



GIGGLESWICK
SCHOOL

2021



Annual Report and Financial Statements

YEAR ENDED 31 AUGUST 2021
GIGGLESWICK SCHOOL

REGISTERED CHARITY NUMBER: 1109826

REGISTERED COMPANY NUMBER: 5447105

Annual Report and Financial Statements

Year ended 31 August 2021

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Report of the Governors

The Governors of Giggleswick School present their report and financial statements for the year ended 31 August 2021.

Giggleswick School is an ancient foundation founded in 1512 and which received a Royal Charter from King Edward VI in 1553. The School is based in the village of Giggleswick in the Yorkshire Dales and provides education to children up to the age of 18.

Giggleswick School is a registered charity with number 1109826. The School is operated as a company limited by guarantee number 5447105, known as Giggleswick School. The Charity Commission has granted a uniting order that allows Giggleswick School (the incorporated body) and James Carr Trust, (the charitable trust that previously operated under the name of Giggleswick School) to be administered together. Giggleswick School – James Carr Trust retains most of the School's fixed assets in the form of land and property.

The charitable object of Giggleswick School is to advance education by the provision of a day and boarding school for girls and boys in particular in or near the ancient parish of Giggleswick and by ancillary or incidental educational activities and other associated activities for the benefit of the community.

The principal activity of Giggleswick School is the provision of education.

Public benefit

In considering the aims of Giggleswick School the Board of Governors has, in accordance with the Charities Act 2011, given due regard to the public benefit guidance issued by the Charity Commission and determined that certain activities be central to the provision of education at the School and to its links with the community, these being:

- The advancement of religion, recognising the School's particular Church of England character
- Use of classrooms and extra-curricular drama, art, music and dance to advance the arts
- Regular sporting fixtures and sharing of facilities to advance amateur sport
- The advancement of environmental protection, conservation and improvement
- The promotion of HM Armed Forces through an active and compulsory Combined Cadet Force and other links.

Giggleswick School is one of the principle businesses in the North Craven district of the Yorkshire Dales and makes a significant contribution to the local economy through employment and bringing new people into the area, procurement of local services and goods, provision of cultural and educational activities and housing.

The School plays a central role in the community through:

- Building links and joint working with local schools, such as sharing teaching and counselling resources with Settle College and proactively working with local primary schools and providing resources;
- Working in partnership with local sports clubs, schools and other groups to share Giggleswick facilities, such as the all-weather pitch, and through provision of staff to undertake coaching activities outside the School;
- Access for the community to Giggleswick School Chapel and the Richard Whiteley Theatre, which provide worship and a programme of theatre, film and performance;
- Community partnerships, initiatives and activities such as working with the local Rotary Club, hosting the village summer fete and supporting the Duke of Edinburgh's Gold Award team.

Widening access

Giggleswick School aims to make it possible for pupils who may not normally be able to afford the full fees to benefit from attending the School by offering places at reduced cost. The School has limited resources from its permanent endowment assets to fund such reductions in fees but actively raises funds to allow more children to benefit from a Giggleswick education.

In 2020/21 a total of 47 pupils (2019/20: 42) were helped by the School through means-tested bursarial help. Included in these are pupils who are also supported by the following organisations: Royal National Children's Foundation, Buttle Trust, the BMTA Trust Ltd, the Northern Counties Children's Benevolent Society, The Reedham Trust, Children of Heroes, and the Collinge Trust. The total financial impact of this help on the School was £504k (2020: £353k). All those families which benefited were required to submit a confidential statement of financial circumstances. These are reviewed by the Bursar and discussed with the Headmaster before a decision to grant an award is made.

Fee remission was also granted to families serving with HM Armed Forces amounting to £99k (2020: £59k). Total bursarial assistance (including Forces bursaries) was £603k (2020: £413k). In addition, the School provided scholarships worth £731k (2020: £679k).

Achievements and performance

In the past year 406 children have been on roll at Giggleswick School, including children from more than 12 countries. The total pupil roll includes 94 children in Giggleswick Junior School and Mill House Pre-School.

This year was the second academic year of working with the impact of the Coronavirus COVID-19 and the School's priority has continued to be a high standard of academic excellence and variety of cocurricular activities, despite the challenges presented by the pandemic. Public examinations followed an evidence-based approach and this involved a considerable effort from all staff involved. At A-Level 83% of results were A*-B, and the equivalent grades were at 93% for BTEC.

For pupils moving on to higher education the university entrance was very successful in the summer; Russell Group university uptake accounted for 70% of places, and 84% of pupils obtained their first choice university. The average UCAS score was 156 points.

At GCSE the results were that 51% achieved grades 9-7 and 97% achieved grades 9-4.

Strategic objectives

The mission statement for Giggleswick School is: **"To support every child in their lifelong journey of learning so that they have the skills to lead fulfilling lives and make a valued contribution to society"**.

This mission is underpinned by the values of the School – Ambition, Participation and Respect – and a vision to be a flourishing, values-driven boarding school that:

- offers a rich breadth of education that adds value to all outcomes
- supports the very best wellbeing of every member of our community
- develops excellence across the curriculum.

The strategic objectives fall under the pillars of Learning, Wellbeing, and Resourcing:

Learning: Giggleswick School's mission is supported by achieving the best academic outcomes for each individual, fostering a joy in learning and preparing children for life beyond school.

Wellbeing: Giggleswick School's mission is supported by all members of the Giggleswick community feeling comfortable, healthy and happy and by ensuring safeguarding is the highest priority.

Resourcing: Giggleswick School's mission is supported by a high standard of facilities, the most able staff and by financial resilience.

At the heart of our future strategic developments will be a commitment to academic excellence, an enhanced co-curriculum offering and continued investment in our facilities, in particular boarding facilities.

Financial review

Summary consolidated financial information:

	2021 £000	2020 £000
Income		
School fees	7,534	7,109
Donations	33	280
Ancillary income	376	385
Activities for generating funds	232	238
Grants	156	456
Other	259	30
Total Incoming Resources	8,590	8,498
Expenditure		
Teaching	4,052	4,676
Welfare	1,644	1,633
Premises	1,257	1,119
Administration	1,450	1,607
Fundraising costs	112	120
Cost of activities for generating funds	80	104
Other	5	3
Total Resources Expended	8,600	9,262
Net (outgoing) resources before transfers	(10)	(764)

Giggleswick School is funded mainly through fees for tuition and boarding, donations, investment income and income from our commercial activities.

The retained deficit was £10k (2020: deficit of £764k).

As in the previous financial year, the School's income was adversely affected by the Coronavirus COVID-19 pandemic. Despite this, income from school fees increased to £7,534k (2020: £7,109k). Fee income is stated after a fee credit of £328k which was given to parents in recognition of the closure of the campus for part of the spring term. The School was able to benefit by £156k from the Coronavirus Job Retention Scheme provided by HMRC (2020: £456k). The School also realised a profit of £259k on the sale of tangible fixed assets.

Total expenditure was £8,600k (2020: £9,262k), a marked reduction in expenditure which was a result of cost-cutting measures introduced at the end of the previous financial year. Premises expenditure includes £57k incurred as a result of measures put in place to manage the risk of COVID.

The aggregate fund balances decreased by £10k to £6,724k (2020: £6,734k). These funds include restricted reserves of £735k (2019: £735k). This includes £327k (2020: £327k) of restricted reserves which are matched by investments.

Unrestricted reserves were £1,346k negative (2020: £1,469k negative). The School has invested £2,140k (2020: £2,354k) of unrestricted reserves in land and buildings meaning that free reserves are £3,486k negative (2020: £3,823k negative).

Going concern

The Board of Governors are of the view that the School remains a going concern and that the financial statements are prepared on an appropriate basis.

As at 31 August 2021 the School had consolidated net positive resources before investment gains of £35k compared to £764k (negative) in the prior year. Incoming Resources increased by 1.1% to £8,590k and Total Resources Expended decreased by 7.1% to £8,600k.

The School manages its cash flow to ensure there are sufficient funds available to meet its obligations. In 2020/21 there was an increase in cash and cash equivalents of £83k (2020: increase of £429k). The bank overdraft facility is subject to annual review and the bank have indicated that they are supportive of a renewal of the facility.

Investments

Giggleswick School is fortunate in holding a number of bequests and endowments which are represented by investments. At 31 August 2021, the total value of investments was £2,500k (2020: £2,505k). At the year-end investments were held in low-risk cash holdings.

These liquid funds underpin the operating cash requirements of the School which are provided through an overdraft facility. The aim of the investment portfolio is to maintain its value at a level which at least matches the level of overdraft facility required. The long-term investment objective is to provide funding for investment once the short-term objective is met.

The risk strategy to achieve the investment objectives is deliberately cautious and is focussed upon minimising volatility in value.

The base currency of the investment portfolio is Sterling. Cash balances are deposited with institutions with a minimum rating of A-.

The Investment Committee has selected investment managers, Sarasin and Partners LLP, to implement the agreed asset allocation strategy. The Investment Committee have responsibility for agreeing strategy, selecting managers and monitoring the investment assets. Performance is monitored against agreed market indices and, at an overall level, against both a composite benchmark and inflation. Capital may only be withdrawn from the portfolio with the approval of the full Governing Body on the advice of the Investment Committee.

Policy for holding reserves

The Board of Governors consider that reserves should be sufficient to ensure that Giggleswick School is able to meet its annual expenditure commitments from its core charitable objective of providing education by investing in the estate and maintaining excellence in standards. At 31 August 2021 the School held negative unrestricted reserves of £1,345k. The Governors are reviewing the balance sheet structure to better match liabilities and assets through releasing cash from surplus assets and pursuing a strategy to generate surpluses.

Fundraising

The School's in-house Development Department is responsible for fundraising and is not bound by any scheme or standard. Fundraising activities are reported to the Governors through the Headmaster's report. No complaints have been received in respect to fundraising.

Risk Management policy

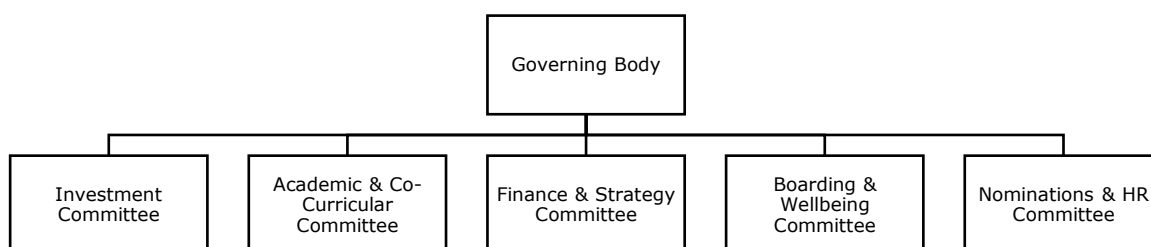
The major risks to which Giggleswick School might be exposed are regularly considered by the Senior Leadership Team and by the Finance & Strategy Committee. The School's risk register is maintained and reviewed by the Bursar. Where appropriate, steps are taken to mitigate identified risks and, if appropriate, to insure against the potential financial impact of the residual risks. The Governors consider that the necessary steps have been taken and continue to be taken to identify and mitigate major risks.

Principle strategic risks faced

The Governors consider that the key strategic risks faced by the School are related to management of cash flow, delivering a surplus on the operating position and ensuring a sustainable financial position. Alongside these risks there remains a risk of campus closure (due to the pandemic) and the associated impact upon pupil and staff welfare, pupil education and ultimately on fee income.

The Governing Body

The Trustees and Directors of Giggleswick School are the Governors of the School. The Governors determine the strategy and policies of the School. The Board of Governors meets three times a year and delivers its responsibilities through a committee structure, which is set out below:



All Governors are encouraged to spend time observing the delivery of school activities and meeting pupils and staff, to better understand how the School operates. Alongside this they undertake regular refresher training in safeguarding.

Charity Governance Code

The Governing Body have reviewed compliance against the voluntary requirements of the Charity Governance Code and are satisfied that they comply with this in all material respects.

Management arrangements

The day-to-day management of the School is delegated to the Headmaster and the Bursar. The Senior Leadership Team meets weekly during term-time to discuss day-to-day matters concerning the operations of the School. Its members include the Headmaster, the Head of the Junior School, the Bursar, the Deputy Head Wellbeing, the Deputy Head Academic, and the Senior Master. Senior management are remunerated based on their performance for the year and industry benchmarks, subject to the approval of the Board of Governors.

The other 'standing' committees include the Health & Safety Committee, and the Joint Consultative Committee.

Appointment of Governors

The Governing Body comprises up to 21 individuals, three of whom are nominated representatives from colleges of the Universities of Oxford and Cambridge with whom Giggleswick has a special connection:

- St. John's College, Cambridge
- Christ's College, Cambridge
- The Queen's College, Oxford.

The Governors may, at their discretion, also appoint a former pupil of Giggleswick School as an additional co-opted governor.

The principal method of recruiting new governors is through the Nominations & HR Committee. The process of identification may include consultation with members of the Governing Body, parents and Old Giggleswickians. In addition, the Headmaster and individual governors may suggest to the committee the names of individuals who they believe merit consideration by it. These suggestions will be made through the Clerk to the Governors. The Committee will make recommendations to the Governing Body for the appointment (and re-appointment) of Governors.

Newly-appointed Governors receive an induction on the School, which includes background information such as the strategic plan, ethos and policies, along with meetings with members of the Senior Leadership Team.

Reference and administrative details

Principal address	Giggleswick School, Settle, North Yorkshire BD24 0DE.
Bankers	Barclays Bank, 49 High Street, Skipton, BS23 1DT.
Investment managers	Sarasin and Partners LLP, Juxon House, 100 St Paul's Churchyard, London EC4M 8BU.
Auditors	Crowe U.K. LLP, the Lexicon, Mount Street, Manchester M2 5NT.
Insurance brokers	Marsh Ltd, Capital House, 1-5 Perry Mount Road, Haywards Heath, West Sussex RH16 3SY.
Solicitors	Farrer & Co, 66 Lincoln's Inn Fields, London WC2A 3LH. Wrigleys Solicitors LLP, 19 Cookridge Street, Leeds LS2 3AG.

Governing Body

Mr A V Thursby BBA	Chairman
Mr R R Waldie BA	Vice-chairman
Mr R A Bellfield MBA, BSc(Hons), Cert Ed	
Mr R A P Brocklehurst MA, MBA	
Mr M R Corner BSc, MBA	
Mr I M Cornelius BA	
Mr T R Coxon MA	Young OG governor
Mrs E C Davis BSc, ATT	
Mr N Dodd BA FCA	
Mr L M Donner BA Dip.arch RIBA	
Mrs G M Harper BA	
Mr C J Hodgen	From 11.06.21
Mr A M Jarman MA	
Prof P A Madden FRS FRSE	Nominated by The Queen's College Oxford
Mrs R H Taylor BA	
Dr F E Waldmann MA (Cantab) PhD	Nominated by Christ's College Cambridge
Dr H E Watson	From 11.06.21 Nominated by St John's College Cambridge

Headmaster

Mr M M Turnbull BA, MA (until 31.12.21)
Mr S E Hart MA (from 01.01.22)

Bursar & Clerk to the Governors

Mr M Z Hodge BA, CPFA

Statement of disclosure of information to auditors

The Governors who were in office on the date of approval of these financial statements have confirmed, as far as they are aware, that there is no relevant audit information of which the auditors are unaware. Each of the directors have confirmed that they have taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that it has been communicated to the auditor.

Auditors

A resolution to reappoint Crowe U.K. LLP, Chartered Accountants, as auditors will be put to the governors at the meeting of the governing body. This report has been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities. This report, which incorporates the Strategic Report, was approved by the Governors on 19 March 2022 and signed on their behalf by:



.....
Mr A V Thursby BBA - Chairman

Giggleswick School

GOVERNORS' RESPONSIBILITIES IN THE PREPARATION OF FINANCIAL STATEMENTS

The Governors (who are also directors of Giggleswick School for the purposes of company law) are responsible for preparing the Governors' Annual Report and the financial statements in 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 the group and of the incoming resources and application of resources, including the income and expenditure, of the charitable group 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 the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Giggleswick School

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
INCORPORATING CONSOLIDATED INCOME AND EXPENDITURE ACCOUNT
for the year ended 31 August 2021

Opinion

We have audited the financial statements of Giggleswick School ('the charitable company') and its subsidiaries ('the group') for the year ended 31 August 2021 which comprise the Consolidated Statement of Financial Activities, the Consolidated and Charity Balance Sheets, the Consolidated Cash Flow Statement, the Statement of Accounting Policies and notes to the financial statements, including 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 group's and the charitable company's affairs as at 31 August 2021 and of the group's 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

In auditing the financial statements, we have concluded that the Governors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's or the group's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the governors with respect to going concern are described in the relevant sections of this report.

Other information

The governors are responsible for the other information contained within the annual report. 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.

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 this gives rise to a material misstatement in the financial statements themselves. 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 governors' report, which includes the governors' report and the strategic 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

Giggleswick School

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
INCORPORATING CONSOLIDATED INCOME AND EXPENDITURE ACCOUNT
for the year ended 31 August 2021

- the strategic report and the governors' report included within the governors' 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 group and charitable company and their environment obtained in the course of the audit, we have not identified material misstatements in the strategic report or the directors' report included within the governors' 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 and proper 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

Responsibilities of governors

As explained more fully in the governors' responsibilities statement set out on page 9, the governors (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 governors 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.

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.

Details of the extent to which the audit was considered capable of detecting irregularities, including fraud and non-compliance with laws and regulations are set out below.

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.

Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We identified and assessed the risks of material misstatement of the financial statements from irregularities, whether due to fraud or error, and discussed these between our audit team members. We then designed and performed audit procedures responsive to those risks, including obtaining audit evidence sufficient and appropriate to provide a basis for our opinion.

We obtained an understanding of the legal and regulatory frameworks within which the charitable company and group operates, focusing on those laws and regulations that have a direct effect on the determination of material amounts and disclosures in the financial statements. The laws and regulations we considered in this context were the Companies Act 2006, taxation legislation together with the Charities SORP (FRS 102). We assessed the required compliance with these laws and regulations as part of our audit procedures on the related financial statement items.

In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which might be fundamental to the charitable

Giggleswick School

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
INCORPORATING CONSOLIDATED INCOME AND EXPENDITURE ACCOUNT
for the year ended 31 August 2021

company's and the group's ability to operate or to avoid a material penalty. We also considered the opportunities and incentives that may exist within the charitable company and the group for fraud. The laws and regulations we considered in this context for the UK operations were The Education (Independent School Standards) Regulations 2014, Employment legislation and Health and Safety Legislation.

Auditing standards limit the required audit procedures to identify non-compliance with these laws and regulations to enquiry of the Trustees and other management and inspection of regulatory and legal correspondence, if any.

We identified the greatest risk of material impact on the financial statements from irregularities, including fraud, to be within the timing of recognition of other income and the override of controls by management. Our audit procedures to respond to these risks included enquiries of management, and the Finance and Strategy Committee about their own identification and assessment of the risks of irregularities, sample testing on the posting of journals, reviewing accounting estimates for biases, reviewing regulatory correspondence with the Charity Commission, Independent Schools Inspectorate, sample testing of other income and reading minutes of meetings of those charged with governance.

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed non-compliance with laws and regulations (irregularities) is from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it. In addition, as with any audit, there remained a higher risk of non-detection of irregularities, as these may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls. We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations.

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.



Wicky Szulist
Senior Statutory Auditor
For and on behalf of
Crowe U.K. LLP
Statutory Auditor
The Lexicon
Mount Street
Manchester
M2 5NT

Date *23rd March 2022*

Giggleswick School

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
INCORPORATING CONSOLIDATED INCOME AND EXPENDITURE ACCOUNT
for the year ended 31 August 2021

	Notes	Endowed Funds 2021 £	Restricted Funds 2021 £	Unrestricted Funds 2021 £	Total 2021 £	Total 2020 £
INCOMING RESOURCES						
Charitable activities:						
School fees	2	-	-	7,534,301	7,534,301	7,109,221
Other ancillary income	3	-	-	376,141	376,141	385,220
Other trading activities:						
Activities for generating funds	5	-	-	231,536	231,536	237,826
Other incoming resources:						
Profit on sale investments		-	-	-	-	5,344
Profit on sale of tangible assets	8	-	-	259,243	259,243	-
Investment income	4	-	-	51	51	24,486
Voluntary income	1	-	31,519	1,372	32,891	280,004
Grant income	1	-	-	155,850	155,850	455,962
TOTAL INCOMING RESOURCES		-	31,519	8,558,494	8,590,013	8,498,063
EXPENDITURE						
Raising funds:						
Costs of activities for generating funds	6	-	-	79,324	79,324	103,993
Fundraising costs	6	-	-	112,179	112,179	119,682
Investment management costs	6	1,846	679	2,682	5,207	2,937
		1,846	679	194,185	196,710	226,612
CHARITABLE ACTIVITIES						
Education and grant making	6	131,589	30,767	8,241,244	8,403,600	9,035,988
TOTAL RESOURCES EXPENDED		133,435	31,446	8,435,429	8,600,310	9,262,600
Net outgoing resources before transfers	6	(133,435)	73	123,065	(10,297)	(764,537)

Giggleswick School

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
INCORPORATING CONSOLIDATED INCOME AND EXPENDITURE ACCOUNT
for the year ended 31 August 2021

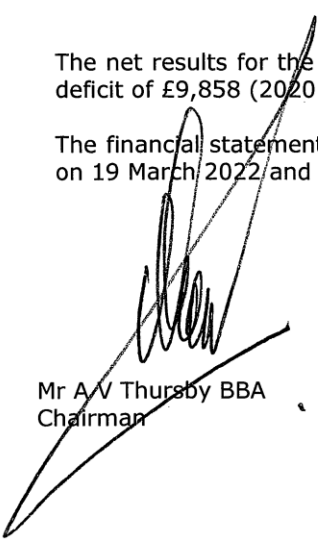
	Endowed Funds 2021 £	Restricted Funds 2021 £	Unrestricted Funds 2021 £	Total 2021 £	Total 2020 £
Net outgoing resources before transfers	(133,435)	73	123,065	(10,297)	(764,537)
Transfer between funds	-	-	-	-	-
(Loss)/Gain on investments	93	34	316	443	(49,274)
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
NET MOVEMENT IN FUNDS	(133,342)	107	123,381	(9,854)	(813,811)
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total funds brought forward	7,467,360	735,225	(1,468,968)	6,733,617	7,547,428
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TOTAL FUNDS CARRIED FORWARD	7,334,018	735,332	(1,345,587)	6,723,763	6,733,617
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All of the above results are derived from continuing operations. The School has no recognised gains or losses other than the net movement in funds for the year.

	Notes	Consolidated		School	
		2021 £	2020 £	2021 £	2020 £
FIXED ASSETS					
Tangible assets	8	8,588,023	8,933,179	8,588,023	8,933,179
Investments	9	2,500,050	2,504,813	2,500,050	2,504,813
Investment in subsidiary undertaking	9	-	-	10,000	10,000
		<u>11,088,073</u>	<u>11,437,992</u>	<u>11,098,073</u>	<u>11,447,992</u>
CURRENT ASSETS					
Stocks		27,228	25,257	27,228	25,257
Debtors and prepayments	10	449,408	310,737	449,387	310,551
Cash at bank and in hand		11,823	14,930	2,739	2,894
		<u>488,459</u>	<u>350,924</u>	<u>479,354</u>	<u>338,702</u>
CREDITORS: due within one year	11	<u>(4,297,589)</u>	<u>(4,334,310)</u>	<u>(4,297,589)</u>	<u>(4,331,372)</u>
NET CURRENT LIABILITIES		<u>(3,809,130)</u>	<u>(3,983,386)</u>	<u>(3,818,235)</u>	<u>(3,992,670)</u>
CREDITORS: due after more than one year	12	<u>(555,180)</u>	<u>(720,989)</u>	<u>(555,180)</u>	<u>(720,989)</u>
NET ASSETS	13	<u>6,723,763</u>	<u>6,733,617</u>	<u>6,724,658</u>	<u>6,734,333</u>
FUNDS OF THE CHARITY					
ENDOWED FUNDS	14	7,334,018	7,467,360	7,334,018	7,467,360
RESTRICTED INCOME FUNDS	14	735,332	735,225	735,332	735,225
		<u>8,069,350</u>	<u>8,202,585</u>	<u>8,069,350</u>	<u>8,202,585</u>
UNRESTRICTED INCOME FUNDS	14	<u>(1,345,587)</u>	<u>(1,468,968)</u>	<u>(1,344,692)</u>	<u>(1,468,252)</u>
TOTAL FUNDS		<u>6,723,763</u>	<u>6,733,617</u>	<u>6,724,658</u>	<u>6,734,333</u>

The net results for the financial year dealt with in the financial statements of the parent charity was a deficit of £9,858 (2020: deficit of £763,821).

The financial statements on pages 13 to 36 were approved by the Governors and authorised for issue on 19 March 2022 and are signed on its behalf by:



Mr A V Thursby BBA
Chairman

Giggleswick School

CONSOLIDATED CASH FLOW STATEMENT for the year ended 31 August 2021

	Note	2021 £	2020 £
Net cash inflow/(outflow) from operations	1a	25,736	(844,248)
Net cash provided by investing activities	1b	106,407	187,722
Net cash provided by financing activities	1c	(48,907)	1,085,450
CHANGE IN CASH AND CASH EQUIVALENTS IN THE YEAR		83,236	428,924
CASH AND CASH EQUIVALENTS AT START OF PERIOD		(1,556,609)	(1,985,533)
CASH AND CASH EQUIVALENTS AT END OF PERIOD		(1,473,373)	(1,556,609)
CASH AND CASH EQUIVALENTS COMPRISE:		2021 £	2020 £
Bank Overdraft		(1,485,196)	(1,571,539)
Cash at bank and in hand		11,823	14,930
CASH AND CASH EQUIVALENTS		(1,473,373)	(1,556,609)
1a Reconciliation of net incoming/(outgoing) resources to net cash flow from operating activities		2021 £	2020 £
Net change in resources		(10,298)	(764,537)
Add back:			
Return on investments:			
Investment income		(51)	(24,486)
Servicing of finance:			
Bank interest paid		48,907	64,550
Net incoming/(outgoing) resources from operating activities		38,558	(724,473)
Depreciation charges		498,042	543,471
Profit on sale of tangible assets		(259,243)	(5,344)
Investment Management Charges		5,207	2,937
(Increase) in stock		(1,967)	(740)
(Increase)/Decrease in debtors		(138,670)	34,338
(Decrease) in creditors		(116,191)	(694,437)
Net cash inflow/(outflow) from operating activities		25,736	(844,248)

Giggleswick School

CONSOLIDATED CASH FLOW STATEMENT for the year ended 31 August 2021

1b	Cash flows from investing activities		2021 £	2020 £
	Investment income		51	24,486
	Payments to acquire tangible fixed assets		(152,887)	(25,338)
	Profit on sale in tangible assets		259,243	5,344
	Receipts on the sale of investments		-	183,230
			<u>106,407</u>	<u>187,722</u>
1c	Cash flows from financing activities		2021 £	2020 £
	Interest paid		(48,907)	(64,550)
	Receipts from bank loans		-	1,150,000
			<u>(48,907)</u>	<u>1,085,450</u>
1d	Reconciliation of net debt			
		At 1 September 2020 £	Cashflow £	Other Non Cash Movements £
				At 31 August 2021 £
	Cash and Cash Equivalents			
	Cash in hand and at bank	14,930	(3,107)	-
	Bank overdraft	(1,571,539)	86,343	-
		<u>(1,556,609)</u>	<u>83,236</u>	<u>-</u>
	Borrowings			
	Loans falling due within one year	(700,000)	-	(90,000)
	Loans falling due after one year	(450,000)	-	90,000
		<u>(2,706,609)</u>	<u>83,236</u>	<u>-</u>
		<u>(2,706,609)</u>	<u>83,236</u>	<u>(2,623,373)</u>

BASIS OF PREPARATION

The financial statements have been prepared in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102), the Companies Act 2006 and 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) - effective 1 January 2019.

The functional currency of the School is considered to be GBP because that is the currency of the primary economic environment in which the School operates.

The accounts are drawn up on the historical cost basis of accounting, as modified by the revaluation of investment properties and other investments.

The School is a Public Benefit Entity registered as a charity in England and Wales and a company limited by guarantee. It was incorporated on 9 May 2005 (company number: 5447015) and registered as a charity on 1 September 2005 (charity number: 1109826). The address of the registered office is Giggleswick School, Giggleswick, Settle, North Yorkshire, BD24 0DE.

The Charity Commission has granted a uniting order that allows Giggleswick School (the incorporated body) and James Carr Trust, (the charitable trust that previously operated under the name of Giggleswick School) to be administered together. Accordingly, these accounts present the consolidated results of Giggleswick School and James Carr Trust for the year ended 31 August 2021.

GOING CONCERN

Giggleswick School's business activities, together with the factors likely to affect its future development, performance and financial position are set out in the Report of the Governors on pages 3 to 8.

The School meets its day-to-day working capital requirements through an overdraft facility that is renewed annually. The School's forecasts and projections, taking account of likely changes in pupil numbers, show that the School should be able to operate within the level of its current facility. The School's discussions with its bankers indicate that they will continue the overdraft facility and no matters have been drawn to its attention to suggest that renewal may not be forthcoming on acceptable terms in the future.

The Governors have a reasonable expectation that the School has adequate resources to continue in operational existence for the foreseeable future and consider that there were no material uncertainties over the School's financial viability. Thus they continue to adopt the going concern basis of accounting in preparing the annual financial statements.

GROUP FINANCIAL STATEMENTS

The financial statements consolidate the results of Giggleswick School and its wholly owned subsidiary Giggleswick Services Ltd (company number 3900669) using the acquisition method on a line-by-line basis. All intra-group transactions and balances between group companies are eliminated on consolidation. A separate Statement of Financial Activities for the School itself is not presented because the School has taken advantage of the exemptions afforded by section 408 of the Companies Act 2006.

The School has taken advantage of the exemption available to a qualifying entity in FRS 102 from the requirement to present a charity only cash flow statement with the consolidated accounts.

FUND ACCOUNTING

General funds, which are generated from the main school activities, are unrestricted funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for a particular purpose. The cost of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Endowed funds are those that form part of the permanent capital of the charity and must be held indefinitely. Where endowed funds are held in relation to fixed assets the depreciation is charged as allowable expenditure on the endowed funds.

INCOMING RESOURCES

All incoming resources including legacies are included in the SOFA when the charity is legally entitled to the income, the amount can be reliably quantified and the economic benefit is considered probable.

Donated assets and facilities are included at the value to the charity where this can be quantified and a third party is bearing the cost.

FEES AND SIMILAR INCOME

Fees receivable and charges for services and use of premises are accounted for in the period in which the service is provided. Fees receivable are stated after deducting allowances, scholarships and other remissions granted by the school, but include contributions received from Restricted Funds for Scholarship, Bursaries and other grants. Fees received in advance of education to be provided in future years under an Advance Fee Payments Scheme contract are held as interest-bearing liabilities until either taken to income in the term when used or else refunded. Investment income earned on them in the meantime, if exceeding the provision for any debt-financing costs arising under the contract, is taken to a designated fund to cover any ultimate shortfall that may arise on the Scheme.

RESOURCES EXPENDED

Expenditure is accrued as soon as a liability is considered probable, discounted to present value for longer term liabilities.

All expenditure is accounted for on an accruals basis and has been classified under the headings that aggregate all costs 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.

Fundraising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities. General administrative overheads (including premises) are considered to be attributable to school activities and those other costs incurred in connection with administration of the charity and compliance with constitutional and statutory requirements.

Governance costs are those incurred in meeting the constitutional and statutory requirements of the School and include audit fees and costs linked to the strategic management of the school.

ACTIVITIES

The Governors consider that the school has one activity being the education of boys and girls aged from 2 to 18 years.

FIXED ASSETS

Fixed assets are stated at cost. Depreciation is provided on all tangible fixed assets other than land and is calculated at the following rates on a straight-line basis so as to write off the net cost less residual value of the individual assets over their estimated useful lives as follows:

Freehold buildings	-	2%
Plant and machinery	-	15%
Fixtures and fittings	-	25%

A full year's depreciation is charged in the year of acquisition.

Purchases costing less than £500 are written off to expenditure in the period in which the item is acquired.

Fixed assets are reviewed for impairment where there is an indication of impairment.

INVESTMENTS AND INVESTMENT INCOME

Unlisted fixed asset investments are stated at cost. Other investments are re-valued annually to mid-market value. There is a recognised market for all non-cash investments held. Unrealised gains and losses on revaluation and realised gains and losses on disposal are allocated to the fund to which the investments relate.

Investments in subsidiaries are valued at cost less provision for impairment.

Bank and building society interest is recognised on an accruals basis. All other investment income is recognised on a receipts basis.

STOCK

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

ADVANCE FEE SCHEME CREDITORS

Amounts received under the school's Advance Fee Scheme contracts for education not yet utilised to settle school fees are recorded as deferred income and allocated as current liabilities where the education will be provided within 12 months from the reporting date and as long-term liabilities where the education will be provided in subsequent years.

PENSIONS AND OTHER POST-RETIREMENT BENEFITS

The School contributes to the Pensions Trust Growth Plan for certain of its employees. This in most respects is a money purchase arrangement but does include certain guaranteed benefit elements. The Plan is a multi-employer scheme as it is not possible in the normal course of events to identify the share of the underlying assets belonging to the individual participating employers and accordingly, in accordance with FRS102, is accounted for as a defined contribution scheme with contributions being recorded as they become payable.

The School also contributes to the Aviva Pension Trust for Independent Schools (APTIS), a defined contribution pension scheme. The pension charge represents the amounts payable to APTIS for the year. The School was a member of the Teachers' Pension Scheme (TPS) up until 31 August 2020. Under the definitions set out in FRS102, the TPS is a multi-employer pension scheme. The School is unable to identify its share of the underlying assets and liabilities of the scheme. Accordingly, the School has taken advantage of the exemption under FRS102 and has accounted for its contributions as if it were a defined contribution scheme.

LEASED ASSETS AND OBLIGATIONS

Where assets are financed by leasing agreements that give rights approximating to ownership ("finance leases"), the assets are treated as if they had been purchased outright. The amount capitalised is the present value of the minimum lease payments payable during the lease term. The corresponding leasing commitments are shown as obligations to the lessor. Lease payments are treated as consisting of capital and interest elements, and the interest is charged to the income and expenditure account in proportion to the remaining balance outstanding.

All other leases are "operating leases" and the annual rentals are charged to the income and expenditure account on a straight-line basis over the lease term.

FINANCIAL INSTRUMENTS

Basic financial instruments are initially recognised at transaction value and subsequently measured at amortised cost with the exception of investments which are held at fair value. Financial assets held at amortised cost comprise cash at bank and in hand, together with trade and other debtors. A specific provision is made for debts for which recoverability is in doubt. Cash at bank and in hand is defined as all cash held in instant access bank accounts and used as working capital. Financial liabilities held at amortised cost comprise all creditors except social security and other taxes and provisions.

CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

In the application of the accounting policies, trustees are required to make judgement, estimates, and assumptions about the carrying value of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affected current and future periods.

In the view of the trustees, no assumptions concerning the future or estimation uncertainty affecting assets or liabilities at the balance sheet date are likely to result in a material adjustment to their carrying amounts in the next financial year other than the provision for the pension deficit levy. The School has an obligation to pay deficit funding contributions towards the support staff defined benefit pension plan. This provision is dependent on a number of factors including discount rate, life expectancy and asset valuations. The assumptions reflect historical experience and current trends.

1 LEGACIES, VOLUNTARY AND GRANT INCOME

	Unrestricted 2021 £	Restricted 2021 £	Total 2021 £
HMRC Furlough Grant	155,850	-	155,850
Donations and legacies	1,372	31,519	32,891
	<u>157,222</u>	<u>31,519</u>	<u>188,741</u>
	Unrestricted 2020 £	Restricted 2020 £	Total 2020 £
HMRC Furlough Grant	455,962	-	455,962
Donations and legacies	280,004	-	280,004
	<u>735,966</u>	<u>-</u>	<u>735,966</u>

2. CHARITABLE ACTIVITIES – FEES RECEIVABLE

	Consolidated and School 2021 £	2020 £
Total fees chargeable	9,647,074	8,688,923
<i>Less:</i>		
Reduction for siblings	(82,931)	(74,050)
Staff allowances	(324,417)	(343,444)
Scholarships	(731,098)	(679,114)
Bursaries	(603,390)	(412,647)
Other	(43,350)	(70,447)
Fee credit due to virtual term	(327,587)	-
	<u>7,534,301</u>	<u>7,109,221</u>

Means-tested bursaries totalling £504,224 were paid to 47 pupils (2020: £353,251 to 42 pupils).

		Consolidated and School	
		2021	2020
		£	£
3.	OTHER FEES		
	Miscellaneous fees	88,609	66,710
	Nursery extended care	6,445	4,350
	Examination fees	38,776	45,744
	School transport	97,678	109,858
	School trips	-	-
	Extra tuition	59,095	63,453
	Music	74,790	78,085
	Registration	10,748	17,020
		<hr/>	<hr/>
		376,141	385,220
		<hr/>	<hr/>

		Restricted funds	Endowed funds	Unrestricted	Total 2021	Total 2020
		£	£	£	£	£
4.	INVESTMENT INCOME					
	Income from investments	-	-	51	51	24,486
		<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
		-	-	51	51	24,486
		<hr/>	<hr/>	<hr/>	<hr/>	<hr/>

		Consolidated and School	
		2021	2020
		£	£
5.	ACTIVITIES FOR GENERATING FUNDS		
	Rent from land and properties	16,128	12,412
	Rent from school houses	45,334	42,292
	Hire of premises and facilities	1,844	18,786
	Merchandise income	966	603
	Camps and courses	133,386	36,392
	Sundry income	5,238	35,629
	Uniform Shop Income	3,619	3,819
	Golf Club fees	24,130	26,080
	Theatre Performances	891	5,347
	Foundation Income (restricted)	-	55,256
	Transfer from OG Memorial Library and Chapel Organ Appeal	-	1,210
		<hr/>	<hr/>
	Sub-total	231,536	237,826
	Profit on Sale of Investments	-	5,344
-	Profit on Sale of Fixed Assets	259,243	-
		<hr/>	<hr/>
		490,779	243,170
		<hr/>	<hr/>

6. ANALYSIS OF EXPENDITURE

(a) Total expenditure

	Staff costs	Depreciation	Other	Total
	£	£	£	2021
				£
<i>Costs of generating funds</i>				
Cost of other activities	69,597	-	9,727	79,324
Fundraising costs	90,826	-	21,353	112,179
Investment management costs	-	-	5,207	5,207
Total costs of generating funds	160,423	-	36,287	196,710
<i>Charitable expenditure -</i>				
<i>Education and grant making</i>				
Teaching	3,606,473	52,659	393,036	4,052,168
Welfare	579,826	121,359	943,051	1,644,236
Premises repair and maintenance	591,289	312,877	352,892	1,257,058
Support costs and governance	713,308	11,148	725,682	1,450,138
Total charitable expenditure	5,490,896	498,043	2,414,661	8,403,600
Total expended	5,651,319	498,043	2,450,948	8,600,310

(b) Governance included in support costs:

Governance costs	
Audit services	21,776
Governors Expenses and Training	512
	<hr/>
	22,288
	<hr/>

Net outgoing resources for the year are stated after charging:

	2021	2020
	£	£
Depreciation on own assets	498,043	543,471
Auditors remuneration - audit	21,776	15,510
- other services	2,596	2,130
Operating lease costs	71,053	67,026
	<hr/>	<hr/>

ANALYSIS OF EXPENDITURE

(a) Total expenditure

	Staff costs	Depreciation	Other	Total
	£	£	£	2020
				£
Costs of generating funds				
Cost of other activities	65,608	-	38,385	103,993
Fundraising costs	99,421	-	20,261	119,682
Investment management costs	-	-	2,937	2,937
Total costs of generating funds	165,029	-	61,583	226,612
Charitable expenditure				
Education and grant making				
Teaching	4,172,751	65,045	438,494	4,676,290
Welfare	591,766	137,055	904,044	1,632,865
Premises repair and maintenance	544,662	321,741	252,987	1,119,390
Support costs and governance	604,971	19,630	982,842	1,607,443
Total charitable expenditure	5,914,150	543,471	2,578,367	9,035,988
Total expended	6,079,179	543,471	2,639,950	9,262,600

(b) Governance included in support costs:

Governance costs	
Audit services	17,640
Governors Expenses and Training	1,617
	<hr/>
	19,257
	<hr/>

Giggleswick School

NOTES TO THE ACCOUNTS
for the year ended 31 August 2021

7. EMPLOYEES

The average number of persons employed by the school, analysed by category was as follows:

	2021 No.	2020 No.
Teachers	75	80
Ancillary Staff	22	25
Laundry and sewing	1	2
Medical and welfare	24	24
Maintenance	11	11
Caretakers, cleaners and security	26	26
Catering (contracts held with external contractor)	28	34
Administrative	16	17
Trading	2	2
Voluntary	3	2
	<u>208</u>	<u>223</u>

The aggregate employment costs of these persons were as follows:

	2021 £	2020 £
Wages and salaries	4,697,120	4,869,161
Social security costs	401,868	429,489
Other pension costs	503,864	725,478
Benefits in kind	48,467	55,051
	<u>5,651,319</u>	<u>6,079,179</u>

Aggregate employee benefits of key management personnel

260,085	304,513
<u>260,085</u>	<u>304,513</u>

The number of employees whose emoluments exceeded £60,000 were:

	2021 No.	2020 No.
£60,001 - £70,000	2	2
£70,001 - £80,000	3	2
£90,001 - £100,000	-	1
£100,001 - £110,000	1	-
£140,001 - £150,000	1	-
£150,001 - £160,000	-	1
	<u>-</u>	<u>1</u>

Of the employees whose emoluments exceed £60,000, six are accruing benefits under a defined benefit pension scheme and all had contributions paid into a money purchase pension scheme of £71,071 (2020: £12,547).

Key management personnel include the Headmaster and the Bursar; their remuneration is set annually by the Governors.

None of the Governors received any remuneration or benefits through being a governor of the school.

During the year there were termination payments of £4,569 (2020: £264,143). There was £nil (2020: £45,527) outstanding at the year-end.

8. TANGIBLE FIXED ASSETS	Consolidated and School			
	Land and freehold properties £	Plant and machinery £	Fixtures and fittings £	Total £
Cost				
At 1 September 2020	13,908,985	897,363	1,159,419	15,965,767
Additions	-	83,701	69,186	152,887
At 31 August 2021	13,908,985	981,064	1,228,605	16,118,654
Depreciation				
At 1 September 2020	5,347,624	797,540	887,424	7,032,588
Charged in the year	276,180	36,697	185,166	498,043
At 31 August 2021	5,623,804	834,237	1,072,590	7,530,631
Net book value				
At 31 August 2021	8,285,181	146,827	156,015	8,588,023
At 31 August 2020	8,561,361	99,823	271,995	8,933,179

All fixed assets are held for use on direct charitable activities. Freehold land and buildings acquired prior to May 1926 are included at nil value.

During the year receipts from the sale of tangible fixed assets totalled £259,243. This included the sale of a house, 1 South End, which was fully depreciated.

9. INVESTMENTS	Consolidated and School		
	Restricted funds £	Unrestricted funds £	Total £
At 1 September 2020	1,214,720	1,290,093	2,504,813
Disposals	-	-	-
Investment gain	127	316	443
Management Costs	(2,525)	(2,681)	(5,206)
At 31 August 2021	1,212,322	1,287,728	2,500,050
Equities			492
Liquid Assets			2,499,558
			2,500,050

The fixed asset investments are held primarily to provide an investment return. The investments were liquidated in December 2019 and the funds are currently held in a sterling liquidity fund.

Investment in subsidiary undertaking

Giggleswick Services Ltd is incorporated in the United Kingdom and pays all its profits to Giggleswick School by gift aid. The School owns the entire share capital of 10,000 ordinary shares of £1 each. Giggleswick Services Ltd operates the commercial residential letting of the School

premises and has a 31 August accounting reference date. Giggleswick International Ltd is wholly owned and controlled by the School. There were no activities in this company in the year.

10. DEBTORS	Consolidated		School	
	2021 £	2020 £	2021 £	2020 £
Fees	404,821	221,925	404,821	221,925
General debtors	3,071	3,486	3,050	3,315
Prepayments and accrued income	28,739	73,036	28,739	73,037
Other debtors	12,777	12,290	12,777	12,274
	<hr/>	<hr/>	<hr/>	<hr/>
	449,408	310,737	449,387	310,551
	<hr/>	<hr/>	<hr/>	<hr/>

Bad debts of £6,750 were written off during the year (2020: £5,689) and there was an increase in provision of £14,475 (2020: £262).

11. CREDITORS: due within one year	Consolidated		School	
	2021 £	2020 £	2021 £	2020 £
Bank overdrafts	1,485,200	1,571,539	1,485,200	1,571,539
Bank Loan	700,000	700,000	700,000	700,000
CBIL <1 yr	90,000	-	90,000	-
Trade Creditors	90,426	89,546	90,426	89,546
Deposits	356,282	292,606	356,282	292,606
Deferred income	1,198,755	943,128	1,198,755	943,128
Other Creditors	119,735	299,960	119,735	297,022
Other tax and social security	98,949	137,053	98,949	137,053
Pension costs	13,191	86,470	13,191	86,470
Accrued charges	64,146	134,275	64,146	134,275
Pension deficit levy (note 19)	67,176	62,175	67,176	62,175
Deferred income – Advance fee scheme creditors	13,729	17,558	13,729	17,558
	<hr/>	<hr/>	<hr/>	<hr/>
	4,297,589	4,334,310	4,297,589	4,331,372
	<hr/>	<hr/>	<hr/>	<hr/>

The creditors classifications have been reviewed during the year and adjusted to better reflect the nature of the business and the prior year note 8 comparatives have been reclassified to conform with current period presentation. There is no change to the overall balance of creditors due within one year.

The bank overdraft facility is secured on the School's investment portfolio. The loan is secured against a property transaction and has been fully repaid subsequent to the year-end.

12. CREDITORS: due after one year	Consolidated and School	
	2021 £	2020 £
Deferred Income – advance fee scheme creditors	27,029	33,755
Coronavirus Business Interruption Loan (CBIL)	360,000	450,000
Pension deficit levy (note 19)	168,151	237,234
	<hr/>	<hr/>
	555,180	720,989
	<hr/>	<hr/>
	2021 £	2020 £
Deferred Fee Income at 1 Sept 2020	51,313	48,739
Released in the year	(17,558)	(40,109)
New funds received in the year	7,003	42,683
	<hr/>	<hr/>
Deferred Fee Income at 31 August 2021	40,758	51,313
	<hr/>	<hr/>

The School received a Coronavirus Business Interruption Loan for £450,000 in August 2020. The loan is to be repaid in 60 monthly instalments commencing 12 months after drawdown on a floating rate basis under which the interest rate will never be less than the margin of 3.4%. The approximate amount of interest payable will be £15,750.

At 31 August 2021 the future payments under the Coronavirus Business Interruption Loan were as follows:

	2021 £	2020 £
Less than one year	90,000	7,500
Between two and five years inclusive	360,000	360,000
More than five years	-	82,500
	<hr/>	<hr/>
	450,000	450,000
	<hr/>	<hr/>

13. ALLOCATION OF NET ASSETS

	Tangible assets £	Investments £	Net liabilities £	Total 2021 £
Endowed funds:				
Scholarship funds and other	-	886,135	-	886,135
Land and buildings	6,447,884	-	-	6,447,884
Restricted funds:				
Graham Watson Scholarship Fund	-	326,185	-	326,185
Foundation and other	-	-	409,146	409,146
	<u>6,447,884</u>	<u>1,212,320</u>	<u>409,146</u>	<u>8,069,350</u>
Unrestricted funds:				
School	2,140,139	1,287,730	(4,773,457)	(1,345,587)
	<u>8,588,023</u>	<u>2,500,050</u>	<u>(4,364,311)</u>	<u>6,723,763</u>

ALLOCATION OF NET ASSETS

	Tangible assets £	Investments £	Net liabilities £	Total 2020 £
Endowed funds:				
Scholarship funds and other	-	887,887	-	887,887
Land and buildings	6,579,473	-	-	6,579,473
Restricted funds:				
Graham Watson Scholarship Fund	-	326,830	-	326,830
Foundation and other	-	-	408,395	408,395
	<u>6,579,473</u>	<u>1,214,717</u>	<u>408,395</u>	<u>8,202,585</u>
Unrestricted funds:				
School	2,353,706	1,290,096	(5,112,770)	(1,468,968)
	<u>8,933,179</u>	<u>2,504,813</u>	<u>(4,704,375)</u>	<u>6,733,617</u>

Giggleswick School
NOTES TO THE ACCOUNTS
for the year ended 31 August 2021

14. STATEMENT OF FUNDS

	1 Sept 2020	Income	Expenditure	Investment gains/(losses)	Transfers	31 Aug 2021
	£	£	£	£	£	£
Endowed funds:						
Land and buildings	6,579,473	-	(131,589)	-	-	6,447,884
Scholarship and other funds	887,887	-	(1,846)	93	-	886,134
Restricted funds:						
Graham Watson Scholarship Fund	326,830	-	(679)	34	-	326,185
Foundation Bursaries	144,031	-	-	-	-	144,031
Annual Fund	123,098	-	(6,567)	-	-	116,531
Hardship Fund	23,730	9,403	(21,005)	-	-	12,128
Boarding Refurbishment Fund	25,000	-	-	-	-	25,000
Chapel Fund	92,536	1,062	-	-	-	93,598
Bursary fund	-	21,054	(3,195)	-	-	17,859
Total restricted and endowed funds	8,202,585	31,519	(164,881)	127	-	8,069,350
Unrestricted funds:						
General Funds: School	(1,468,968)	8,558,493	(8,435,429)	316	-	(1,345,588)
Total unrestricted funds	(1,468,968)	8,558,492	(8,435,429)	316	-	(1,345,588)
Total funds	6,733,617	8,590,012	(8,600,310)	443	-	6,723,762

The total funds of the School are £6,724,657 which are £895 more than the consolidated funds. The difference relates to the unrestricted funds of Giggleswick Services Ltd.

14. STATEMENT OF FUNDS

	1 Sept 2019 £	Income £	Expenditure £	Investment gains/(losses) £	Transfers £	31 Aug 2020 £
Endowed funds:						
Land and buildings	6,713,748	-	(134,275)	-	-	6,579,473
Scholarship and other funds	906,309	8,667	(1,042)	(17,380)	(8,667)	887,887
Restricted funds:						
Graham Watson Scholarship Fund	333,611	3,190	(383)	(6,398)	(3,190)	326,830
Foundation Bursaries	146,960	2,610	(5,539)	-	-	144,031
Annual Fund	130,458	27,821	(11,681)	-	(23,500)	123,098
Hardship Fund	-	23,730	-	-	-	23,730
Boarding Refurbishment Fund	-	1,500	-	-	23,500	25,000
Chapel Fund	91,731	805	-	-	-	92,536
Total restricted and endowed funds	8,322,817	68,323	(152,920)	(23,778)	(11,857)	8,202,585
Unrestricted funds:						
General Funds: School	(775,389)	8,429,740	(9,109,680)	(25,496)	11,857	(1,468,968)
Total unrestricted funds	(775,389)	8,429,740	(9,109,680)	(25,496)	11,857	(1,468,968)
Total Funds	7,547,428	8,498,063	(9,262,600)	(49,274)	-	6,733,617

15. PENSION SCHEMES

AVIVA PENSION TRUST FOR INDEPENDENT SCHOOLS

The School withdrew from the Teachers' Pension Scheme on 1st September 2020 and transferred its participants to the Aviva Pension Trust Independent Schools Scheme (APTIS Scheme). The APTIS scheme is a defined contribution pension scheme. It is set up as part of AVIVA's 'Master Trust' – a trust-based pension arrangement managed by independent professional trustees. Giggleswick School pays contributions at the rate of 15% whilst members pay contributions of at least 7.5%.

THE PENSIONS TRUST PENSION SCHEME

Certain employees of Giggleswick School are entitled to membership of the Pension Trust Growth Plan ("the Plan"). This is a multi-employer pension plan which in most respects is a money purchase arrangement, although it does include certain guarantee elements as described below.

Contributions paid into the Plan up to and including September 2001 were converted to defined amounts of pension payable from normal retirement dates. From October 2001 contributions were invested in personal funds which have a capital guarantee, and which are converted to pension on retirement, either within the Plan or by the purchase of an annuity.

The rules of the Plan give the Trustee the power to require employers to pay additional contributions in order to ensure that the statutory funding objective under the Pensions Act 2004 is met. The statutory funding objective is that a pension scheme should have sufficient assets to meet its past service liabilities, known as Technical Provisions.

The latest formal valuation of the Plan at 30 September 2020 was performed by a professionally qualified actuary using the Projected Unit Method. The market value of the Plan's assets at the valuation date was £799 million and the Plan's Technical Provisions (i.e. past service liabilities) were £832.3 million. The valuation therefore revealed a shortfall of assets compared with the value of liabilities of £33.3 million, equivalent to a funding level of 96%.

Giggleswick School paid contributions at rates between 4% and 10% and totalling £98,768 during the accounting period. Members paid contributions at various rates during the accounting period. As at the balance sheet date there were 85 active members of the Plan employed by Giggleswick School. The School continues to offer membership of the Plan to its employees.

16. OPERATING LEASE COMMITMENTS

At 31 August 2021 the future minimum lease payments under non-cancellable operating leases was as follows:

	Other	
	2021	2020
	£	£
Less than one year	41,640	46,569
Between two and five years inclusive	31,042	64,933
	<u>72,682</u>	<u>111,502</u>

Giggleswick School

NOTES TO THE ACCOUNTS
for the year ended 31 August 2021

17. FINANCIAL INSTRUMENTS

	2021 £	2020 £
Financial assets measured at fair value	2,500,050	2,504,813

Financial assets held at fair value include assets held as investments

Impairment losses charged to financial assets measured at amortised cost in the year amounted to £Nil (2020: £Nil).

18. RELATED PARTY TRANSACTIONS

Giggleswick School owns all the issued share capital of Giggleswick Services Limited, a company incorporated in England, which provides commercial residential letting of Giggleswick School premises during the school holiday periods. In the year ended 31 August 2021 Giggleswick Services Limited had a turnover of £Nil (2020: £Nil) and a loss before tax and gift aid to Giggleswick School of £176 (2020: profit £716). At 31 August 2021 the company had shareholder's funds of £9,108 (2020 £9,284).

Two Governors educate their children at the School.

19. PENSION CREDITOR

	Consolidated and School	
	2021 £	2020 £
Included in creditors: due within one year	67,176	62,175
Included in creditors: due after one year	168,151	237,234

The pension creditor represents the discounted value of the agreed future contributions to be paid to the defined benefit pension scheme.

20. **CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES** – Comparative figures by fund type

	Notes	Endowed Funds 2020 £	Restricted Funds 2020 £	Unrestricted Funds 2020 £	Total 2020 £
INCOMING RESOURCES					
Charitable activities:					
School fees	2	-	-	7,109,221	7,109,221
Other ancillary income	3	-	-	385,220	385,220
Other trading activities:					
Activities for generating funds	5	-	56,466	181,360	237,826
Other incoming resources:					
Profit on sale investments		-	-	5,344	5,344
Profit on sale of tangible assets		-	-	-	-
Investment income	4	8,667	3,190	12,629	24,486
Voluntary income	1	-	-	280,004	280,004
Grant income	1	-	-	455,962	455,962
		<hr/>	<hr/>	<hr/>	<hr/>
TOTAL INCOMING RESOURCES		8,667	59,656	8,429,740	8,498,063
		<hr/>	<hr/>	<hr/>	<hr/>
EXPENDITURE					
Raising funds:					
Costs of activities for generating funds	6	-	-	103,993	103,993
Fundraising costs	6	-	-	119,682	119,682
Investment management costs	6	1,042	383	1,512	2,937
		<hr/>	<hr/>	<hr/>	<hr/>
		1,042	383	225,187	226,612
CHARITABLE ACTIVITIES					
Education and grant making	6	134,275	17,220	8,884,493	9,035,988
		<hr/>	<hr/>	<hr/>	<hr/>
TOTAL RESOURCES EXPENDED		135,317	17,603	9,109,680	9,262,600
		<hr/>	<hr/>	<hr/>	<hr/>
Net outgoing resources before transfers		(126,650)	42,053	(679,940)	(764,537)
		<hr/>	<hr/>	<hr/>	<hr/>

20. **CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES** – Comparative figures by fund type

	Endowed Funds 2020 £	Restricted Funds 2020 £	Unrestricted Funds 2020 £	Total 2020 £
Net outgoing resources before transfers	(126,650)	42,053	(679,940)	(764,537)
Transfer between funds	(8,667)	(3,190)	11,857	-
Gain on investments	(17,380)	(6,398)	(25,496)	(49,274)
	<hr/>	<hr/>	<hr/>	<hr/>
NET MOVEMENT IN FUNDS	(152,697)	32,465	(693,579)	(813,811)
	<hr/>	<hr/>	<hr/>	<hr/>
Total funds brought forward	7,620,057	702,760	(775,389)	7,547,428
	<hr/>	<hr/>	<hr/>	<hr/>
TOTAL FUNDS CARRIED FORWARD	7,467,360	735,225	(1,468,968)	6,733,617
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>