—</u>	<u>31,538</u>	<u>(13,538)</u>	<u>18,000</u>

Hockey Fund - funds received to provide transport and kits over a 3 year period.

Library Funds - funds received to purchase library books.

6th Form – Funds received for the 6th form and it's Library

Musical Instruments Fund - funds received to purchase musical instruments.

15. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2017 £
Current assets	70,743	18,000	88,743
Creditors less than 1 year	(1,320)	—	(1,320)
Net assets	<u>69,423</u>	<u>18,000</u>	<u>87,423</u>

16. Related parties

During the year ended 31 August 2017 a total of £155,761 (2016: £85,486) was donated to schools within the Knowledge Schools Trust, a company of which 2 of the Foundation Trust trustees also serve as trustees..

None of the trustees have control over the trust. There is no ultimate controlling party.

Knowledge Schools Foundation Trust

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Notes to the Financial Statements *(continued)*

Year ended 31 August 2017

17. Transition to FRS 102

These are the first financial statements that comply with FRS 102. The charity transitioned to FRS 102 on 1 September 2015.

No transitional adjustments were required in the retained funds or income or expenditure for the year.