



CIVVALS

Chartered Accountants
Registered Auditors

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020
FOR
THE BENEVOLENT FUND OF
HER MAJESTY'S INSPECTORS OF
SCHOOLS IN ENGLAND AND WALES

50 Seymour Street
London W1H 7JG
Telephone 020 7258 3461
Fax 020 7262 2757
e-mail enquiries@civvals.co.uk
www.civvals.co.uk

THE BENEVOLENT FUND OF HER MAJESTY'S INSPECTORS
OF SCHOOLS IN ENGLAND AND WALES
CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2020

	Page
Trustees Report	1 - 2
Independent Examiner's Report	3
Statement of Financial Activities	4
Balance Sheet	5
Notes to the Financial Statements	6 - 8

THE BENEVOLENT FUND OF HER MAJESTY'S INSPECTORS
OF SCHOOLS IN ENGLAND AND WALES
TRUSTEES' REPORT

The Trustees present their annual report on the affairs of the Fund together with the financial statements and independent examiner's report for the year ended 31st December 2020.

LEGAL AND ADMINISTRATIVE INFORMATION

The Fund is registered as a charity in the United Kingdom number 210181. The registered address of the charity is:

c/o Office for Standards in Education
Aviation House
132 Kingsway
London WC2B 6SE

The Trustees who served during the year were: -

M Buckingham (Chair)
C Rowe (Honorary Treasurer)
D Simmonds
J Hertrich
D J Lewis (Honorary Trustee)
P Green (HMI)
G White (HMI)
J Barnes
R Weir - Died in February 2020
M Swift
L Crookes - made Ex Officer Hinary Secretary in March 2020

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

The charity was registered with the Charity Commissioners for England and Wales by a document sealed on 22 April 1994.

Recruitment and Appointment of Trustees

The body of Trustees, when complete, consists of nine competent persons of whom eight are retired members of Her Majesty's Inspectors of Schools in England and Wales and one is a serving member. Trustees, other than the original trustees, are appointed by a resolution of the Trustees passed at a special meeting of which not less than 21 days' notice has been given.

Organisational Structure

The Trustees are required to hold at least one ordinary meeting in each year. One of their number is elected as Chairman, who shall stay in office until the first meeting of the year following appointment. The Chairman is always eligible for re-appointment. There is a quorum when four Trustees are present at a meeting. The Trustees have full power to make regulations for the management of the charity.

Trustee Induction and Training

New Trustees are provided with the detailed background to the charity covering, inter alia, their legal duties as trustees, the documents covering the operation of the charity, the current financial position, the current organisational structure and future plans and objectives. Various publications are suggested for them to read, including the Charity Commission's Guide 'The Essential Trustee'. During the year Trustees attended a Training Day, enabling them to better understand their responsibilities.

THE BENEVOLENT FUND OF HER MAJESTY'S INSPECTORS

OF SCHOOLS IN ENGLAND AND WALES

TRUSTEES' REPORT (continued)

STRUCTURE, GOVERNANCE AND MANAGEMENT (continued)

Risk Management

The trustees regularly review the major risks that the charity is exposed to. These include the availability of sufficient funds to meet its objectives.

Related Parties

Most of the charity's donations and related income is derived from present or retired members of Her Majesty's Inspectors of Schools in England and Wales and, as such, that body is considered to be a related party. However, the charity has no direct financial links with that body.

OBJECTIVES AND ACTIVITIES

The objects of the charity are the relief of present and retired Her Majesty's Inspectors of Schools and their dependents who are in conditions of need, hardship or distress. In furtherance of this object the trustees held one meeting during the year.

ACHIEVEMENTS, PERFORMANCE AND PUBLIC BENEFIT

During the year the charity made donations both to present and retired members of Her Majesty's Inspectors of Schools in England and Wales, to their dependants and to charities connected with such persons. The charity continued to fund the production and distribution of a publication enabling existing and retired members to maintain contacts with colleagues and continued to support the expenses of regional representatives in the furtherance of its objectives. Work continues on the Jack Kitchen Archive and work continues on setting up a website for use by retired members. Work carried out by the charity and its volunteers and financial assistance provided reduces, or in some cases eliminates, the need for reliance on State care, thereby benefiting society as a whole.

RESERVES POLICY

The Trustees are mindful of their responsibilities to ensure that sufficient reserves are available to satisfy the objectives of the Fund, particularly in the light of the uncertainty regarding the future demands that may be made on the Fund's reserves and with this in mind have set a minimum level of reserves of £150,000. The Trustees are continuing to review the utilisation of any reserves of the Fund that might be considered to be surplus to the Fund's realistic requirements. It is the current policy of the Trustees to hold the reserves at their current level pending the outcome of their review.

FINANCIAL REVIEW

The market value of the investments at the end of the year was £517,571, compared with £453,254 at the end of the previous year and the uninvested funds held by the brokers decreased by £1,919 during the year. Bank balances were £8,687 higher at the end of the year.

COVID 19 IMPLICATIONS

The current COVID 19 situation has not adversely affected the Charity during the year ended 31 December 2020, as evidenced by the increase in net assets compared to last year. There has been a conscious effort to minimise costs in order to ensure that the Charity maintains its operating reserves at a reasonable level for future funding requirements. Based on this the Trustees are confident that the Charity has adequate resources to meet all its liabilities and its funding requirements for the foreseeable future and on this basis they consider the going concern basis of preparing these accounts to be appropriate.

INVESTMENT POLICY

J M Finn & Co continue to manage the Fund's investments and has discretionary investment powers. The trustees continue to monitor the performance of the manager. Other monies are held on interest-bearing accounts with the Fund's bankers.

On behalf of the Committee

C Rowe - Treasurer
9 July 2021

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
THE BENEVOLENT FUND OF HER MAJESTY'S INSPECTORS
OF SCHOOLS IN ENGLAND AND WALES

I report to the charity trustees on my examination of the accounts of the Trust for the year ended 31 December 2020 which are set out on pages 4 to 8.

RESPECTIVE RESPONSIBILITIES OF TRUSTEES AND BASIS OF REPORT

The charity's trustees are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ("the Act"). The charity's trustees consider an audit is not required for this year under section 144(2) of the Charities Act 2011 (the Act) and that an independent examination is needed.

It is my responsibility to examine the accounts under section 145 of the Act, to follow the procedures laid down in the General Directions given by the Charity Commissioner under section 145(5)(b) of the Act and to state whether particular matters have come to my attention.

INDEPENDENT EXAMINER'S STATEMENT

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe:

- accounting records were not kept in accordance with section 130 of the Charities Act; or
- the accounts do not accord with those records; or
- the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulation 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

M Tullett FCA
Civvals Limited
Chartered Accountants
50 Seymour Street
London W1H 7JG
9 July 2021

THE BENEVOLENT FUND OF HER MAJESTY'S INSPECTORS
OF SCHOOLS IN ENGLAND AND WALES
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST DECEMBER 2020

	<u>Note</u>	<u>2020</u>		<u>2019</u>	
		£	£	£	£
<u>INCOMING RESOURCES</u>					
Covenants & donations		2,626		2,960	
Legacies		-		-	
Interest receivable		-		1	
Income from quoted investments		8,460		8,061	
Profit of sale of investments		32,924		24,991	
Tax refunds	2	-		-	
<u>TOTAL INCOMING RESOURCES</u>		<u>44,010</u>		<u>36,013</u>	
<u>RESOURCES EXPENDED</u>					
<u>Direct Charitable Expenditure</u>					
Grants		558		3,275	
Charitable donations and costs incurred to support welfare of current and retired HMI's		9,622		11,541	
Register expenses	3	6,448		11,031	
Pastoral support to members through secretarial costs		6,600		7,067	
Jack Kitchen Archive		-		5,481	
Honoraria		9,200		7,100	
		<u>32,428</u>		<u>45,496</u>	
<u>Other Expenditure</u>					
Trustees' expenses		-		2,265	
Covenant management expenses		-		-	
Accountancy fees		1,158		1,158	
Broker's fees		2,755		2,727	
Bank Charges		-		15	
Sundry expenses		-		-	
		<u>3,913</u>		<u>6,165</u>	
<u>TOTAL RESOURCES EXPENDED</u>			36,341		51,660
<u>NET SURPLUS / (DEFICIT) FOR THE YEAR</u>			<u>7,669</u>		<u>(15,647)</u>
Change in fair value of investments			56,968		50,835
			<u>64,637</u>		<u>35,188</u>
Fund balance brought forward			477,451		442,263
<u>FUND BALANCE CARRIED FORWARD</u>			<u>542,088</u>		<u>477,451</u>

THE BENEVOLENT FUND OF HER MAJESTY'S INSPECTORS
OF SCHOOLS IN ENGLAND AND WALES
BALANCE SHEET
AS AT 31ST DECEMBER 2020

	<u>Note</u>	<u>2020</u> £	£	<u>2019</u> £	£
<u>INVESTMENTS</u>	4		517,571		453,254
<u>CURRENT ASSETS</u>					
Debtors	5	2,280		4,199	
Cash at bank		29,843		21,156	
		<u>32,123</u>		<u>25,355</u>	
<u>LESS: CURRENT LIABILITIES</u>					
Creditors	6	7,606		1,158	
		<u> </u>	24,517	<u> </u>	24,197
			<u>542,088</u>		<u>477,451</u>
<u>FINANCED BY:</u>					
Accumulated Fund			<u>542,088</u>		<u>477,451</u>

Approved by the trustees and signed on their behalf:

.....
C Rowe - Treasurer
9 July 2021

THE BENEVOLENT FUND OF HER MAJESTY'S INSPECTORS
OF SCHOOLS IN ENGLAND AND WALES
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31ST DECEMBER 2020

1 ACCOUNTING POLICIES

- a) The accounts have been prepared under the historical cost convention as modified by the inclusion of investments at fair value. In preparing the financial statements the charity follows best practice as laid down in the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (SORP FRS102), the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and with the charities Act 2011.

Investment Income

- b) Investment Income is accounted for in the period in which the charity is entitled to receipt.

Investments

- c) Investments are included at fair value at the balance sheet date. Any gains or losses on revaluation are taken to the Statement of Financial Activities.

Legacies and Donations

- d) Legacies and donations are accounted for in the period in which they are received.

2 TAXATION

Taxation is recoverable on donations made to the charity by way of Gift Aid and covenants.

3 REGISTER EXPENSES

The printing costs relating to The Register were incurred during the year.

THE BENEVOLENT FUND OF HER MAJESTY'S INSPECTORS
OF SCHOOLS IN ENGLAND AND WALES

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER 2020

	<u>2020</u> £	<u>2019</u> £
4 <u>INVESTMENTS</u>		
Fair value at beginning of year	453,254	428,551
Additions in year at cost	116,248	138,472
Disposals in year	(108,899)	(164,604)
Adjustment to fair value	56,968	50,835
	<u>517,571</u>	<u>453,254</u>
Fair value at end of year		
Investments at fair value comprised:-		
Fixed Interest Funds	29,193	27,328
UK Funds	72,974	84,963
Europe	40,044	59,030
United States	-	38,787
North America	42,392	-
International Managed Funds	222,505	200,873
Asia excluding Japan	74,104	42,273
Infrastructure	36,359	-
	<u>517,571</u>	<u>453,253</u>
	<u>2020</u> £	<u>2019</u> £
5 <u>DEBTORS</u>		
Loans	-	-
Due from brokers	2,280	4,199
	<u>2,280</u>	<u>4,199</u>
6 <u>CREDITORS</u>		
Accountancy fees	1,158	1,158
Honorarium	-	-
Register Expenses	6,448	
	<u>7,606</u>	<u>1,158</u>

THE BENEVOLENT FUND OF HER MAJESTY'S INSPECTORS

OF SCHOOLS IN ENGLAND AND WALES

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER 2020

7 TRANSACTIONS WITH TRUSTEES

One of the Trustees R Weir, who was the Honorary Secretary, passed away in February 2020 and was replaced by L Crookes, who is now both the Honorary Secretary and the Administrative Secretary. The Trustees R Weir (deceased), J Barnes and L Crookes received £600 (2019 - £3,600), £5,000 (2019 - £3,500) and £3,600 (2018: £nil) respectively during the year by way of an honorarium.

£nil (2019: £2,265) of expenses were reimbursed to the Trustees' during the year, due to no physical meetings being held during the year.

8 POST BALANCESHEET EVENTS

The Trustees' do not consider that the current COVID 19 situation will adversely impact the Charity. The Charity has been able to operate reasonably and carry on its functions throughout the various restrictions put in place by the government and the Trustees are confident this will continue as restrictions are anticipated to be eased. Based on this the Trustees have determined this situation to be a non-adjusting subsequent event.

9 GOING CONCERN

These accounts have been prepared on a going concern basis as the Trustees' have a reasonable expectation that the Charity has adequate resources to continue for the foreseeable future. The Trustees' are confident that the charity has adequate resources to meet all its liabilities and funding requirements for the foreseeable future and on this basis they consider the going concern basis of preparing these accounts to be appropriate.