

**THE FOUNDATION OF SIR JOHN PERCYVALE IN MACCLESFIELD OF  
1502, RE-FOUNDED BY KING EDWARD VI IN 1552**

**KNOWN AS THE KING'S SCHOOL IN MACCLESFIELD**

**GOVERNORS' REPORT AND ACCOUNTS**

**FOR THE YEAR ENDED 31 JULY 2022**

**THE FOUNDATION OF SIR JOHN PERCYVALE IN MACCLESFIELD OF  
1502, RE-FOUNDED BY KING EDWARD VI IN 1552  
KNOWN AS THE KING'S SCHOOL IN MACCLESFIELD  
LEGAL AND ADMINISTRATIVE INFORMATION**

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|----------------------------|--|
| <b>Chair of Governors</b>  | Mr A T Higginson BSc (Hons)  |
| <b>Head of Foundation</b>  | Mr J Slack BSc (Hons), MA (Ed)   |
| <b>Director of Finance</b> | Mr J M Spencer Pickup BSc (Hons) ACA   |
| <b>Charity number</b>      | 1137204  |
| <b>Company number</b>      | RC 000830  |
| <b>Auditors</b>            | Crowe U.K. LLP<br>The Lexicon<br>Mount Street<br>Manchester<br>M2 5NT  |
| <b>Bankers</b>             | Allied Irish Bank (GB)<br>1 Underbank<br>London<br>EC3A 8AB<br><br>National Westminster Bank plc<br>2 Cheestergate<br>Macclesfield<br>SK11 6BA |
| <b>Solicitors</b>          | DAC Beachcroft LLP<br>3 Hardman Street<br>Manchester<br>M3 3HF   |

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# THE FOUNDATION OF SIR JOHN PERCYVALE IN MACCLESFIELD OF 1502, RE-FOUNDED BY KING EDWARD VI IN 1552 KNOWN AS THE KING'S SCHOOL IN MACCLESFIELD

## GOVERNORS, OFFICERS AND ORGANISATION

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The Governing Body comprises co-opted governors who are elected by the Governing Body following recommendations by the Nominations Committee of the Governing Body and governors appointed by outside bodies as indicated below. They have all served in office throughout the year and subsequently, except where indicated. They were the Trustees of the charity known as The King's School in Macclesfield during the year.

The Chair and Vice Chair are ex officio members of all the committees of the Governing Body. Dr John Kennerley stepped down from Chair to Vice Chair on 3 December 2021. Mr Higginson was elected Chair on 3 December 2021.

Co-opted Governors Term of office - five years, renewable for a maximum of two further terms of five years.

|  |   |
|--|---|
| Dr J W Kennerley BPharm, MR PharmS, PhD      | (retired 2 December 2022)                                 |
| Mr J Sugden MA, CEng FI Mech, CEng           | (retired 2 December 2022)                                 |
| Mr S Barriskell BSc, MBA                     | Finance & General Purposes*, Remuneration, Audit          |
| Mrs S Byrne BSc                              | External Relations (appointed 2 December 2022)            |
| Prof N Hanley BSc, MB ChB, PhD, FRCP         | Education, External Relations                             |
| Mrs V Davidson MBChB, MRCGP, DFSRH           | Education (appointed 31 August 2022)                      |
| Ms L Grainger MA, FCPFA                      | Education, Nominations                                    |
| Mr H Grant MA                                | Finance & General Purposes, Audit                         |
| Mr S Murrells                                | External Relations  |
| Dr C Doherty B. Pharm, PhD, MBA              | Education *, Nominations                                  |
| Mr J Hinds BA MSc                            | Finance & General Purposes, Remuneration                  |
| Ms J White BSc                               | Education, Nominations                                    |
| Mr C King MA PGCE                            | (retired 31 August 2022)                                  |
| Mr J Watkins BA (Oxon)                       | External Relations, Finance & General Purposes            |
| Nominated by the University of Manchester    |   |
| Mr I Bradley BSc                             | Education   |
| Nominated by the Lord Lieutenant of Cheshire |   |
| Mr A T Higginson BSc                         | Audit *, Remuneration*, Nominations*, External Relations, |
| Chair  | Finance & General Purposes, Education                     |
| Nominated by the Lord Bishop of Chester      |   |
| Mr M Strutt BA                               | External Relations *, Finance & General Purposes          |
| Nominated by the Cheshire East Council       |   |
| Cllr A Gregory                               | External Relations  |
| Cllr D Edwards                               | (retired 31 March 2022)                                   |

\* Chair of the Committee

All nominated governors have terms of five years (or such lesser period as the nominating body may declare at the time of nomination), renewable for a maximum of two further terms.



# **THE FOUNDATION OF SIR JOHN PERCYVALE IN MACCLESFIELD OF 1502, RE-FOUNDED BY KING EDWARD VI IN 1552 KNOWN AS THE KING'S SCHOOL IN MACCLESFIELD**

## **GOVERNORS REPORT**

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### **Officers**

The principal officers of the School during the year were:

Mr J Slack - Head of Foundation

Mr J M Spencer Pickup BSc, ACA - Director of Finance & Clerk to the Governors

The day to day running of the Foundation is delegated to the key management personnel that comprises the Head of Foundation, Director of Finance, Deputy Head (Academic), Deputy Head (Operations), Director of External Relations, Principal of the Infant and Junior Division, Principal of Senior School, Principal of Sixth Form and Senior Teacher.

### **Organisation**

In September 2020, the School completed its move to the new campus where it operates a co-educational day school for pupils aged 3 years to 18 years.

The registered office of the charity changed to The King's School in Macclesfield, Alderley Road, Prestbury, Macclesfield SK10 4SP.

## **GOVERNORS' REPORT**

The Governors present their Annual Report for the year ended 31 July 2022 under the Charities Act 2011 together with the audited financial statements under the Companies Act 2006.

The accounts have been prepared in accordance with the accounting policies set out in Note 1 to the accounts and comply with the School's governing document, the Companies Act 2006 and the Statement of Recommended Practice, Charities (FRS102).

### **Reference and administrative information**

The Foundation was originally created under a body corporate by the Charter of King Edward VI in 1552. The Governors, officers and principal address of the Foundation are listed above.

### **Structure, governance and management**

#### **Governing document**

The Charity is constituted as a Royal Charter Company called "The Foundation of Sir John Percyvale in Macclesfield of 1502, re-founded by King Edward VI in 1552" under the new supplemental charter that received Royal Assent on 11 February 2009 and is registered with the Charity Commission under Charity number 1137204.

#### **Organisational management**

The Governors are responsible for the overall management and control of the Charity and meet at least three times per year. The work of implementing the educational policies of the Charity is carried out by members of the **Education Committee**, who meet three times per year with the Senior Management Team. The **Finance & General Purposes Committee** is responsible for overseeing the day to day management of the Charity and monitoring strategic risks. It meets at least six times per year with the Head of Foundation, Director of Finance and Director of External Relations.

There are the following additional committees of the Governing Body that meet as required during the year. The committees have specific terms of reference and make appropriate recommendations to the Governing Body:

#### **Nominations**

Considers nominations to the Governing Body and oversees the induction and training of Governors.

# **THE FOUNDATION OF SIR JOHN PERCYVALE IN MACCLESFIELD OF 1502, RE-FOUNDED BY KING EDWARD VI IN 1552 KNOWN AS THE KING'S SCHOOL IN MACCLESFIELD**

## **GOVERNORS REPORT**

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### **External Relations**

Oversees the External Relations function and monitors the School's public benefit and bursary policy.

### **Remuneration**

Considers remuneration and annual pay awards for all staff.

### **Audit**

Oversees the preparation and completion of the audited financial statements and annual report for approval by the Governing Body.

### **Recruitment and Governor Training**

Governors are appointed at a meeting of the full Governing Body on the basis of nominations received from the Nominations sub-committee that vets applications to ensure they meet eligibility, competence, specialist skills and knowledge of the local community requirements for any vacant positions on the Governing Body.

New governors are inducted into the workings of the Charity, including Board policy and procedures by the Headmaster and Director of Finance. This induction is overseen by the Chair of Governors. The Director of Finance also arranges trustee-training workshops for governors covering specific issues.

### **Group Structures and Relationships**

The Charity has one subsidiary trading company known as King's School Macclesfield Limited that was registered on 1 March 2022 with registration number 13947262. It was dormant during the year and commenced trading in the new financial year on 1 August 2022.

The King's School Macclesfield Development Trust is a subsidiary charity with number 504131 and its financial results are included in these accounts and the assets are shown within restricted funds.

The operation of the school shop and school catering are both outsourced.

### **Risk Management**

The Governing Body is responsible for the management of the risks faced by the Charity. Detailed considerations of high level risks and their mitigations are delegated to the Finance & General Purposes Committee, the Head of Foundation and Director of Finance. The School's Senior Management Team and the Health & Safety Committee consider day to day risks and ways to mitigate them.

The key controls used by the Charity include:

- Formal agendas for all Committee and Governing Body activity;
- Detailed terms of reference for all Committees;
- Preparation and updating of the five year Development Plan, annual Budget and termly Management Accounts;
- Established organisational structure and lines of reporting through the Principals in each division;
- Formal written policies;
- Appropriate levels of insurance protection;
- Approved authorisation levels;
- Vetting procedures as required by child protection legislation, and
- Regular review of health and safety issues.

Through the risk management process overseen by the Governing Body, the Governors are satisfied that the major risks identified have been adequately mitigated, where possible. It is recognised that systems can only provide reasonable but not absolute assurance that major risks have been adequately managed.

# **THE FOUNDATION OF SIR JOHN PERCYVALE IN MACCLESFIELD OF 1502, RE-FOUNDED BY KING EDWARD VI IN 1552 KNOWN AS THE KING'S SCHOOL IN MACCLESFIELD**

## **GOVERNORS REPORT**

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### **Major risks**

The School updated its high level risk assessment in June 2022.

### **Key management personnel remuneration policy**

The Charity has a Remuneration Committee, which meets annually. The Head of Foundation is in attendance for the meeting (leaving for the discussion regarding the Head's pay). No members of the key management personnel are members of the committee. The Head of Foundation makes recommendations for changes to salaries of key management personnel. This is to ensure such salaries reflect experience and delivery of individual targets.

The Remuneration Committee reviews all salary changes including those for the key management personnel against independent benchmarking surveys, where available. The Remuneration Committee then sets the pay for all staff.

### **Investment policy and objectives**

The Board aims to maximise the total investment return within the objectives of maintaining income whilst preserving the real value of endowed investments.

The school's investments have continued to be managed in conformity with this policy and the Supplemental Charter.

## **OBJECTS**

### **Charitable objects**

The Charity's Objects, as set out in the Supplemental Charter dated 11 February 2009, are the advancement of education by way of maintaining a day school in Macclesfield. The Governors have powers to provide total or partial exemption from any fees payable to pupils who are in need of financial assistance. In addition, the Foundation has to maintain a number of restricted trust funds held for scholarships, bursaries, prizes and other educational purposes.

## **AIMS, OBJECTIVES AND ACTIVITIES**

### **Ethos and values**

The King's School in Macclesfield is proud of its history and ambitious for its future. Learning and personal development are at the heart of its community. The School seeks to equip young people with the character and skills necessary to meet the challenges of a changing world. The School believes that education is not just about what happens in the classroom. The School seeks to produce courageous and responsible citizens who contribute to society through leadership and service.

### **Principal activities of the year**

The Charity continued to offer Pre-School, Infant, Junior and Sixth Form education for boys and girls between the ages of 3 to 18 on the new campus that opened in September 2020.

# THE FOUNDATION OF SIR JOHN PERCYVALE IN MACCLESFIELD OF 1502, RE-FOUNDED BY KING EDWARD VI IN 1552 KNOWN AS THE KING'S SCHOOL IN MACCLESFIELD

## GOVERNORS REPORT

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In the year ended 31 July 2022, the average pupil population of the Foundation was:

|                           | 2019-2020 | 2020-2021 | 2021-2022 |
|---------------------------|-----------|-----------|-----------|
| Infants & Junior Division | 296       | 355       | 380       |
| Senior Division           | 642       | 666       | 670       |
| Sixth Form division       | 197       | 207       | 222       |
|                           | 1,135     | 1,228     | 1,272     |

In September 2022, the pupil population was 1,297.

### Public benefit and grant making policy

The governors confirm that they have had due regard to the Charity Commission guidance on public benefit.

#### Bursaries

Governors' bursaries and Quincentenary bursaries are awarded to pupils of parents with limited financial means in accordance with the Foundation's Bursary policy. All new bursary awards are subject to an external review of family income. At the recommendation of the Head of Foundation, both bursary and scholarship awards can be removed if a pupil's behaviour or effort do not meet the standards expected.

During the year, 60 pupils benefitted from bursary support totalling £595,044. In total, 27 of these pupils received bursary support worth more than 80% of total fees. 13 pupils received support of more than 95% of total fees and a further 14 pupils received bursary support of between 94% and 80% of total fees.

In addition, the Charity made awards of Governors' scholarships based on academic, sporting or musical merit which are not means tested to 172 pupils at a cost of £214,626.

#### Charitable work

King's raised £31,874 for a range of local, national and international charities and good causes. This year, pupils chose to support Unicef, Friends for Leisure, Save The Children, Visyon, Prostate Cancer Research, Wood Street Mission, Red Cross, Sporting Minds, Macmillan, Children In Need, DEC Ukraine Appeal, Place2Be, Scope, Comic Relief, The Christie, Royal British Legion and The Salvation Army.

#### Community access programme

With Covid restrictions easing this year, there were more opportunities at the new campus to host events for organisations outside the school. Examples have included the Sports Centre hosting the National Trampolining Championships in March 2022, hosting a conference for AJIS (Association for Junior Independent Schools), hosting various sporting tournaments such as the Cheshire Hockey Club County Championships and the Macclesfield Primary School Girls' Cricket Tournament, as well as the Junior Chess Tournament and a Cheshire Police Community Cohesion Group meeting.

The Outreach Scheme was launched this year for the benefit of local children which aims to exploit the new facilities and campus. Utilising King's specialist staff to deliver the outreach activities, pupils from local primary and secondary schools have attended King's to experience sessions in the school's outdoor areas and Sports Centre. A range of different types of sessions have been offered, including Bushcraft Sessions, Forest School, Cricket Sessions, Orienteering and Swimming.

Schools that have attended this year for Bushcraft and Forest School sessions include Macclesfield Academy, Park Lane Special School, Bollinbrook Primary School, Upton Priory Primary School, Park Royal Primary School, Wilmslow Prep School and All Saints Primary School. In the case of Macclesfield Academy, the school hopes to use these sessions to build pupils' engagement in the Duke of Edinburgh Award scheme. In addition, Orienteering Sessions have been delivered to Year 5 and 6 pupils from Bollinbrook School and All Saints Primary (Leek).

# **THE FOUNDATION OF SIR JOHN PERCYVALE IN MACCLESFIELD OF 1502, RE-FOUNDED BY KING EDWARD VI IN 1552 KNOWN AS THE KING'S SCHOOL IN MACCLESFIELD**

## **GOVERNORS REPORT**

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### **Community service**

Around 300 pupils participated in the Duke of Edinburgh Awards scheme. Between 1 April 2021 and 31 March 2022, King's pupils dedicated 2,223 hours to volunteering.

### **Sport**

Cricket Sessions in our indoor cricket centre have been delivered to pupils from local schools including Broken Cross Primary, Parkroyal and Park Lane Special School. Swimming sessions have also been popular with local schools.

The sports facilities are now let to a range of community groups on five nights a week and at weekends. The multi-sports facilities have a wide range of users including sports clubs that require high-quality, local provision. Sports clubs and community organisations that benefit from King's facilities include: Macclesfield Hockey Club, Alderley Edge Hockey Club, Macclesfield Junior Football Club, Satellites Swimming Club, Macclesfield Netball Club and Macclesfield Trampolining Club.

### **Creative and Performing Arts**

The School's hosted the first play, public concerts this year and harvest celebrations, Christmas concerts and Remembrance Services during the year.

### **Science**

This year saw a welcome return of the 'Science Workshops' community programme, which King's has offered for many years for the benefit of local primary schools and our own Sixth Form pupils. Pupils and staff from King's ran workshops for Marton & District Primary School, Bollinbrook School, Altrincham Prep School, Marlborough Primary, Rainow School, Yorton Lodge, Prestbury Primary, All Saints (Leek), Parkroyal Community Primary and Broken Cross Primary. In total, around 960 local primary school children experienced workshops delivered by a groups of King's A Level science students.

### **Environmental Impact**

The King's School was recognised as the first school to set up a Merit First Council to champion the United Nations' sustainable development projects.

The School continued to achieve 100% diversion of waste from landfill for the fifth consecutive year. The two orchards and the apiary on the new school campus continue to develop.

## **STRATEGIC REPORT**

### **ACHIEVEMENTS AND PERFORMANCE**

#### **Academic**

The School's academic results in August 2022 continued the school's long-standing reputation as one of the best independent schools in Cheshire and in the UK.

At GCSE, despite the recent period of school closures and uncertainty, pupils achieved 63% of all grades at grades 9-7 (A\*/A); 83% at grades 9-6 (A\* - B).

At A Level, 53% of all grades were A\*/A, and 84% were at A\* - B. Almost all leavers taking up higher education places achieved their preferred course with 74% of students achieved their first choice of university and 55% of students joined Russell Group universities.

Pupils are encouraged to participate in a range of competitions, ranging from public speaking and creative writing through to Maths, Linguistics and Physics Olympiads.

# THE FOUNDATION OF SIR JOHN PERCYVALE IN MACCLESFIELD OF 1502, RE-FOUNDED BY KING EDWARD VI IN 1552 KNOWN AS THE KING'S SCHOOL IN MACCLESFIELD

## GOVERNORS REPORT

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### Extra-curricular activities

About half of all pupils learn at least one musical instrument. Many of the ensembles, groups and choirs were able to operate despite the restrictions this year.

Pupils continued to participate in winter and summer sports, enjoying a wide range of options. Football, hockey, netball, athletics, rugby, rounders, tennis, trampolining and cricket teams are fielded for most age groups and the results reflect the hard work and enthusiasm of the pupils and staff. The School offers pupils the opportunity to participate in chess, equestrian squad, golf, cheerleading, taekwondo, kayaking, caving, coasteering, climbing, sailing, skiing, squash and yachting.

### FINANCIAL REVIEW

#### Results for the year

The general fee increase during the year, an increase of 44 pupils in the school and a major legacy worth £1.22 million ensured total incoming resources increased to £17.07 million (2021: £15.05 million).

Total resources expended were £15.33 million (2021: £14.55 million).

Net incoming resources from operations were £1.74 million (2021: £500,000) reflecting the financial benefit of the major legacy.

Net assets increased to £48.0 million (2021: £46.2 million).

#### Investment performance against objectives

The Charity's investment performance for the restricted and endowment funds continue to be monitored against the FTSE All Share Total Return Index. The Index achieved a total return of 1.0% over the year. The COIF Income Fund that is invested more internationally provided a total return of 1.6% whilst the UK focussed M & G Charifund was up 1.9%. The Charity's holding in the fixed income fund was down by 10.4%. The Charity with its holdings predominately in the COIF Income Fund achieved an overall investment return of +1.7% against the Index return of +1.0%.

#### Free reserves policy and financial viability

The Governors consider that the target for Free Reserves should be three months' operating costs (excluding depreciation) of approximately £4 million. This is a medium term objective that will be achievable, subject to further cash requirements for further capital expenditure.

The calculation of free reserves at 31 July 2022 is as follows:

|  | £'000         | £'000               |
|--|---------------|---------------------|
| Unrestricted funds at year end                   |               | 46,901              |
| Less fixed assets per accounts                   | (62,108)      |                     |
| Add back   |               |                     |
| Long term Bank borrowings to fund the new campus | <u>17,200</u> |                     |
|  |               | <u>(44,908)</u>     |
| <b>Free reserves at year end</b>                 |               | <u><b>1,993</b></u> |

# THE FOUNDATION OF SIR JOHN PERCYVALE IN MACCLESFIELD OF 1502, RE-FOUNDED BY KING EDWARD VI IN 1552 KNOWN AS THE KING'S SCHOOL IN MACCLESFIELD

## GOVERNORS REPORT

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### FUTURE PLANS

During the year, the Governing Body's Strategy Group comprising governors, the Head of Foundation and Director of Finance published the five-year Strategic Plan to 2027. The strategic intent to make a difference to each and every pupil in the school. This is supported by six strategic priorities to create a holistic approach to education that is true to our ethos, values and aims:

1. Academic aspiration supported by strong levels of teaching and learning
2. Emphasis on holistic education and skills development
3. Strong pastoral care
4. Prominent and appreciated position within the local community
5. Stability (financial and otherwise)
6. Making the most of the new campus and developing the physical environment.

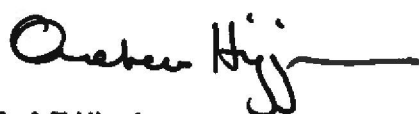
Through this process, the School has identified projects that are aligned with these strategic priorities and will come forwards as capital is provided to fund them whilst maintaining the school's financial stability. During the year, the detailed design and tendering for the new sports pavilion was completed and that work is scheduled to commence in 2023 if funding is available.

The successful 'Bring your own device' scheme continues to develop well and has been extended to year 9 in the new year ensuring the majority of year groups in the senior division are using the scheme next year.

### Statement of disclosure to auditors

On behalf of the Governing Body, the Audit Committee has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditors are aware of such information.

On behalf of the Board of Governors



Mr A T Higginson

Chair of the Governing Body

Dated: 2 December 2022



# **THE FOUNDATION OF SIR JOHN PERCYVALE IN MACCLESFIELD OF 1502, RE-FOUNDED BY KING EDWARD VI IN 1552 KNOWN AS THE KING'S SCHOOL IN MACCLESFIELD**

## **STATEMENT OF GOVERNORS' RESPONSIBILITY**

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The Governors 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).

The law applicable to charities in England and Wales requires the Governors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the Governors 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 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 charity will continue in business.

The Governors are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions, disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charities (Accounts and Reports) Regulations 2008 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.



## **Independent Auditor's Report of The Foundation of Sir John Percyvale in Macclesfield of 1502, Re-Founded by King Edward VI in 1552 Known as The King's School in Macclesfield**

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### **Opinion**

We have audited the financial statements of The Foundation of Sir John Percyvale in Macclesfield of 1502, Re-founded by King Edward VI in 1552 known as The King's School in Macclesfield for the year ended 31 July 2022 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement 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 charity's affairs as at 31 July 2022 and of 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 Charities Act 2011.

### **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 charity 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 charity'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.

# **Independent Auditor's Report of The Foundation of Sir John Percyvale in Macclesfield of 1502, Re-Founded by King Edward VI in 1552 Known as The King's School in Macclesfield**

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## **Matters on which we are required to report by exception**

In light of the knowledge and understanding of the charity and their environment obtained in the course of the audit, we have not identified material misstatements within the governors' report.

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 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 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 governors 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 charity'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 governors either intend to liquidate the charity 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](http://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 charity 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 Charities Act 2011, 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.

## **Independent Auditor's Report of The Foundation of Sir John Percyvale in Macclesfield of 1502, Re-Founded by King Edward VI in 1552 Known as The King's School in Macclesfield**

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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 charity's ability to operate or to avoid a material penalty. We also considered the opportunities and incentives that may exist within the charity 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 & Safety.

Auditing standards limit the required audit procedures to identify non-compliance with these laws and regulations to enquiry of the Governors 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 General Purposes 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 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 charity's governors, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's governors 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 charity and the charity's governors as a body, for our audit work, for this report, or for the opinions we have formed.

*Crowe UK LLP*

Crowe U.K. LLP  
Statutory Auditor  
The Lexicon  
Mount Street  
Manchester  
M2 5NT

*9th December 2022*

**THE FOUNDATION OF SIR JOHN PERCYVALE IN MACCLESFIELD OF  
1502, RE-FOUNDED BY KING EDWARD VI IN 1552  
KNOWN AS THE KING'S SCHOOL IN MACCLESFIELD  
STATEMENT OF FINANCIAL ACTIVITIES  
(Incorporating the Income and Expenditure Account)**

**FOR THE YEAR ENDED 31 JULY 2022**

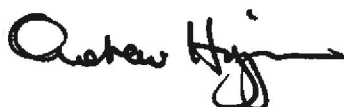
|   | Notes | Unrestricted<br>Funds<br>£'000 | Restricted<br>Funds<br>£'000 | Endowment<br>Funds<br>£'000 | Total<br>2022<br>£'000 | Total<br>2021<br>£'000 |
|---|-------|--------------------------------|------------------------------|-----------------------------|------------------------|------------------------|
| <b>Income and endowments from:</b>  |       |                                |                              |                             |                        |                        |
| Donations and legacies  | 2     | 1,263                          | 34                           | -                           | 1,297                  | 322                    |
| Investment income   | 2     | 16                             | 26                           | -                           | 42                     | 25                     |
| <b>Charitable activities:</b>   |       |                                |                              |                             |                        |                        |
| School fees   | 3     | 15,010                         | -                            | -                           | 15,010                 | 14,232                 |
| Ancillary trading income  | 4     | 502                            | -                            | -                           | 502                    | 278                    |
| Other incoming resources  | 5     | 189                            | 25                           | -                           | 214                    | 190                    |
| <b>Total incoming resources</b>   |       | <b>16,980</b>                  | <b>85</b>                    | <b>-</b>                    | <b>17,065</b>          | <b>15,047</b>          |
| <b>Expenditure on:</b>  | 6     |                                |                              |                             |                        |                        |
| <b>Raising funds</b>  |       |                                |                              |                             |                        |                        |
| Costs of fundraising  |       | 4                              | -                            | -                           | 4                      | 4                      |
| Ancillary trading costs   |       | 763                            | -                            | -                           | 763                    | 502                    |
| Financing costs   |       | 600                            | 1                            | -                           | 601                    | 790                    |
|   |       | <b>1,367</b>                   | <b>1</b>                     | <b>-</b>                    | <b>1,368</b>           | <b>1,296</b>           |
| <b>Charitable activities</b>  |       |                                |                              |                             |                        |                        |
| Education and grant making  |       | <b>13,884</b>                  | <b>73</b>                    | <b>-</b>                    | <b>13,957</b>          | <b>13,252</b>          |
| <b>Total resources expended</b>   |       | <b>15,251</b>                  | <b>74</b>                    | <b>-</b>                    | <b>15,325</b>          | <b>14,548</b>          |
| <b>Net incoming resources from operations before transfers and investment gains</b> |       | <b>1,729</b>                   | <b>11</b>                    | <b>-</b>                    | <b>1,740</b>           | <b>499</b>             |
| Gains/(Loss) on investment assets   |       | -                              | (6)                          | (6)                         | (12)                   | 116                    |
| Gain on disposal of land and buildings  |       | -                              | -                            | -                           | -                      | 2,275                  |
| Transfer between funds  |       | -                              | -                            | -                           | -                      | -                      |
| <b>Net movement in funds</b>  |       | <b>1,729</b>                   | <b>5</b>                     | <b>(6)</b>                  | <b>1,728</b>           | <b>2,890</b>           |
| Fund balances at 1 August 2021  |       | <b>45,172</b>                  | <b>544</b>                   | <b>519</b>                  | <b>46,235</b>          | <b>43,345</b>          |
| <b>Fund balances at 31 July 2022</b>  |       | <b>46,901</b>                  | <b>549</b>                   | <b>513</b>                  | <b>47,963</b>          | <b>46,235</b>          |

**THE FOUNDATION OF SIR JOHN PERCYVALE IN MACCLESFIELD OF  
1502, RE-FOUNDED BY KING EDWARD VI IN 1552  
KNOWN AS THE KING'S SCHOOL IN MACCLESFIELD  
BALANCE SHEET**

**AS AT 31 JULY 2022**

|  | Notes | 2022<br>£'000   | 2021<br>£'000   |
|--|-------|-----------------|-----------------|
| <b>Fixed assets</b>  |       |                 |                 |
| Tangible assets  | 9     | 62,108          | 63,517          |
| Investments  | 10    | <u>746</u>      | <u>758</u>      |
|  |       | 62,854          | 64,275          |
| <b>Current assets</b>  |       |                 |                 |
| Assets held for resale   |       | -               | -               |
| Debtors  | 11    | 1,640           | 683             |
| Cash at bank and in hand                                       |       | <u>7,677</u>    | <u>9,354</u>    |
|  |       | 9,317           | 10,037          |
| <b>Creditors: amounts falling due within one year:</b>         | 12    | <u>(7,732)</u>  | <u>(10,781)</u> |
| <b>Net current (liabilities)/assets</b>                        |       | <u>1,585</u>    | <u>(744)</u>    |
| <b>Total assets less current liabilities</b>                   |       | 64,439          | 63,531          |
| <b>Creditors: amounts falling due after more than one year</b> | 13    | <u>(16,476)</u> | <u>(17,296)</u> |
| <b>Net assets</b>  |       | <u>47,963</u>   | <u>46,235</u>   |
| <b>Endowment funds</b>   | 17    | 513             | 519             |
| <b>Restricted funds</b>  | 18    | 549             | 544             |
| <b>Unrestricted funds</b>                                      | 19    | <u>46,901</u>   | <u>45,172</u>   |
|  |       | <u>47,963</u>   | <u>46,235</u>   |

The accounts were approved and authorised for issue by the Board on **2 December 2022**



**Mr A T Higginson**  
Governor

**Dr J W Kennerley**  
Governor



**THE FOUNDATION OF SIR JOHN PERCYVALE IN MACCLESFIELD OF  
1502, RE-FOUNDED BY KING EDWARD VI IN 1552  
KNOWN AS THE KING'S SCHOOL IN MACCLESFIELD  
CASH FLOW STATEMENT**

**FOR THE YEAR ENDED 31 JULY 2022**

|  | Notes | 2022<br>£'000  | 2021<br>£'000  |
|--|-------|----------------|----------------|
| <b>Net cash (outflow)/inflow from operating activities</b>                     | (i)   | (70)           | (1,031)        |
| <b>Cash flows from investing activities</b>                                    |       |                |                |
| Financing costs  |       | (601)          | (790)          |
| Investment income  |       | 26             | 24             |
| Interest received  |       | 16             | 1              |
| Net proceeds from sale of fixed assets   |       | -              | 5,328          |
| Payments to acquire tangible fixed assets                                      |       | <u>(248)</u>   | <u>(2,491)</u> |
| <b>Net cash from/(used) in investing activities</b>                            |       | (807)          | 2,072          |
| <b>Cash flows from financing activities</b>                                    |       |                |                |
| AIB loan drawdown  |       | -              | 6,000          |
| Loan repayments  |       | (800)          | (6,352)        |
| <b>Net cash (used in)/from financing activities</b>                            |       | <u>(800)</u>   | <u>(352)</u>   |
| <b>Change in cash and cash equivalents in the year</b>                         |       | (1,677)        | 689            |
| <b>Cash and cash equivalents at the beginning of the year</b>                  |       | <u>9,354</u>   | <u>8,665</u>   |
| <b>Cash and cash equivalents at the end of the year</b>                        | (ii)  | <u>7,677</u>   | <u>9,354</u>   |
| <b>(i) Reconciliation of net income to cash flow from operating activities</b> |       |                |                |
|  |       | 2022<br>£'000  | 2021<br>£'000  |
| Net incoming resources   |       | 1,740          | 499            |
| Investment income  |       | (26)           | (24)           |
| Financing costs  |       | 601            | 790            |
| Interest received  |       | (16)           | (1)            |
| Depreciation of tangible fixed assets  |       | 1,658          | 1,611          |
| Decrease/(increase) in debtors   |       | (957)          | 1,954          |
| (Decrease)/increase in creditors   |       | <u>(3,070)</u> | <u>(5,860)</u> |
| <b>Net cash (outflow)/inflow from operations</b>                               |       | <u>(70)</u>    | <u>(1,031)</u> |
| <b>(ii) Analysis of cash and cash equivalents</b>                              |       |                |                |
|  |       | 2022<br>£'000  | 2021<br>£'000  |
| Cash at bank   |       | <u>7,677</u>   | <u>9,354</u>   |

**THE FOUNDATION OF SIR JOHN PERCYVALE IN MACCLESFIELD OF  
1502, RE-FOUNDED BY KING EDWARD VI IN 1552  
KNOWN AS THE KING'S SCHOOL IN MACCLESFIELD  
CASH FLOW STATEMENT**

**FOR THE YEAR ENDED 31 JULY 2022**

**(iii) Reconciliation of net debt**

|  | 1 August<br>2021<br>£'000 | Cashflow<br>£'000 | 31 July 2022<br>£'000 |
|--|---------------------------|-------------------|-----------------------|
| Cash in hand and at bank               | 9,354                     | (1,677)           | 7,677                 |
| Bank loan due in less than one year    | (800)                     | -                 | (800)                 |
| Bank loan due in greater than one year | <u>(17,200)</u>           | <u>800</u>        | <u>(16,400)</u>       |
|  | <u>8,646</u>              | <u>(877)</u>      | <u>(9,523)</u>        |

**THE FOUNDATION OF SIR JOHN PERCYVALE IN MACCLESFIELD OF  
1502, RE-FOUNDED BY KING EDWARD VI IN 1552  
KNOWN AS THE KING'S SCHOOL IN MACCLESFIELD  
NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 JULY 2022**

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**1 Accounting policies**

**1.1 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 Charities Act 2011 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 School is a Public Benefit Entity registered as a charity in England and Wales and a Royal Charter Company. It was incorporated on 25 April 1552 (company number: RC 000830) and re-registered as a charity on 30 July 2010 (charity number: 1137204).

The School continues to attract pupils and is full in many year groups. Strong pupil numbers is enabling the School to generate operational cash surpluses sufficient to cover debt service costs and to build up reserves for future investment. The Governors therefore are confident that the School has sufficient resources to continue on a going concern basis.

**1.2 Incoming resources**

Fee income, school shop income and dining hall income is recognised in the Statement of Financial Activities on the accruals basis. Fees received in advance of education to be provided in future years are held until either taken to income in the term when used or else refunded.

Donations received for the general purposes of the Charity are credited to Unrestricted Funds. Donations for purposes restricted by the wishes of the donor are taken to Restricted Funds where these wishes are legally binding on the Governors. Donations and legacies are accounted for as and when entitlement arises, the amount can be reliably quantified and the economic benefit to the School is considered probable.

Investment income is credited to the Statement of Financial Activities on a receivable basis.

The income from the investment of the endowment funds forms the restricted funds of the school and is spent in accordance with the scheme.

**1.3 Resources expended**

Expenditure is accrued as soon as a liability is considered probable, discounted to present value for longer term liabilities. The cost headings comprise expenditure, including staff costs and depreciation, directly attributable to the activity. Where costs cannot be directly attributed they have been allocated to activities on a fair and reasonable basis.

Support costs comprise all services including an appropriate proportion of general overheads specifically identified as wholly or mainly incurred in support of the direct charitable expenditure. The irrecoverable VAT element is included with the item of expense to which it relates.



**THE FOUNDATION OF SIR JOHN PERCYVALE IN MACCLESFIELD OF  
1502, RE-FOUNDED BY KING EDWARD VI IN 1552  
KNOWN AS THE KING'S SCHOOL IN MACCLESFIELD  
NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 JULY 2022**

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**1 Accounting policies (continued)**

**1.4 Tangible fixed assets and depreciation**

Tangible assets are stated at cost (or deemed cost for land and buildings held at valuation at the date of transition to FRS 102) less accumulated depreciation.

Individual purchase of fixed assets costing less than £1,000 are not capitalised but charged as expenditure in the year.

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life:

|                                       |   |
|---------------------------------------|---|
| Buildings                             | over 20 or 50 years on a straight line basis. |
| Fixtures, fittings, plant & equipment | over 3 to 5 years on a straight line basis.   |
| Computers                             | over 3 years on a straight-line basis.        |
| Motor vehicles                        | over 5 years on a straight line basis.        |

**1.5 Investments**

Investments are stated at market value less any provision for permanent diminution in value. Market value is taken to be the middle market price ruling at the balance sheet date.

Gains and losses on investment assets realised and unrealised are taken to the Statement of Financial Activities.

**1.6 Stock**

Stocks are stated at the lower of cost and net realisable value. Cost is determined on a "first in, first out" basis. Net realisable value is determined on the basis of estimated value or expected selling price less further costs to be incurred to disposal.

**1.7 Pensions**

The School participates in a multi-employer defined benefits pension scheme, the Teachers' Pension Scheme (England and Wales) ("the Scheme"), for its teaching staff at rates set by the scheme actuary and advised to the Board by the Scheme Administrator. The pension liability is the responsibility of the Scheme. As a result it is not possible to identify the assets and liabilities of the scheme that are attributable to the school. Accordingly, under FRS 102 the scheme is accounted for as if it were a defined contribution scheme.

**1.8 Accumulated funds**

General funds are available for use at the discretion of the Governing Body in furtherance of the general objectives of the School.

Endowment funds are capital funds where there is no power to convert the capital into income and which therefore represent the permanent capital of the School. Changes in the market values of the investments and other assets held within these funds are debited or credited to the capital of those funds and the movements, purposes and uses of these funds are set out in the notes to the accounts. Where applicable the income arising from these endowment funds has been included in general funds or restricted funds as appropriate.

Restricted funds are funds subject to specific restrictive conditions imposed by the donors or by the purpose of the appeal. These restricted funds also include the Income Funds of the various permanent endowments where the income is earmarked for specific purposes. The purpose and use of the restricted funds is set out in the notes to the accounts.

All income and expenditure is shown in the Statement of Financial Activities.

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**THE FOUNDATION OF SIR JOHN PERCYVALE IN MACCLESFIELD OF  
1502, RE-FOUNDED BY KING EDWARD VI IN 1552  
KNOWN AS THE KING'S SCHOOL IN MACCLESFIELD  
NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 JULY 2022**

**1 Accounting policies (continued)**

**1.9 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.

Derivatives, including interest rate swaps, are not basic financial instruments. Derivatives are initially recognised at fair value on the date a derivative contract is entered into and are subsequently re-measured at their fair value. Changes in the fair value of derivatives are recognised in the Statement of Financial Activities, unless they are included in a hedging arrangement.

**1.10 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 Governors, 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.

**2. Investment and endowment income**

|                        | Unrestricted<br>funds<br>£'000 | Restricted<br>funds<br>£'000 | Total<br>2022<br>£'000 | Total<br>2021<br>£'000 |
|------------------------|--------------------------------|------------------------------|------------------------|------------------------|
| Donations and legacies | 1,263                          | 34                           | 1,297                  | 322                    |
| Income shares in COIF  | -                              | 26                           | 26                     | 24                     |
| Interest receivable    | 16                             | -                            | 16                     | 1                      |
|                        | <b>1,279</b>                   | <b>60</b>                    | <b>1,339</b>           | <b>347</b>             |

During the year, the School was left a total of £1,222,884 net of related fees in a generous bequest.

**THE FOUNDATION OF SIR JOHN PERCYVALE IN MACCLESFIELD OF  
1502, RE-FOUNDED BY KING EDWARD VI IN 1552  
KNOWN AS THE KING'S SCHOOL IN MACCLESFIELD  
NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 JULY 2022**

**3. Charitable activities – fees receivable**

|   | Total<br>2022<br>£'000 | Total<br>2021<br>£'000 |
|---|------------------------|------------------------|
| <b>School fees</b>                                      |                        |                        |
| The school's fee income comprised:                      |                        |                        |
| Gross fees  | 16,579                 | 15,833                 |
| Less: Total bursaries, grants and allowances            | (1,609)                | (1,642)                |
|   | <b>14,970</b>          | <b>14,191</b>          |
| Add:  |                        |                        |
| Bursaries and scholarships paid for by Restricted Funds | 40                     | 41                     |
|   | <b>15,010</b>          | <b>14,232</b>          |
| <b>School fees</b>                                      |                        |                        |
| Bursaries and scholarships paid for by Restricted Fund: |                        |                        |
| Governors' bursaries and scholarships                   | 40                     | 41                     |
|   | <b>40</b>              | <b>41</b>              |

During the year 61 pupils benefited from bursary support totalling £595,044 (2021: 80 pupils received £670,148). Of this amount £18,600 was provided by restricted and permanent capital funds (2021: £18,495). 29 of these pupils also receive scholarship support (2021: 22). In addition, Governors' scholarships (not means tested) and music scholarships were given to 130 and 41 pupils, at a cost of £176,867 and £37,761 respectively (2021: a total of 156 pupils at a cost of £161,048 and £33,429).

Total bursaries, grants and allowances includes £2,108 (2021: £14,738) of rebates were given as a result of Covid-19.

**4. Ancillary trading income**

|             | 2022<br>£'000 | 2021<br>£'000 |
|-------------|---------------|---------------|
| Dining Hall | 502           | 278           |
| School shop | -             | -             |
|             | <b>502</b>    | <b>278</b>    |

**5. Other incoming resources**

|                    | Unrestricted<br>funds<br>£'000 | Restricted<br>funds<br>£'000 | Total<br>2022<br>£'000 | Total<br>2021<br>£'000 |
|--------------------|--------------------------------|------------------------------|------------------------|------------------------|
| Fundraising events | -                              | 25                           | 25                     | 5                      |
| Furlough grants    | -                              | -                            | -                      | 121                    |
| Lettings income    | 189                            | -                            | 189                    | 64                     |
|                    | <b>189</b>                     | <b>25</b>                    | <b>214</b>             | <b>190</b>             |

**THE FOUNDATION OF SIR JOHN PERCYVALE IN MACCLESFIELD OF  
1502, RE-FOUNDED BY KING EDWARD VI IN 1552  
KNOWN AS THE KING'S SCHOOL IN MACCLESFIELD  
NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 JULY 2022**

**6. Analysis of expenditure**

|                                       | <b>Staff<br/>costs<br/>£'000</b> | <b>Depreciation<br/>£'000</b> | <b>Other<br/>costs<br/>£'000</b> | <b>Grant<br/>funding<br/>£'000</b> | <b>Total<br/>2022<br/>£'000</b> | <b>Total<br/>2021<br/>£'000</b> |
|---------------------------------------|----------------------------------|-------------------------------|----------------------------------|------------------------------------|---------------------------------|---------------------------------|
| <b>Costs of generating funds</b>      |                                  |                               |                                  |                                    |                                 |                                 |
| Fundraising                           | -                                | -                             | 4                                | -                                  | 4                               | 4                               |
| Ancillary trading costs               | -                                | -                             | 763                              | -                                  | 763                             | 502                             |
| Financing costs                       | -                                | -                             | 600                              | 1                                  | 601                             | 790                             |
| <b>Total cost of generating funds</b> |                                  |                               | <b>1,367</b>                     | <b>1</b>                           | <b>1,368</b>                    | <b>1,296</b>                    |
| <b>Charitable expenditure</b>         |                                  |                               |                                  |                                    |                                 |                                 |
| <b>Education and grant making</b>     |                                  |                               |                                  |                                    |                                 |                                 |
| Teaching                              | 7,825                            | 1,636                         | 1,134                            | 40                                 | 10,635                          | 9,694                           |
| Welfare                               | 53                               | -                             | 199                              | -                                  | 252                             | 211                             |
| Premises                              | 606                              | -                             | 1,238                            | -                                  | 1,844                           | 2,237                           |
| Support costs (note a)                | 770                              | 22                            | 434                              | -                                  | 1,226                           | 1,110                           |
| <b>Total charitable expenditure</b>   | <b>9,254</b>                     | <b>1,658</b>                  | <b>3,005</b>                     | <b>40</b>                          | <b>13,957</b>                   | <b>13,252</b>                   |
| <b>Total expended</b>                 | <b>9,254</b>                     | <b>1,658</b>                  | <b>4,372</b>                     | <b>41</b>                          | <b>15,325</b>                   | <b>14,548</b>                   |

Included within finance costs is £530,872 (2021: £560,308) of interest on bank loans and overdrafts, £nil (2021: £19,717) of non-utilisation fees and £(7,402) (2021: £123,137) interest on retention.

During the year, the provision against doubtful fee debtors was decreased by £10,685 (2021: £12,797).

**a) Governance costs included in support costs**

|                        | <b>2022<br/>£'000</b> | <b>2021<br/>£'000</b> |
|------------------------|-----------------------|-----------------------|
| Accountancy charges    | 22                    | 25                    |
| Other governance costs | 40                    | 35                    |
|                        | <b>62</b>             | <b>60</b>             |

Governance costs includes payments to the auditors of £22,350 (2021: £21,300) for audit fees and £nil (2021: £1,920) for other services.

**THE FOUNDATION OF SIR JOHN PERCYVALE IN MACCLESFIELD OF  
1502, RE-FOUNDED BY KING EDWARD VI IN 1552  
KNOWN AS THE KING'S SCHOOL IN MACCLESFIELD  
NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 JULY 2022**

**7. Governors**

Nine Governors (2021: nine) who held office for at least part of the year had children enrolled at the school during the year. The children attend the school on the same terms as the other pupils.

None of the Governors (or any persons connected with them) received any remuneration or other benefits from the School or from any connected body during this year or the previous year, except as set out in note 23: Related parties. No governors were reimbursed expenses during this year (2021: none).

**8. Staff costs**

| The average number of employees during the year | <b>Number<br/>2022</b> | <b>Number<br/>2021</b> |
|---|------------------------|------------------------|
| Teaching  | 114                    | 109                    |
| Welfare   | 2                      | 2                      |
| Premises  | 32                     | 39                     |
| Support   | 100                    | 88                     |
|   | <b>248</b>             | <b>238</b>             |

The full time equivalent number of employees during the year was 202 (2021: 197).

The school shop and catering operation of the school are outsourced.

| The aggregate payroll costs for the year were as follows: | <b>2022<br/>£'000</b> | <b>2021<br/>£'000</b> |
|---|-----------------------|-----------------------|
| Wages and salaries  | 7,265                 | 6,660                 |
| Social security costs                                     | 705                   | 636                   |
| Other pension costs                                       | 1,264                 | 1,179                 |
| Apprenticeship Levy                                       | 20                    | 18                    |
|   | <b>9,254</b>          | <b>8,493</b>          |

|   | <b>2022<br/>£'000</b> | <b>2021<br/>£'000</b> |
|---|-----------------------|-----------------------|
| Aggregate employee benefits of key management personnel | <b>965</b>            | <b>870</b>            |

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**8. Staff costs (continued)**

|  | 2022     | 2021     |
|--|----------|----------|
| Number of higher paid employees in bands of: |          |          |
| £60,001 to £70,000                           | 3        | 2        |
| £70,001 to £80,000                           | 2        | 2        |
| £100,001 to £110,000                         | 1        | 1        |
| £120,001 to £130,000                         | -        | 1        |
| £160,001 to £170,000                         | <u>1</u> | <u>=</u> |

Of the employees whose emoluments exceed £60,000, 6 (2021: 5) have retirement benefits accruing under defined benefit pension schemes and 1 (2021: 1) has benefits accruing under defined contribution schemes for which the contributions amounted to £38,328 (2021: £20,605).

During the year there were redundancy or termination payments which amounted to £nil (2021: £8,016).

**9. Tangible Fixed Assets**

|                              | Land &<br>Buildings<br>£'000 | Fixtures,<br>fittings,<br>plant &<br>equipment<br>£'000 | Computers<br>£'000 | Motor<br>vehicles<br>£'000 | Total<br>£'000 |
|------------------------------|------------------------------|---|--------------------|----------------------------|----------------|
| <b>Cost (or deemed cost)</b> |                              |   |                    |                            |                |
| At 1 August 2021             | 64,096                       | 1,167   | 691                | 407                        | 66,361         |
| Additions                    | (80)                         | 162   | 158                | 8                          | 248            |
| Disposals                    | -                            | (64)  | (90)               | (4)                        | (158)          |
| <b>At 31 July 2022</b>       | <b>64,016</b>                | <b>1,265</b>  | <b>759</b>         | <b>411</b>                 | <b>66,451</b>  |
| <b>Depreciation</b>          |                              |   |                    |                            |                |
| At 1 August 2021             | 1,467                        | 637   | 401                | 338                        | 2,843          |
| On disposals                 | -                            | (64)  | (90)               | (4)                        | (158)          |
| Charge for the year          | 1,283                        | 162   | 191                | 22                         | 1,658          |
| <b>At 31 July 2022</b>       | <b>2,750</b>                 | <b>735</b>  | <b>502</b>         | <b>356</b>                 | <b>4,343</b>   |
| <b>Net book value</b>        |                              |   |                    |                            |                |
| At 31 July 2022              | <b>61,266</b>                | <b>530</b>  | <b>257</b>         | <b>55</b>                  | <b>62,108</b>  |
| At 31 July 2021              | 62,628                       | 530   | 290                | 69                         | 63,517         |

The land and buildings were held at a valuation until transition to FRS102 when the value of the land and buildings was taken as deemed cost.

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**10. Fixed asset investment**

|  |            |
|--|------------|
| Cost or valuation:                                     | £'000      |
| Market value at 1 August 2021                          | 758        |
| Disposals  | -          |
| Change in value in the year                            | (12)       |
| <b>Market value at 31 July 2022</b>                    | <b>746</b> |
|  |            |
| The investment assets held at the end of the year are: | £'000      |
| Income shares in COIF                                  | 513        |
| Charifund Units  | 216        |
| Fixed Interest Bonds                                   | 16         |
| Ground Rents   | 1          |
|  | <b>746</b> |
|  |            |
| Historical cost:                                       | £'000      |
| At 31 July 2022  | 115        |
| At 31 July 2021  | 115        |

The above historical cost value is made up of £1,000 of unrestricted fund investments, £90,000 of restricted fund investments and £24,000 of endowment fund investments.

On 1 March 2022, a new subsidiary, King's School Macclesfield Limited, was incorporated. During the year ended 31 July 2022, no trading was undertaken by this subsidiary.

**11. Debtors**

|                                | 2022<br>£'000 | 2021<br>£'000 |
|--------------------------------|---------------|---------------|
| Fees                           | 94            | 140           |
| Other debtors                  | 1,264         | 180           |
| Prepayments and accrued income | 282           | 363           |
|                                | <b>1,640</b>  | <b>683</b>    |

All debtors are due within one year.

Within fee debtors are gross fees in respect of Summer 2022 and earlier terms of £171,022 (2021: £244,832). A provision of £77,750 (2021: £104,560) against this amount has been provided for in respect of doubtful debts.

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**12. Creditors: amounts falling due within one year:**

|                                 | <b>2022<br/>£'000</b> | <b>2021<br/>£'000</b> |
|---------------------------------|-----------------------|-----------------------|
| Bank loan                       | 800                   | 800                   |
| Trade creditors                 | 528                   | 272                   |
| Taxes and social security costs | 179                   | 170                   |
| Other creditors                 | 754                   | 3,584                 |
| Accruals                        | 809                   | 1,724                 |
| Deferred income                 | 4,662                 | 4,231                 |
|                                 | <b>7,732</b>          | <b>10,781</b>         |

**13. Creditors: amounts falling due after more than one year**

|                 | <b>2022<br/>£'000</b> | <b>2021<br/>£'000</b> |
|-----------------|-----------------------|-----------------------|
| Bank loan       | 16,400                | 17,200                |
| Other creditors | -                     | -                     |
| Deferred income | 76                    | 96                    |
|                 | <b>16,476</b>         | <b>17,296</b>         |

The School entered into the Facility Agreement with AIB Group (UK) Limited (the "Bank") on 10 August 2018 secured by a charge over all the School's freehold properties. The Facility Agreement provided a total funding commitment from the Bank of up to £24.0 million to be utilised for the funding of the construction of the new school campus. The first drawn down under the Facility took place in November 2019 and drawdowns continued through the construction phase up to a maximum of £24 million. In July 2022, the School repaid £6 million of the facility from the proceeds of sales of the previous sites. At the year end, the School had £17.20 million (2021: £18.00 million) of long-term debt outstanding.

|   | <b>2022<br/>£'000</b> | <b>2021<br/>£'000</b> |
|---|-----------------------|-----------------------|
| <b>Loan maturity analysis</b>                       |                       |                       |
| Debt due in one year or less                        | 800                   | 800                   |
| In more than one year but not more than two years   | 800                   | 800                   |
| In more than two years but not more than five years | 2,400                 | 2,400                 |
| In more than five years                             | 13,200                | 14,000                |
|   | <b>17,200</b>         | <b>18,000</b>         |
| Included in liabilities falling due within one year | <b>(800)</b>          | <b>(800)</b>          |
|   | <b>16,400</b>         | <b>17,200</b>         |



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**14. Fees received in advance**

|   | <b>2022<br/>£'000</b> | <b>2021<br/>£'000</b> |
|---|-----------------------|-----------------------|
| Deferred income is included within:                   |                       |                       |
| Creditors due within one year                         | <b>4,662</b>          | <b>4,231</b>          |
| Creditors due after more than one year                | <b>76</b>             | <b>96</b>             |
|   | <b>4,738</b>          | <b>4,327</b>          |
| Total deferred income at 1 August 2021                | <b>4,327</b>          | <b>3,573</b>          |
| Amounts received in year                              | <b>4,738</b>          | <b>4,327</b>          |
| Amounts credited to statement of financial activities | <b>(4,327)</b>        | <b>(3,573)</b>        |
| <b>Total deferred income at 31 July 2022</b>          | <b>4,738</b>          | <b>4,327</b>          |

Parents may enter into an agreement to pay the school up to the equivalent of one year's tuition fees in advance. The money may be returned subject to specific conditions on the receipt of one term's notice. Assuming pupils will remain in the school, advance fees will be applied as follows:

|                          | <b>2022<br/>£'000</b> | <b>2021<br/>£'000</b> |
|--------------------------|-----------------------|-----------------------|
| Within one year          | <b>4,662</b>          | <b>4,231</b>          |
| Within one to five years | <b>76</b>             | <b>96</b>             |
|                          | <b>4,738</b>          | <b>4,327</b>          |

**15. Financial instruments**

|   | <b>2022<br/>£'000</b> | <b>2021<br/>£'000</b> |
|---|-----------------------|-----------------------|
| Financial assets measured at amortised cost (a)               | <b>9,034</b>          | <b>9,673</b>          |
| Financial assets measured at fair value (b)                   | <b>746</b>            | <b>758</b>            |
| Financial liabilities measured at amortised cost (c)          | <b>1,281</b>          | <b>3,856</b>          |
| Net financial (liabilities)/assets measured at amortised cost | <b>7,753</b>          | <b>5,817</b>          |

- (a) Financial assets include cash, trade and fee debtors, other debtors and accrued income  
(b) Financial assets held at fair value include assets held as investments  
(c) Financial liabilities include deposits, trade creditors, and other creditors

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**16. Pension and other post-retirement benefit commitments**

The School participates in the Teachers' Pension Scheme ("the TPS") for its teaching staff. The pension charge for the year includes contributions payable to the TPS of £1,121,229 (2021: £1,055,206) and at the year-end £nil (2021 - £ nil) was accrued in respect of contributions to this scheme.

The TPS is an unfunded multi-employer defined benefits pension scheme governed by The Teachers' Pensions Regulations 2010 (as amended) and The Teachers' Pension Scheme Regulations 2014 (as amended). Members contribute on a "pay as you go" basis with contributions from members and the employer being credited to the Exchequer. Retirement and other pension benefits are paid by public funds provided by Parliament.

The employer contribution rate is set by the Secretary of State following scheme valuations undertaken by the Government Actuary's Department. The most recent actuarial valuation of the TPS was prepared as at 31 March 2016 and the Valuation Report, which was published in March 2019, confirmed that the employer contribution rate for the TPS would increase from 16.4% to 23.6% from 1 September 2019. Employers are also required to pay a scheme administration levy of 0.08% giving a total employer contribution rate of 23.68%.

The 31 March 2016 Valuation Report was prepared in accordance with the benefits set out in the scheme regulations and under the approach specified in the Directions, as they applied at 5 March 2019. However, the assumptions were considered and set by the Department for Education prior to the ruling in the 'McCloud/Sargeant case'. This case has required the courts to consider cases regarding the implementation of the 2015 reforms to Public Service Pensions including the Teachers' Pensions.

On 27 June 2019 the Supreme Court denied the government permission to appeal the Court of Appeal's judgment that transitional provisions introduced to the reformed pension schemes in 2015 gave rise to unlawful age discrimination. The government is respecting the Court's decision and has said it will engage fully with the Employment Tribunal as well as employer and member representatives to agree how the discriminations will be remedied. A consultation was launched by the government on 16 July 2020, and closed to responses on 11 October 2020. As a result of the consultation, the government announced on 4 February 2021 it intends to proceed with a deferred choice underpin, under which members will be able to choose either legacy or reformed scheme benefits in respect of their service during the period between 1 April 2015 and 31 March 2022, at the point they became payable.

The TPS is subject to a cost cap mechanism which was put in place to protect taxpayers against unforeseen changes in scheme costs. The Chief Secretary to the Treasury, having in 2018 announced that there would be a review of this cost cap mechanism, in January 2019 announced a pause to the cost cap mechanism following the Court of Appeal's ruling in the McCloud/Sargeant case and until there is certainty about the value of pensions to employees from April 2015 onwards. The pause was lifted in July 2020, and a consultation was launched on 24 June on proposed changes to the cost control mechanism following a review by the Government Actuary. Following the public consultation, the Government have accepted three key proposals recommended by the Government Actuary and are aiming to implement these changes in time for the 2020 valuation.

In view of the above rulings and decisions the assumptions used in the 31 March 2016 Actuarial Valuation may become inappropriate. In this scenario, a valuation prepared in accordance with revised benefits and suitably revised assumptions would yield different results than those contained in the Actuarial Valuation.

Until the consultation and the cost cap mechanism review are completed it is not possible to conclude on any financial impact or future changes to the contribution rates of the TPS. Accordingly no provision for any additional past benefit pension costs is included in these financial statements.

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The school also contributes to individual personal pension schemes at rates of between 4% and 14.1% of pensionable pay. These are defined contribution schemes. The cost for the year represents the school's contributions to these schemes of £143,040 (2021: £121,962). At the year-end £nil was accrued in respect of these schemes.

**17. Endowment funds**

On 6th April 2009, the Charity Commission for England & Wales granted a scheme ('the scheme') to effect a uniting direction of the subsidiary charities and to create two new subsidiary charities to be known as The King's School in Macclesfield Horsfield Bursary Fund ('Horsfield Bursary Fund') and the King's School in Macclesfield Brocklehurst Scholarship Fund ('Brocklehurst Scholarship Fund'). The income from the investment of the endowment funds forms the restricted funds of the school and is spent in accordance with the scheme.

|                               | <b>Movement in funds</b>                   |                                |                                |                                      |  |
|-------------------------------|--|--------------------------------|--------------------------------|--------------------------------------|--|
|                               | Balance<br>at 1<br>August<br>2021<br>£'000 | Incoming<br>resources<br>£'000 | Resources<br>expended<br>£'000 | Investments<br>gains/losses<br>£'000 | Balance<br>at 31 July<br>2022<br>£'000 |
| <b>Permanent endowments</b>   |  |                                |                                |                                      |  |
| Horsfield Bursary Fund        | 405  | -                              | -                              | (5)                                  | 400                                    |
| Brocklehurst Scholarship Fund | 114  | -                              | -                              | (1)                                  | 113                                    |
|                               | <b>519</b>                                 | <b>-</b>                       | <b>-</b>                       | <b>(6)</b>                           | <b>513</b>                             |

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**18. Restricted funds**

The restricted funds of the school comprise the following unexpended income derived from the permanent endowed assets of the school held on trusts to be applied for specific purposes. On 1st April 2011 the associated charity known as The King's School Development Trust was brought into the restricted funds of the school following a merger of the two charities. During the year, the Governors reviewed the level of unexpended income held and approved the expenditure of part of this amount by donating £67,000 (2021: £82,000) to the main School charity to provide bursaries, scholarships and prizes to pupils at the School. At the year end, unexpended income was £549,000 (2021: £544,000).

|   | Movement in funds                 |                       |                       |                             |           | Balance<br>at 31<br>July<br>2022<br>£'000 |
|---|-----------------------------------|-----------------------|-----------------------|-----------------------------|-----------|---|
|   | Balance<br>at 1<br>August<br>2021 | Incoming<br>resources | Resources<br>expended | Investments<br>gains/losses | Transfers |   |
|   | £'000                             | £'000                 | £'000                 | £'000                       | £'000     |   |
| Horsfield Bursary Fund                          | 1                                 | 12                    | (12)                  | -                           | -         | 1   |
| Brocklehurst Scholarship<br>& Other Prize Funds | 51                                | 3                     | (34)                  | -                           | -         | 20  |
| Quincentenary Bursary<br>Fund                   | 287                               | 61                    | (22)                  | -                           | -         | 326                                       |
| Bursary & Scholarship<br>Fund                   | 205                               | 9                     | (6)                   | (6)                         | -         | 202                                       |
|   | <b>544</b>                        | <b>85</b>             | <b>(74)</b>           | <b>(6)</b>                  | <b>-</b>  | <b>549</b>                                |

**19. Unrestricted funds**

|                               | Balance<br>at 1<br>August<br>2021 | Incoming<br>resources | Resources<br>expended | Gain on<br>sale of<br>assets | Transfers | Balance<br>at 31<br>July<br>2022<br>£'000 |
|-------------------------------|-----------------------------------|-----------------------|-----------------------|------------------------------|-----------|---|
|                               | £'000                             | £'000                 | £'000                 | £'000                        | £'000     | £'000                                     |
|                               |                                   |                       |                       |                              |           |   |
| Unrestricted<br>general funds | 45,172                            | 16,980                | (15,251)              | -                            | -         | 46,901                                    |
|                               | <b>45,172</b>                     | <b>16,980</b>         | <b>(15,251)</b>       | <b>-</b>                     | <b>-</b>  | <b>46,901</b>                             |

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**20. Analysis of net assets between funds**

|   | Unrestricted<br>funds | Restricted<br>funds | Endowment<br>Funds | Total<br>2022<br>£'000 |
|---|-----------------------|---------------------|--------------------|------------------------|
|   | £'000                 | £'000               | £'000              | £'000                  |
| Fund balances as at 31 July 2022 are represented by:    |                       |                     |                    |                        |
| Tangible fixed assets                                   | 62,108                | -                   | -                  | 62,108                 |
| Investments   | 2                     | 231                 | 513                | 746                    |
| Current assets  | 8,999                 | 318                 | -                  | 9,317                  |
| Creditors: amounts falling due within one year          | (7,732)               | -                   | -                  | (7,732)                |
| Creditors: amounts falling due after one year           | (16,476)              | -                   | -                  | (16,476)               |
|   | <b>46,901</b>         | <b>549</b>          | <b>513</b>         | <b>47,963</b>          |
|   | Unrestricted<br>funds | Restricted<br>funds | Endowment<br>Funds | Total<br>2021<br>£'000 |
|   | £'000                 | £'000               | £'000              | £'000                  |
| Fund balances as at 31 July 2021 are represented by:    |                       |                     |                    |                        |
| Tangible fixed assets                                   | 63,517                | -                   | -                  | 63,517                 |
| Investments   | -                     | 239                 | 519                | 758                    |
| Current assets  | 9,732                 | 305                 | -                  | 10,037                 |
| Creditors: amounts falling due within one year          | (10,781)              | -                   | -                  | (10,781)               |
| Creditors: amounts falling due after more than one year | (17,296)              | -                   | -                  | (17,296)               |
|   | <b>45,172</b>         | <b>544</b>          | <b>519</b>         | <b>46,235</b>          |

**21. Capital commitments**

At 31 July 2022 the School had no capital commitments (2021: £nil).

**22. Operating lease commitments**

The School had no operating lease commitments at the year end (2021: £nil).

**23. Related parties**

On 7 December 2018, Mr J Hinds was elected as a Governor. Mr Hinds is a regional director in the Manchester office of Savills plc. Savills plc are one of the advisors appointed by the School to assist on the 2020 project. This appointment took place before Mr Hinds joined the Governing Body. During the year the School has paid Savills plc a total of £42,959 (2021: £100,246) (inc VAT) in respect of its services to the School. There were no other related party transactions.

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**24. Statement of Financial Activities – Comparative figures by fund – type**

|   | Notes | Unrestricted<br>Funds<br>£'000 | Restricted<br>Funds<br>£'000 | Endowment<br>Funds<br>£'000 | Total<br>2021<br>£'000 |
|---|-------|--------------------------------|------------------------------|-----------------------------|------------------------|
| <b>Income and endowments from:</b>  |       |                                |                              |                             |                        |
| Donations and legacies  |       | 277                            | 45                           | -                           | 322                    |
| Investment income   | 2     | 1                              | 24                           | -                           | 25                     |
| <b>Charitable activities:</b>   |       |                                |                              |                             |                        |
| School fees   | 3     | 14,232                         | -                            | -                           | 14,232                 |
| Ancillary trading income  | 4     | 278                            | -                            | -                           | 278                    |
| Other incoming resources  | 5     | 185                            | 5                            | -                           | 190                    |
| <b>Total incoming resources</b>   |       | <b>14,973</b>                  | <b>74</b>                    | <b>-</b>                    | <b>15,047</b>          |
| <b>Expenditure on:</b>  | 6     |                                |                              |                             |                        |
| <b>Raising funds</b>  |       |                                |                              |                             |                        |
| Costs of fundraising  |       | 4                              | -                            | -                           | 4                      |
| Ancillary trading costs   |       | 502                            | -                            | -                           | 502                    |
| Financing costs   |       | 790                            | -                            | -                           | 790                    |
|   |       | <b>1,296</b>                   | <b>-</b>                     | <b>-</b>                    | <b>1,296</b>           |
| <b>Charitable activities</b>  |       |                                |                              |                             |                        |
| Education and grant making  |       | 12,658                         | 594                          | -                           | 13,252                 |
| <b>Total resources expended</b>   |       | <b>13,954</b>                  | <b>594</b>                   | <b>-</b>                    | <b>14,548</b>          |
| <b>Net incoming resources from operations before transfers and investment gains</b> |       | <b>1,019</b>                   | <b>(520)</b>                 | <b>-</b>                    | <b>499</b>             |
| Gains/(Losses) on investment assets   |       | -                              | 42                           | 74                          | 116                    |
| Gain on disposal of land and buildings  |       | 2,275                          | -                            | -                           | 2,275                  |
| Transfer between funds  |       | -                              | -                            | -                           | -                      |
| <b>Net movement in funds</b>  |       | <b>3,294</b>                   | <b>(478)</b>                 | <b>74</b>                   | <b>2,890</b>           |
| Fund balances at 1 August 2020  |       | 41,878                         | 1,022                        | 445                         | 43,345                 |
| <b>Fund balances at 31 July 2021</b>  |       | <b>45,172</b>                  | <b>544</b>                   | <b>519</b>                  | <b>46,235</b>          |