

Charity number: 1105256
Company number: 05176879

THE WELLINGTON SCHOOL FOUNDATION
(A COMPANY LIMITED BY GUARANTEE)
TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2020

**THE WELLINGTON SCHOOL FOUNDATION
FOR THE YEAR ENDED 31 AUGUST 2020**

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**THE WELLINGTON SCHOOL FOUNDATION
TRUSTEES, OFFICERS AND ADVISERS
FOR THE YEAR ENDED 31 AUGUST 2020**

TRUSTEES

The directors of the charitable company, who are also the charity trustees, who served during the year were:

Mr J H Bradnock (resigned 1st March 2021)
Mr S Cross (resigned 30th November 2019)
Mr A H J Gibson (resigned 31st August 2020)
Mr R A Hooper
Mr G Nye
Mr R Palfrey
Mr K B Phillips (Chairman)
Mrs A Weekes

The Trustees are considered to be the key management personnel of the charitable company.

SECRETARY

T D Williams BA, FCCA (resigned 31 July 2020)
F A V Taylor ACMA, CGMA (appointed 01 August 2020)

REGISTERED AND PRINCIPAL OFFICE

Wellington School
South Street
Wellington
Somerset
TA21 8NT

**THE WELLINGTON SCHOOL FOUNDATION
TRUSTEES, OFFICERS AND ADVISERS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2020**

ADVISERS

Bankers

Lloyds Bank plc
Canons House
Canons Way
Bristol
Somerset
BS1 5LL

Solicitors

Porter Dodson
15 High Street
Wellington
Somerset
TA21 8QR

Stone King LLP
13 Queen Square
Bath
BA1 2HJ

Independent Auditor

Crowe U.K. LLP
Carrick House
Lypiatt Road
Cheltenham
Gloucestershire
GL50 2QJ

Investment managers

Cazenove Capital
1 London Wall Place
London Wall
Barbican
London
EC2Y 5AU

**THE WELLINGTON SCHOOL FOUNDATION
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2020**

The directors, who are also the Trustees for the purposes of charity law, present their report together with the financial statements of the charitable company for the year ended 31 August 2020. The annual report serves as both a Trustees Report and Directors Report under the applicable laws.

REFERENCE AND ADMINISTRATIVE INFORMATION

The Wellington School Foundation is registered with the Charity Commission in England and Wales under charity number 1105256. It is also a company limited by guarantee, registered in England and Wales company number 05176879. The Trustees, Officers and Advisers of the Charity are set out on pages 1 and 2.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

The Wellington School Foundation is a charitable company, set up 12th July 2004, limited by guarantee and governed by its Memorandum and Articles of Association, last updated on 3rd November 2011.

Governing Body

The body of Trustees consists, when complete, of eight persons, being five nominees of the Governors of Wellington School 1837 (of whom at least one but no more than two shall be serving as a governor during the term of appointment as a Trustee of the Foundation), one nominee of the Old Wellingtonians' Association, one nominee of The Friends of Wellington School and one nominee of the Friends of Wellington Prep School.

Recruiting and Training of Trustees

The Foundation Trustees are recruited for their background knowledge of the School and its support organisations, their business and professional acumen and their knowledge of charity law and have a sympathy for the objects of the Foundation and Wellington School 1837. Training is provided both internally using the expertise of the Officers and Trustees, and from external professionals to provide detailed information on accounting procedures, legal guidance and investment advice.

Risk Management

The major risks to which the Charity is exposed, as identified by the Trustees, have been reviewed and systems have been established to mitigate those risks. The risks identified are a potential reduction in property values. The Trustees employ a qualified external adviser to review the values of the properties on an ongoing basis, and an Investment Manager is employed to review and advise on the portfolio of listed investments held by the Foundation.

**THE WELLINGTON SCHOOL FOUNDATION
REPORT OF THE TRUSTEES (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2020**

OBJECTS AND ACTIVITIES

Charitable Objects

The Charity's objects are:

- (i) To promote the charitable work of Wellington School 1837.
- (ii) To further the education and the advancement in life of present and past pupils of Wellington School 1837 through the provision of scholarships, bursaries and grants and such other means as the Trustees shall consider appropriate from time to time.
- (iii) To preserve for the benefit of the public, the School Chapel and such other parts of the School site as are worthy of preservation in view of their historical, architectural or environmental significance.
- (iv) To promote the education principally, but not exclusively, of persons resident or working in Wellington and its environs through the provision of teaching and the facilities for learning in such other ways and on such terms as the Trustees shall consider appropriate.
- (v) To promote community participation in healthy recreation for the benefit of persons resident or working in Wellington and its environs by the provision of instruction and facilities for the same as such terms as the Trustees shall consider appropriate.
- (vi) To further such other charitable purposes as the Trustees shall from time to time decide.

ACTIVITIES

After disposing of its investments during the year, the Wellington School Foundation seeks to refund its investments in order, inter alia, to assist the School to provide bursaries for deserving children whose parents, without assistance, would not be able to afford an Independent School education for them. The Trustees of the Foundation may approve annually the award of two 100% bursaries to enable two children to enter the School who would otherwise not have been able to do so. The Foundation also provides general bursarial assistance to pupils on an on-going basis on the advice and guidance of the Headmaster.

FUNDRAISING PERFORMANCE

The Wellington School Foundation receives donations and bequests through Wellington School 1837. These funds are invested and the income derived from these investments assists the School financially with the provision of bursaries. The Wellington School Foundation does not therefore carry out any direct marketing activity by mail or in person and no undue pressure is ever placed on any person to give money or other resources to the charity.

ACHIEVEMENTS

The Old Wellingtonians' Association (OWA) and Friends of Wellington School continue to support the School through the Foundation by raising money for various projects in the School and in preserving the heritage of the School. The Foundation, in conjunction with the OWA, has continued to encourage alumni to pledge legacies for future means tested bursaries and these pledges will, in due course, benefit future pupils. During the year one ex-pupil has continued to fund the full fees for a boarding place to allow a deserving child to have a full education. In total the Foundation donated £82,389 to Wellington School to fund bursaries.

**THE WELLINGTON SCHOOL FOUNDATION
REPORT OF THE TRUSTEES (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2020**

FINANCIAL REVIEW

Income for the year has decreased from £209,467 to £183,400 reflecting the disposal of investments during the year. Expenditure has increased from £167,359 to £804,135, reflecting a donation of £678,117 made to Wellington School 1837. Net losses on the investment portfolio amounted to £74,025 compared to net losses of £18,938 last year and gains on investment property amounted to £73,000, last year £255,000. The overall deficit for the year was £621,760 compared to the surplus of £278,170 last year.

In March 2020, the World Health Organisation declared coronavirus pandemic. The Trustees reviewed the activities of the Charity and have looked at budgets and forecasts of the Charity and the School. The value of the investments was impacted and is reflected by the net loss on investments. The Trustees have since sold the investments and transferred the funds to the School in the form of a donation and a loan. The Trustees believe that the Charity's financial resources and contingency planning is sufficient to ensure the ability of the Charity to continue as a going concern for the foreseeable future and therefore the financial statements have been prepared on this basis.

PUBLIC BENEFIT

The Trustees 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 operations. The Wellington School Foundation continues to be part of a wider community in which the School shares its resources for educational, sporting and cultural activities.

RESERVES POLICY

The unrestricted funds arise from past operating results. The Trustees have examined the requirement to maintain free reserves and are satisfied that the balance of the fund is adequate to continue the operations of the Charity. Total funds at 31 August 2020 amounted to £2,906,092 of which £2,863,133 was restricted and £42,959 unrestricted.

INVESTMENT POLICY AND OBJECTIVES

The Trustees aim to maximise the investment return within the objectives of maintaining income, while continuing to preserve the real value of investments and to maximise income on temporarily invested restricted funds. Social, environmental and ethical considerations are taken in to account when investing the charity's funds. The Trustees aim to refund the investment portfolio.

FUTURE PLANS

The Trustees continue to work to increase the value of the Foundation through sound investment and will start proactive fund raising to refund the investment portfolio. The Trustees aim to refund the investment portfolio. Their hope is that this will benefit the School in allowing it to increase its provision of bursaries and improve its facilities.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees (who are also directors of The Wellington School Foundation for the purposes of company law) are responsible for preparing the Trustees' Report and the financial statements in

**THE WELLINGTON SCHOOL FOUNDATION
REPORT OF THE TRUSTEES (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2020**

STATEMENT OF TRUSTEES' RESPONSIBILITIES (CONTINUED)

accordance with applicable law and United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards).

Company law requires the Trustees to prepare financial statements for each financial year. Under company law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments 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 charitable company will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions, disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006 and the provisions of the charity's constitution. 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.

DISCLOSURE OF INFORMATION TO AUDITOR

Insofar as each of the Trustees of the charity at the date of approval of this report is aware there is no relevant audit information (information needed by the charity's auditor in connection with preparing the audit report) of which the charity's auditor is unaware. Each Trustee has taken all of the steps that he/she should have taken as a Trustee in order to make himself/herself aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

AUDITOR

Crowe U.K. LLP has indicated its willingness to be reappointed as statutory auditor.

In preparing this report, the Trustees have taken advantage of the small companies exemptions provided by Section 415A of the Companies Act 2006.

The Trustees' Report is approved by the Board of Trustees and signed on their behalf by:

**K B Phillips
Chairman**

Date: 3rd March 2021



**REPORT OF THE INDEPENDENT AUDITOR TO THE MEMBERS OF
THE WELLINGTON SCHOOL FOUNDATION
FOR THE YEAR ENDED 31 AUGUST 2020**

Opinion

We have audited the financial statements of The Wellington School Foundation for the year ended 31 August 2020 which comprise Statement of Financial Activities, Balance Sheet and 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 August 2020 and of its incoming resources and application of resources, including its income and expenditure 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 charitable company 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 Trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the Trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charitable company'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 Trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

**REPORT OF THE INDEPENDENT AUDITOR TO THE MEMBERS OF
THE WELLINGTON SCHOOL FOUNDATION (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2020**

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.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion based on the work undertaken in the course of our audit:

- the information given in the Trustees' report, which includes the Directors' report prepared for the purposes of company law, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' report included within the Trustees' report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Directors' report included within the Trustees' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the Trustees were not entitled to prepare the financial statements in accordance with the small companies' regime and take advantage of the small companies exemption in preparing the trustees' report.

Responsibilities of Trustees

As explained more fully in the Trustees' responsibilities statement set out on pages 5 to 6, the Trustees (who are also the directors of the charitable company for the purposes of company law) 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 Trustees 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 Trustees are responsible for assessing the charitable company'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 Trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

**REPORT OF THE INDEPENDENT AUDITOR TO THE MEMBERS OF
THE WELLINGTON SCHOOL FOUNDATION (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2020**

Auditor's responsibilities for the audit of the financial statements

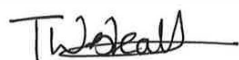
Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee 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: 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 charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's 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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Tara Westcott
Senior Statutory Auditor
For and on behalf of
Crowe U.K. LLP
Statutory Auditor
Carrick House
Lypiatt Road
Cheltenham
Gloucestershire
GL50 2QJ

Date: 16 March 2021

**THE WELLINGTON SCHOOL FOUNDATION
STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 AUGUST 2020**

	Notes	Unrestricted Funds £	Restricted Funds £	2020 £	2019 £
INCOME FROM:					
Donations		-	20,150	20,150	44,416
Investment income	3	-	163,250	163,250	165,051
TOTAL			183,400	183,400	209,467
EXPENDITURE ON:					
Raising funds		-	1,471	1,471	2,409
Charitable activities		-	802,664	802,664	164,950
TOTAL	4	-	804,135	804,135	167,359
NET (EXPENDITURE)/INCOME BEFORE INVESTMENT (LOSSES)/GAINS					
		-	(620,735)	(620,735)	42,108
Net losses on investments	7		(74,025)	(74,025)	(18,938)
Net gain on investment property	6	-	73,000	73,000	255,000
NET (EXPENDITURE)/INCOME AND MOVEMENT IN FUNDS		-	(621,760)	(621,760)	278,170
RECONCILIATION OF FUNDS					
Total funds brought forward	11	42,959	3,484,893	3,527,852	3,249,682
Total funds carried forward	11	42,959	2,863,133	2,906,092	3,527,852

The notes on pages 12 to 21 form part of these financial statements.


THE WELLINGTON SCHOOL FOUNDATION
REGISTERED COMPANY NUMBER 05176879
BALANCE SHEET
AS AT 31 AUGUST 2020

	Notes	2020 £	2019 £
FIXED ASSETS:			
Investment property	6	2,678,000	2,605,000
Investments	7	-	926,704
		<u>2,678,000</u>	<u>3,531,704</u>
CURRENT ASSETS:			
Debtors: due after more than one year	8	190,000	-
Debtors: due within one year	8	18,829	9,408
Cash at bank and in hand		24,473	7,083
		<u>233,302</u>	<u>16,491</u>
LIABILITIES:			
Creditors falling due within one year	9	(5,210)	(20,343)
NET CURRENT ASSETS/(LIABILITIES)		228,092	(3,852)
TOTAL NET ASSETS		<u>2,906,092</u>	<u>3,527,852</u>
CHARITY FUNDS			
Restricted funds		2,863,133	3,484,893
Unrestricted funds		42,959	42,959
	11	<u>2,906,092</u>	<u>3,527,852</u>

The financial statements have been prepared in accordance with the provisions applicable to small companies within Part 15 of the Companies Act 2006.

The financial statements were approved by the Trustees on 1st March 2021 and were signed on its behalf by:

A Weekes
Trustee
Date:


3rd March 2021

K B Phillips
Chairman
Date:


3rd March 2021

The notes on pages 12 to 21 form part of these financial statements.

**THE WELLINGTON SCHOOL FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2020**

1. Charitable company status

The charitable company is limited by guarantee and does not have any share capital. The liability of the guarantors, who are the members, is limited to £1 per guarantor. The company is registered in England and Wales (registered no. 05176879).

The registered and principal office is Wellington School, South Street, Wellington, Somerset TA21 8NT.

The charitable company is also registered as a charity with the Charity Commission in England and Wales (registered no. 1105256).

2. Accounting policies

Basis of preparation

The financial statements have been prepared in accordance with applicable accounting standards in the United Kingdom including the Financial Reporting Standard 102, 'the Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland' (FRS 102), Statement of Recommended Practice (FRS102) 2015 ('the SORP') 'Accounting and Reporting by Charities', the Charities Act 2011 and the Companies Act 2006.

The financial statements have been prepared in sterling under the historical cost convention as modified by the recognition of certain assets at fair value.

The charity meets the definition of a public benefit entity under FRS 102.

Going concern

The Trustees believe that the Charity's financial resources and contingency planning is sufficient to ensure the ability of the Charity to continue as a going concern for the foreseeable future and therefore the financial statements have been prepared on this basis. The Trustees reviewed the activities of the Charity and have looked at budgets and forecasts of the Charity and the School. The value of the investments had been impacted and the Trustees sold the investments during the year and transferred the funds to the School.

After making enquiries, the Trustees have a reasonable expectation that the charitable company has adequate resources to continue its activities for the foreseeable future. There are no material uncertainties about the charitable company's ability to continue as a going concern. Accordingly, they continue to adopt the going concern basis in preparing the financial statements as outlined in the Statement of Trustees' Responsibilities.

In assessing the going concern of the group, the Trustees have considered the impact of the Covid-19 pandemic. Management and the Trustees have been closely monitoring the finances and cash flow position of the Charity believe they can continue as a going concern for the foreseeable future.

Statement of cash flows

The financial statements do not include a Statement of Cash flows because the charitable company, as a small reporting entity, is exempt from the requirement to prepare such a statement in accordance with Charities SORP (FRS 102).

Investment properties

Investment properties are stated at fair value. Any aggregate surplus or deficit arising from changes in fair value is recognised in the Statement of Financial Activities (SOFA).

**THE WELLINGTON SCHOOL FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2020**

2. Accounting policies (continued)

Investments

Investments were included at closing mid-market value at the Balance Sheet date. Any gain or loss on revaluation is taken to the SOFA.

Debtors

Short debtors are measured at their settlement amount.

Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions.

Creditors

Short term creditors are measured at their settlement amount.

Income

Income including donations, gifts and legacies is recognised where there is entitlement, probability of receipt and the amount can be measured with sufficient reliability.

Investment income is recognised on a receivable basis.

Expenditure

Expenditure is accounted for on an accruals basis. Expenditure is allocated to expense headings either on a direct cost basis. The irrecoverable element of VAT is included with the items of expense to which it relates.

Donations and fund accounting

Donations received for the general purposes of the charity are included as unrestricted funds. Donations where the donor has expressed a specific wish as to how the gift should be used are taken to "restricted funds".

Taxation

The charity has charitable status and therefore, there is no liability to taxation on income or capital gains which are applied for charitable purposes.

Financial instruments

All of the charity's financial assets and liabilities qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

Critical accounting judgements and estimation uncertainty

The preparation of the financial statements requires the Trustees to make judgements, estimates and assumptions that affect the application of accounting policies and the amounts recognised in the financial statements. Estimates and judgements are reviewed on an ongoing basis and are based on the historical experience and other relevant factors.

**THE WELLINGTON SCHOOL FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2020**

2. Accounting policies (continued)

Valuation of investment property

The investment properties are valued by an independent, third party valuer on a quinquennial basis. All investment properties were valued within the year by Webber Property Services. Each year the Trustees consider whether the valuation of the investment properties remains appropriate. They consider that the value within the financial statements is in line with the market value of the investment properties.

THE WELLINGTON SCHOOL FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2020

3 INVESTMENT INCOME

	2020 £	2019 £
Income from investments	18,529	36,541
Rent	144,721	128,510
	<u>163,250</u>	<u>165,051</u>

4 ANALYSIS OF EXPENDITURE

	Staff costs £	Governance £	Other £	2020 £	2019 £
Raising funds					
Investment management	-	-	1,471	1,471	2,409
	-	-	1,471	1,471	2,409
Charitable activities					
Charitable activities	-	-	679,879	679,879	92,362
Grants paid - bursaries	-	-	82,389	82,389	53,769
Support costs	11,485	27,033	1,878	40,396	18,819
	11,485	27,033	764,146	802,664	164,950
TOTAL EXPENDITURE	<u>11,485</u>	<u>27,033</u>	<u>765,617</u>	<u>804,135</u>	<u>167,359</u>

The grants paid in the year of £82,389 (2019: £51,278) were paid to Wellington School 1837 for bursaries.

Charitable activities comprise donations paid to Wellington School 1837 and includes a one off donation of £679,879.

Governance costs comprise the following amounts:

	2020 £	2019 £
Audit and corporation tax fees	4,188	4,860
Legal fees	21,396	-
	<u>25,584</u>	<u>4,860</u>

THE WELLINGTON SCHOOL FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2020

5 NET INCOME OR EXPENDITURE

	2020	2019
	£	£
Auditor's remuneration:		
- audit	3,121	3,060
- corporation tax	1,067	1,800
Wages and salaries	<u>11,485</u>	<u>10,408</u>

Neither the Trustees, who are considered to be the key management personnel, nor any persons connected with them received any remuneration, other benefits or reimbursement of expenses from the charity (2019 - £nil).

There were no employees during the year (2019 – none). No employees received compensation greater than £60,000 during 2020 or 2019.

6 INVESTMENT PROPERTY

	2020	2019
	£	£
Balance at 1 September	2,605,000	2,350,000
Gains on investment property	73,000	255,000
Balance at 31 August	<u>2,678,000</u>	<u>2,605,000</u>

The Trustees have reviewed the value of the investment properties and consider that costs represent fair value at 31 August 2020. The investment properties are valued by an independent, third party valuer on a quinquennial basis. All investment properties were valued within the last five years by Webbers Property Services.

7 INVESTMENTS

Restricted funds	2020	2019
	£	£
Market value at 1 September	926,704	947,157
Disposal proceeds	(809,213)	-
Cash withdrawn from portfolio	(41,287)	-
Management fees	(2,179)	(1,515)
Decrease in market value	(74,025)	(18,938)
Market value at 31 August	<u>-</u>	<u>926,704</u>
Listed on Stock Exchange – Cazenove Charity Asset fund	-	883,238
Cash held for reinvestment	-	43,466
	<u>-</u>	<u>926,704</u>

**THE WELLINGTON SCHOOL FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2020**

8 DEBTORS

	2020	2019
	£	£
Due after one year		
Wellington School 1837 loan	190,000	-
Due within one year		
Accrued Income	5,950	9,408
Prepayments	12,874	-
Amounts owed by group undertakings	5	-
	<u>18,829</u>	<u>9,408</u>
	<u><u>208,829</u></u>	<u><u>9,408</u></u>

The Wellington School 1837 loan is due to be repaid over five years from September 2021

9 CREDITORS: due within one year

	2020	2019
	£	£
Wellington School 1837	-	16,390
Sundry creditors and accruals	5,210	3,953
	<u>5,210</u>	<u>20,343</u>

10 ALLOCATION OF CHARITY NET ASSETS

2020	Fixed assets £	Net current assets £	Fund balance £
Restricted funds	2,678,000	185,133	2,863,133
Unrestricted funds	-	42,959	42,959
	<u>2,678,000</u>	<u>228,092</u>	<u>2,906,092</u>
2019	Fixed assets £	Net current assets £	Fund balance £
Restricted funds	3,531,704	(46,811)	3,484,893
Unrestricted funds	-	42,959	42,959
	<u>3,531,704</u>	<u>(3,852)</u>	<u>3,527,852</u>

THE WELLINGTON SCHOOL FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2020

11 FUNDS

	<i>At 1 September 2019</i>	Income	Expenditure	Investment losses	<i>At 31 August 2020</i>
	£	£	£	£	£
Restricted funds					
Bursary fund	3,481,045	182,500	(802,372)	(1,025)	2,860,148
Other restricted funds	3,848	900	(1,763)	-	2,985
	<u>3,484,893</u>	<u>183,400</u>	<u>(804,135)</u>	<u>(1,025)</u>	<u>2,863,133</u>
Unrestricted funds	42,959	-	-	-	42,959
TOTAL	<u>3,527,852</u>	<u>183,400</u>	<u>(804,135)</u>	<u>(1,025)</u>	<u>2,906,092</u>
	<i>At 1 September 2018</i>	Income	Expenditure	Investment gains	<i>At 31 August 2019</i>
	£	£	£	£	£
Restricted funds					
Bursary fund	3,135,404	184,576	(74,997)	236,062	3,481,045
Corner capital fund	71,319	11,857	(83,176)	-	-
Other restricted funds	-	13,034	(9,186)	-	3,848
	<u>3,206,723</u>	<u>209,467</u>	<u>(167,359)</u>	<u>236,062</u>	<u>3,484,893</u>
Unrestricted funds	42,959	-	-	-	42,959
TOTAL	<u>3,249,682</u>	<u>209,467</u>	<u>(167,359)</u>	<u>236,062</u>	<u>3,527,852</u>

Bursary fund – to provide bursaries for students of Wellington School 1837. During the year, after a review of the needs of Wellington School 1837, the Trustees passed legacy funds back to the School due to the impact of COVID-19.

Corner capital fund – for grants towards capital projects at Wellington School 1837.

**THE WELLINGTON SCHOOL FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2020**

12 FINANCIAL INSTRUMENTS

	2020	<i>2019</i>
	£	£
Financial assets measured at settlement value	233,302	16,491
Financial assets measured at fair value	-	926,704
Financial liabilities measured at settlement value	<u>5,211</u>	<u>20,343</u>

Financial assets measured at settlement value comprise cash, amounts due from Wellington School 1837 and sundry debtors.

Financial assets measured at fair value comprise listed investments.

Financial liabilities measured at settlement value comprise sundry creditors and accruals and amounts due to Wellington School 1837.

13 SHARE CAPITAL

The charitable company is limited by guarantee and does not have share capital. The liability of the members is limited to £1 each. The number of members at 31 August 2020 was 8 (2019: 8).

14 CONTROLLING PARTY, IMMEDIATE AND ULTIMATE PARENT UNDERTAKING

The charitable company is controlled by its parent company, Wellington School 1837 which prepares the consolidated financial statements that include the subsidiary. Control exists as the body of eight Trustees for The Wellington School Foundation includes five nominees of the Governors of Wellington School 1837.

Wellington School 1837 is a company limited by guarantee (company number: 09316033) registered in England and Wales and a charity registered at the Charity Commission in England and Wales (charity number: 1161447). The registered office of the parent company is Wellington School, Wellington, Somerset, TA21 8NT and consolidated accounts incorporating the results of this entity are available at this address.

The principal activity of Wellington School 1837 as set out in its Articles of Association is 'the provision and conduct, in or near Wellington, of a day or day and boarding school for boys and girls'.

**THE WELLINGTON SCHOOL FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2020**

15 RELATED PARTY TRANSACTIONS

Wellington School 1837 paid administrative expenses of £13,363 (2019: £21,228) on behalf of the Foundation during the year. These expenses have been recharged to the Foundation.

The Foundation donated £82,389 (2019: £53,769) for bursaries, £nil (2019: £83,176) for the Corner Capital Fund, £nil (2019: £6,893) for the Chapel Appeal, £nil (2019: £130) for prizes and £679,879 (2019: £2,073) from other donations to Wellington School 1837, during the year.

Charitable activities compromise donations paid to Wellington School 1837 from the R Holway Donation (£2,073) and from general restricted funds (£678,116).

During the year the Foundation made a loan to Wellington School 1837 of £190,000. The loan is repayment in five annual instalments commencing September 2021.

**THE WELLINGTON SCHOOL FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2020**

16 STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 AUGUST 2019

	Notes	Unrestricted Funds £	Restricted Funds £	2019 £
INCOME FROM:				
Donations		-	44,416	44,416
Investment income	3	-	165,051	165,051
TOTAL			209,467	209,467
EXPENDITURE ON:				
Raising funds		-	2,409	2,409
Charitable activities		-	164,950	164,950
TOTAL	4	-	167,359	167,359
NET INCOME BEFORE INVESTMENT GAINS/(LOSSES)		-	42,108	42,108
Net (losses)/gain on investments	6		(18,938)	(18,938)
Net gain on investment property	7	-	255,000	255,000
NET INCOME AND MOVEMENT IN FUNDS		-	278,170	278,170
RECONCILIATION OF FUNDS				
Total funds brought forward	11	42,959	3,206,723	3,249,682
Total funds carried forward	11	42,959	3,484,893	3,527,852