

THE KING'S SCHOOL WORCESTER DEVELOPMENT TRUST

**FINANCIAL STATEMENTS FOR THE YEAR
ENDED 31 JULY 2021**

Reg'd Charity No: 527530

THE KING'S SCHOOL WORCESTER DEVELOPMENT TRUST

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2021

CONTENTS OF THE FINANCIAL STATEMENTS

	Page
Charity Information	2
Trustees' Report	3 - 7
Auditor's Report	8-10
Statement of Financial Activities	11
Balance Sheet	12
Statement of Cash Flows	13
Notes to the Financial Statements	14 - 19

THE KING'S SCHOOL WORCESTER DEVELOPMENT TRUST

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2021

CHARITY INFORMATION

Trustees	A Reekes - Chairman H Carslake F Hira D T Howell P Preston L Sheen J Foley N Clark L Bryer (appointed 5th October 2021) L Connell J Weston D Dale K Beever C Jury H Edwards
Executive Officers	G Doodes G Mason E Elliott
Clerk to Trustees & Accountant	S Hewitt
Charity Number	527530
Registered Name	The King's School Worcester Development Trust
Registered Office	5 College Green Worcester WR1 2LL
Auditor	Richards Sandy Audit Services Limited Thorneloe House 25 Barbourne Road Worcester WR1 1RU
Bankers	Lloyds Bank Plc 4 The Cross Worcester WR1 3PY
Investment Advisor	NK Financial Management Limited Suite 12c STANTA Business Centre 3 Soothouse Spring St Albans Hertfordshire AL3 6PF

THE KING'S SCHOOL WORCESTER DEVELOPMENT TRUST

ANNUAL REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 JULY 2021

The Trustees of the King's School Worcester Development Trust present their annual report for the year ended 31 July 2021 under the Charities Act 2011, together with the audited financial statements for the year.

The financial statements have been prepared in accordance with the accounting policies set out in notes to the accounts and comply with the charity's governing document, the Charities Act 2011 and Accounting and Reporting by Charities: 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 issued in October 2019.

REFERENCE AND ADMINISTRATIVE INFORMATION

The charity was founded in 1968 and is a registered charity regulated by the Charity Commissioners for England and Wales. The Trustees, Executive Officers and principal addresses of the charity are as listed on page 2.

STRUCTURE GOVERNANCE AND MANAGEMENT

Governing Document

The charity is governed by its Trust Deed dated 20 September 1968 which was last amended in September 2005.

Recruitment and Terms of Office of Trustees

Trustees are elected at a meeting of the Board of Trustees on the basis of nominations received from existing Trustees, Executive Officers or other persons working with the Trust, having regard to the Board's requirements concerning eligibility, personal competence, specialist skills, availability and any relationship (past or present) with the King's School Worcester. Members of the Old Vigornian Club and parents of current and/or former pupils of The King's School Worcester are represented on the Board of Trustees. All Trustees serve for a term of four years at the end of which they may be re-appointed for a further term of four years. The Trust Deed also includes provision enabling the Board to invite individuals to serve for more than two terms and also beyond the age of 75 in specific circumstances.

New Trustees are inducted into the workings of the charity through invitations to visit the Trust and the provision of a comprehensive briefing pack and by personal contact with other Trustees. In addition there are opportunities for Trustees to attend relevant training seminars and receive briefings provided by various organisations.

Organisational Management

The charity Trustees are legally responsible for the overall management and control of the Trust and meet as a Board at least three times a year. The Trust's investment policy is established by its Investment Committee and approved by the Board of Trustees. The implementation of the Trust's investment policy is delegated to the appointed Investment Manager who reports directly to the Board of Trustees at least once a year.

The day-to-day running of the fund raising and administrative activities of the Trust is delegated to the Executive Officers, although at any time individual Trustees may also be involved with the planning and implementation of specific initiatives. The Executive Officers of the Charity comprise the Director of The King's School Worcester Foundation Development Office and also the School's Head and Director of Finance. This structure ensures that the Trustees have a close working relationship with the School and understand fully its needs, enabling them to direct the charitable funds of the Trust in an appropriate manner in accordance with the charitable objectives.

Risk Management

The Trustees are responsible for the management of the risks faced by the King's School Worcester Development Trust. The Trustees have undertaken a review to identify, assess and control the risks associated with the charity's operations and formulated a risk register which will be updated on a regular basis.

THE KING'S SCHOOL WORCESTER DEVELOPMENT TRUST

ANNUAL REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 JULY 2021

Risk Management (continued)

Governance, management, operational, financial and environment risks have been considered and the Trustees are satisfied that there is no material exposure to risk and that there are procedures in place to mitigate such risks. The Trustees have agreed lines of delegation and authority and both the Trustees and Executive Officers are involved in the recognition of risk in their activities.

It is recognised that systems can only provide reasonable but not absolute assurance that major risks have been adequately managed.

OBJECTS, AIMS AND ACTIVITIES

Charitable Objects

The charity's Objects, as set out in its Trust Deed, are to provide financial support to charitable purposes connected with The King's School Worcester or to the purposes of other charitable foundations provided the trustees have first considered the requirements of The King's School Worcester.

Public Benefit Aims and Intended Impact

Within these Objects the Trust has as one of its main public benefit aims, the generation of funds from which to make significant bursary grants to enable pupils to attend The King's School Worcester whose families would otherwise be unable to afford for them to do so. A second significant aim is the generation of funds to enable the School to undertake major capital projects which are intended to enrich the pupils' experience and learning opportunities.

The Trustees have complied with the duty in Section 17 of the Charities Act 2011 to have due regard to the Charity Commission's published general and relevant sub-sector guidance concerning the operation of the Public Benefit requirement under that Act and have undertaken appropriate activities in furtherance of the charity's aims for the public benefit.

Strategies for Achievement of Objectives

The underlying strategy for the generation of funds from which to provide on-going financial support is to communicate the aims and objectives of the Trust to all areas of The King's School community and to promote a culture of fellowship with and support for the School. The importance of all sectors of the school community to the work of the Trust is in part reflected by the results of the specific fundraising activities undertaken by the school's parents' committees and alumni association, which are included within the financial statements as restricted funds.

Grant Making Policy

The grant making policy in respect of funds held by the Trust is formulated by the Trustees. Two exceptions to this relate to the funds held by the Trustees as custodian trustees for the School and funds held within The King's School Parents' Committees Funds.

The value of funds allocated out of restricted funds to The King's School Worcester for the provision of means-tested bursaries is reviewed and agreed on an annual basis by the Trustees, usually during the Spring term. The extent to which funds are awarded to the School for the provision of bursaries is determined by the Trustees having regard not only to the resources immediately available but also the long term funding commitment associated with an entry level bursary.

THE KING'S SCHOOL WORCESTER DEVELOPMENT TRUST

ANNUAL REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 JULY 2021

Grant Making Policy (continued)

The allocation to individual pupils of the bursary funds provided by the Trust is performed by the School. The awards to pupils are made on the basis of an assessment of means (the procedure for which is common to bursaries funded internally by the School itself and those supported by the Trust); the individual's educational potential and, in the case of funds provided by the Trust, any particular conditions that may have been imposed by the original donor.

Donations made to the Trust in connection with the May 2001 King's School Worcester Appeal Brochure are held for the School by the Trustees as custodian trustees. Accordingly these funds are reported within the accounts of the School and are disbursed at the discretion of the School's Governors. The donations in the year were £156 (2020 - £156) with £156 included within creditors in the Trust accounts at 31 July 2021.

Since April 2005 the Trust has assumed accounting responsibility for the fund raising undertaken by The King's School Worcester Parents' Committee and during 2008 also assumed similar responsibility in respect of the fund raising undertaken by The King's Hawford Parents' Committee. With the approval of the Trustees, grants are made from these funds to The King's School Worcester, usually to purchase specific items of equipment, and also to other charities at the discretion of the members of the Parents' Committees.

Fundraising

The Trust has not used professional fundraisers during the year but its fundraising ability is furthered by the activities of the Foundation Development Office of the School which is registered with the Fundraising Regulator. The Trust abides by the Code of Fundraising Practice and its own charitable pledge. There have been no breaches of this code in the year or complaints received. The Director of the Foundation Development Office oversees all fundraising activities and reports on these to the Board of Trustees. The Trust has taken all reasonable precautions to protect vulnerable people and other members of the public from unreasonably intrusive or persistent fundraising.

ACHIEVEMENTS AND FINANCIAL REVIEW

Achievements and Performance

Restricted bursary funds totalling £197,425 (2020 - £132,183) were paid to The King's School Worcester during the year in respect of the funds allocated to the School by the Trustees for the provision of bursary awards for the 2020/21 academic year and also in respect of the agreed transfer of funds to support pupils with the cost of trips and related school activities. During the Summer term 2021 the Trustees renewed the level of funding commitment for 2021/22 at 12 full fee equivalent bursaries supported directly by the Trust and therefore at 31 July 2021 the additional Trust funding commitment amounted to £182,448 in respect of tuition fee bursaries for the 2021/22 academic year, together with a further £1,000 for the provision of grants for trips and activities.

Results for the Year

The Trustees report that the net surplus taken to the unrestricted fund for the period was £1,705 (2020 – deficit of £298). During the year the Trust solicited and received donations expressly given to provide support for assorted projects connected with the King's School Worcester. The net amount incoming to the appropriate restricted funds, excluding any transfers between funds and investment gains, in the year was £126,194 (2020 - £24,100) as detailed in note 13.

These results generated by the on-going work of the Foundation Development Office and the fund-raising activities of the Parents' Committees have enabled the Trustees to continue to provide significant support to The King's School Worcester.

During the year the combined net surplus generated by the two Parents' Committees amounted to £3,818. Donations totalling £4,579 were made to the School towards the cost of various items resulting in a net transfer from the Parents' Committees restricted funds for the year of £761 (2020 - £11,086).

THE KING'S SCHOOL WORCESTER DEVELOPMENT TRUST

ANNUAL REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 JULY 2021

Results for the Year (continued)

The Trustees consider the results for the year to be satisfactory and sufficient funds are available to permit the Trust to continue in operation in the medium term.

Reserves Policy

Total reserves at the year end were £3,957,207 (2020: £3,360,949) of which £36,512 (2020: £34,807) were unrestricted and £3,920,695 (2020: £3,326,142) were restricted funds (see note 13).

The funds held within The King's School Parents' Committees funds are maintained at a level sufficient to meet at least 6-9 months estimated fund-raising expenses. Funds may be held in excess of this amount when fund-raising is targeted towards a specific project or purchase which has not been completed at the year end date.

With the exception of the restricted fund known as the Enduring Bursary Fund, reserves of £669,715 currently held within the remaining unrestricted and restricted income funds are sufficient to meet the on-going expenses and non-bursary charitable funding intentions of the Trust for the next 12 months together with a further sum representing the approximate renewal cost of the Trust's existing bursary funding commitments for the next three academic years. Based on current levels of expenditure the Trustees recognise that unrestricted reserves held by the Trust are in excess of this policy but feel that this is appropriate at this time and will review the reserves policy in due course.

A significantly different reserves policy is applied by the Trustees to the Enduring Bursary fund. Although, as a restricted fund, the full value of the fund may be expended, the reserves and investment policies adopted by the Trustees reflect their long term objective of maintaining reserves within this fund at a level which preserves the full fee equivalent value of the donations made to this fund in order to sustain the provision of a given number of bursary awards for the foreseeable future.

Investment Policy

The Trust Deed authorises the Trustees to make and hold investments using the general funds of the Charity. An Investment Advisor has been appointed to assist in the fulfilment of the Trust's investment policy. The general investment policy agreed by the Board of Trustees is based upon a total investment return approach; acceptance of a "medium" level of risk in the long term and use of the FTSE All Share Index (adjusted to take account of the FTSE All Share dividend yield) as a benchmark for assessing investment performance.

FUTURE PLANS

The Trustees intend to continue their current strategies to allow the Trust to provide on-going financial support to The King's School bursary scheme and capital projects.

ACCOUNTING AND REPORTING RESPONSIBILITIES

The Trustees are responsible for preparing the Annual Report and financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice. The Charities Act 2011 requires them as charity trustees to prepare financial statements for each financial year which give a true and fair view of the charity's financial activities during the year, and of its financial position at the end of the year. In preparing financial statements to give a true and fair view the Trustees should follow best practice and:

- Select suitable accounting policies and then apply them consistently.
- Observe the methods and principles in the Charities SORP 2019 (FRS 102)
- Make judgments and estimates that are reasonable and prudent.
- Follow applicable accounting standards and statements of recommended practice, disclosing and explaining any departures in the financial statements
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Trust will continue in operation.

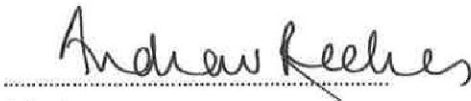
THE KING'S SCHOOL WORCESTER DEVELOPMENT TRUST

**ANNUAL REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 JULY 2021**

ACCOUNTING AND REPORTING RESPONSIBILITIES (continued)

The Trustees are responsible for keeping accounting records which disclose with reasonable accuracy the financial position of the charity, and which enable them to ascertain the financial position of the charity and to ensure that the financial statements comply with applicable law and regulations. They are also responsible for safeguarding the assets of the charity and ensuring their proper application in accordance with charity law, and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the Board of Trustees of the King's School Development Trust on 27 January 2022 and signed on its behalf by:

A handwritten signature in black ink, reading "Andrew Reekes". The signature is written in a cursive style and is positioned above a horizontal dotted line.

A Reekes
Chairman of the Board of Trustees

THE KING'S SCHOOL WORCESTER DEVELOPMENT TRUST

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2021

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE KING'S SCHOOL WORCESTER DEVELOPMENT TRUST

Opinion

We have audited the financial statements of The King's School Worcester Development Trust (the 'charity') for the year ended 31 July 2021 which comprise Statement of Financial Activities, Balance Sheet, Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 July 2021, and of its incoming resources and application of resources, 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 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 trustees' 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 trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the trustees annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. 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 course of 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.

THE KING'S SCHOOL WORCESTER DEVELOPMENT TRUST

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2021

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE KING'S SCHOOL WORCESTER DEVELOPMENT TRUST (Continued)

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 6, the trustees are responsible for the preparation of financial statements which give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the 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 trustees 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

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud.

However, it is the primary responsibility of management, with the oversight of those charged with governance, to ensure that the entity's operations are conducted in accordance with the provisions of laws and regulations and for the prevention and detection of fraud.

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud, we have:

- obtained an understanding of the nature of the industry and sector, including the legal and regulatory framework that the company operates in and how the company is complying with the legal and regulatory framework; and
- inquired of management, and those charged with governance, about their own identification and assessment of the risks of irregularities, including any known actual, suspected or alleged instances of fraud.

THE KING'S SCHOOL WORCESTER DEVELOPMENT TRUST

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2021

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE KING'S SCHOOL WORCESTER DEVELOPMENT TRUST (Continued)

Auditor's responsibilities for the audit of the financial statements (continued)

As a result of these procedures we consider the most significant laws and regulations that have a direct impact on the financial statements are the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: 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)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011 (and related legislation).

We performed audit procedures to detect non-compliances which may have a material impact on the financial statements, which included reviewing the financial statement disclosures.

The charity makes gift aid claims on the donations it receives. We have reviewed a sample of donations received in the year and checked that gift aid is only being claimed on donations where the original donor has given permission for such claims to be made.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities is available on the FRC's website at: <https://www.frc.org.uk/auditors/audit-assurance/auditor-s-responsibilities-for-the-audit-of-the-fi/description-of-the-auditor-s-responsibilities-for>. This description forms part of our auditor's report.

Use of our report

This report is made solely to the charity's trustees, 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 trustees 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 trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Richards Sandy Audit Services Limited (Statutory Auditor)
Thornloe House
25 Barbourne Road
Worcester
Worcestershire
WR1 1RU

10/3/2022

Richards Sandy Audit Services Limited is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

THE KING'S SCHOOL WORCESTER DEVELOPMENT TRUST

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2021

STATEMENT OF FINANCIAL ACTIVITIES

<div style="display: flex; justify-content: space-between; align-items: center;"> ← Restricted Funds → </div>						
	Unrestricted Funds	John Pimley Bursary Fund	King's School Parents' Committee Funds	King's School Other Funds	Year to 31 July 2021 Total Funds	Year to 31 July 2020 Total Funds
Note	£	£	£ (Note 14)	£ (Note 14)	£	£
Income and endowments from:						
Donations and legacies	6,097	-	-	353,915	360,012	194,914
Charitable activities	-	-	-	-	-	-
Other trading activities	3,234	-	5,235	-	8,469	13,469
Investments	98	33	2	981	1,114	1,848
Total	2.	9,429	33	5,237	354,896	369,595
Expenditure on:						
Raising funds	3,704	766	1,419	21,365	27,254	27,938
Charitable activities	4,020	-	4,579	205,843	214,442	158,491
Total	3.	7,724	766	5,998	227,208	241,696
Gains/ (losses) on investment assets	-	17,167	-	451,192	468,359	(118,463)
Net income/(expenditure)		1,705	16,434	(761)	578,880	596,258
Transfers between funds	13.	-	-	-	-	-
Net movement in funds		1,705	16,434	(761)	578,880	596,258
Total funds brought forward		34,807	110,743	39,424	3,175,975	3,360,949
Total funds carried forward	13.	36,512	127,177	38,663	3,754,855	3,957,207

The notes on pages 14 to 19 form part of these financial statements.

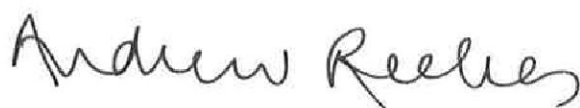
THE KING'S SCHOOL WORCESTER DEVELOPMENT TRUST

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2021

BALANCE SHEET

	Note	Unrestricted Funds £	Restricted Funds £	31 July 2021 Total £	31 July 2020 Total £
Investments	9.	-	3,483,563	3,483,563	3,036,321
Current assets					
Stock	10.	8,183	-	8,183	11,309
Debtors	11.	7,617	34,071	41,688	51,726
Investments		-	-	-	-
Cash at bank		40,076	403,561	443,637	279,844
Total current assets		55,876	437,632	493,508	342,879
Creditors: amounts falling due within one year	12.	19,364	500	19,864	18,251
Net current assets		36,512	437,132	473,644	324,628
Total net assets		36,512	3,920,695	3,957,207	3,360,949
Funds of the Charity					
Restricted Income Funds	13.	-	3,920,695	3,920,695	3,326,142
Unrestricted Funds		36,512	-	36,512	34,807
Total Funds		36,512	3,920,695	3,957,207	3,360,949

Approved by the Trustees on 27 January 2022 and signed on their behalf



A Reekes
Chairman of Board of Trustees

The notes on pages 14 to 19 form part of these financial statements.

THE KING'S SCHOOL WORCESTER DEVELOPMENT TRUST

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2021

STATEMENT OF CASH FLOWS

	31 July 2021	31 July 2020
	Total	Total
	£	£
Net cash flows from operating activities	163,693	(106,894)
Cash flows from investing activities:		
Dividends, interest and rents from investments	100	58
Proceeds from sale of investments	-	-
Purchase of investments	-	-
Net cash provided by (used in) investing activities	100	58
Change in cash and cash equivalents in the reporting period	163,793	(106,836)
Cash and cash equivalents at the beginning of the reporting period	279,844	386,680
Cash and cash equivalents at the end of the reporting period	443,637	279,844

RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

Net income for the reporting period (as per statement of financial activities)	596,258	(94,661)
Adjustments for:		
(Gains)/losses on investments	(446,228)	139,682
Dividends, interest and rents from investments	(1,114)	(1,848)
(Increase)/decrease in stocks	3,126	449
(Increase)/decrease in debtors	10,038	740
Increase/(decrease) in creditors	1,613	(151,256)
	163,693	(106,894)

Income from investment assets of £1,014 (2020- £1,790) is deemed a non-cash transaction

THE KING'S SCHOOL WORCESTER DEVELOPMENT TRUST

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2021

NOTES TO THE FINANCIAL STATEMENTS

1 Accounting policies

1.1 Basis of accounting

The King's School Worcester Development Trust is a registered unincorporated charity regulated by the Charity Commissioners for England and Wales. The address of the registered office is given in the charity information on page 2 of these financial statements. The nature of the charity's operations and principal activities are set out in the Trustees' Report.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: 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) issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011 and UK Generally Accepted Accounting Practice.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair view'. This departure has involved following the Accounting and Reporting by Charities: 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) issued in October 2019 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are presented in sterling which is the functional currency of the charity and rounded to the nearest £1.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

1.2 Incoming Resources

These are included in the Statement of Financial Activities (SoFA) when:

- the charity becomes entitled to the resources
- the Trustees are virtually certain they will receive the resources
- the monetary value can be measured with sufficient reliability

Grants and donations are only included in the SoFA when the charity has unconditional entitlement to the resources.

Legacies are included when the Trust is advised by the personal representative of an estate that payment will be made or property transferred and the amount involved can be quantified with reasonable certainty.

Income from trading activities includes income earned from fundraising events and merchandise sales to raise funds for the charity. Trading income from fundraising event attendance is recognised when such events have occurred. Trading income from the sale of goods is recognised when the goods have been delivered to the buyer.

When incoming resources have related expenditure (as with fundraising) the incoming resources and related expenditure are reported gross in the SoFA.

1.3 Tax Reclaims on Donations and Gifts

Incoming resources from tax reclaims are included in the SoFA at the same time as the gift to which they relate.

1.4 Investment income

This is included in the accounts when receivable.

1.5 Liability recognition

Liabilities are recognised as soon as there is a legal or constructive obligation committing the charity to pay out

1.6 Governance costs

Governance costs include the costs of the external audit of the statutory accounts, the costs of Trustees meetings and the costs of any legal advice to Trustees on governance or constitutional matters.

1.7 Grants with performance conditions

Where the charity gives a grant with conditions for its payment being a specific level of service or output to be provided, such grants are only recognised in the SoFA once the recipient of the grant has provided the specified service or output.

1.8 Grants payable without performance conditions

These are only recognised in the accounts when a commitment has been made and there are no conditions to be met relating to the grant which remain in the control of the charity.

THE KING'S SCHOOL WORCESTER DEVELOPMENT TRUST

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2021

NOTES TO THE FINANCIAL STATEMENTS

1 Accounting policies (continued)

1.9 Value Added Tax

Value Added Tax is not recoverable by the charity, and as such is included in the relevant costs in the Statement of Financial Activities.

1.10 Investment assets

Investment assets (including current asset investments) are included in the accounts at market value. All changes in value, whether or not realised, are reported in the "gains and losses on investment assets" section of the Statement of Financial Activities. The fixed asset investment portfolio has been accounted for as a single investment (rather than account for each individual investment within the portfolio as a separate investment).

1.11 Stock

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing stock to its present location and condition. Cost is calculated using the first-in, first-out formula. Provision is made for damaged, obsolete and slow-moving stock where appropriate.

1.12 Going Concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

1.13 Financial Instruments

Basic financial instruments comprise debtors and creditors which are held at settlement value, bank deposits which are held at cash value and investments which are held at fair value.

1.14 Fund Accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the Trustees. Restricted funds can only be used for particular restricted purposes within the objectives of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes. Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

2 Analysis of income and endowments

	Year to 31 July 2021 £	Year to 31 July 2020 £
Donations and legacies		
Donations and legacies from individuals	357,202	193,848
Donation from Swop Shop	2,810	1,066
	<u>360,012</u>	<u>194,914</u>
Other trading activities		
King's School Parents' Committees fund raising events' proceeds	5,235	13,036
Fund-raising merchandise sales	3,234	433
	<u>8,469</u>	<u>13,469</u>
Investments		
Income from investment assets	1,014	1,790
Income from current asset investments	-	-
Bank interest receivable	4	58
Other interest receivable	96	-
	<u>1,114</u>	<u>1,848</u>
	<u>369,595</u>	<u>210,231</u>

THE KING'S SCHOOL WORCESTER DEVELOPMENT TRUST

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2021

NOTES TO THE FINANCIAL STATEMENTS

3 Analysis of expenditure	2021	2020
	£	£
Raising funds		
Bank and fundraising website charges	578	586
Fund raising OV merchandising costs	3,126	450
Investment Manager fees	22,131	21,220
King's School Parents' Committees fund raising events' costs	1,419	5,682
	27,254	27,938
Charitable activities		
Grants to The King's School Worcester	210,422	154,571
King's School Parents' Committees other charitable grants	-	-
Governance costs	4,020	3,920
	214,442	158,491
	241,695	186,429

Direct fundraising costs relating to merchandising and Parent Committee activities are incurred by the Trust but the costs of the Foundation Development Office, which have the potential to benefit fundraising activities, have been borne by The King's School Worcester.

4 Remuneration of key management personnel

The Trust considers its key management personnel comprise the Trustees and the Director of The King's School Worcester Foundation Development Office who do not receive any remuneration or benefits from the Trust. There were no staff employed by the Trust in the year (2020: Nil)

5 Trustees' expenses

No payments were made to Trustees during the period nor to third parties

6 Related party

Donations without conditions totalling £23,111 (2020: £24,725) were made to the Trust by 5 Trustees (2020: 4). Details of transactions with The King's School Worcester are set out in the notes. There are no other related party transactions (2020: Nil).

7 Fees for Audit/Independent Examination of the accounts

	2021	2020
	£	£
Auditors' fee	3,520	3,420

8 Grantmaking

	Grants: Total Amounts	
	2021	2020
	£	£
Purpose for which grants made:		
Bursaries for pupils attending King's School Worcester	197,425	132,183
Other charitable support for King's School Worcester	12,997	22,388
	210,422	154,571

No grants made by the Trust were paid directly to individuals during the year (2020- nil) but instead were paid to intermediary charitable institutions. In the case of the bursaries awarded to pupils attending The King's School Worcester, a number a full fee equivalent bursaries were paid to the School, which allocated the funds to individual pupils on the basis of educational ability and parental means (subject to any restrictions imposed by the donor).

THE KING'S SCHOOL WORCESTER DEVELOPMENT TRUST

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2021

NOTES TO THE FINANCIAL STATEMENTS

9 Fixed Asset Investments

	2021 £	2020 £
Investments held primarily to provide an investment return for the charity:		
Carrying value (market value) at beginning of year	3,036,321	3,174,213
Add: Additions to investments at cost	-	-
Less: Disposals at carrying value	-	-
Investment income received	1,014	1,790
Investment Manager charges	(22,131)	(21,220)
Add/deduct: Net gain/(loss) on revaluation	468,359	(118,462)
Carrying value (market value) at end of year	3,483,563	3,036,321

At the year end £3,134,133 (2020: £2,676,079) of this total value was invested in UK open ended investment companies and unit trusts and £349,430 (2020: £360,242) was held as a cash deposit.

10 Stock

	2021 £	2020 £
Branded goods held for resale/trading activities	8,183	11,309

11 Debtors

	2021 £	2020 £
Tax reclaimable on Gift Aid donations	23,143	29,198
Due from King's School Worcester re parent committee	334	1,208
Due from King's School Worcester	7,372	8,472
Due from King's School Worcester Activities Ltd	6,783	3,973
Prepayments and Accrued Income	4,000	8,850
Other debtors	56	25
	41,688	51,726

12 Creditors: amounts falling due within one year

	2021 £	2020 £
Due to King's School Worcester	14,154	13,471
Management expenses and professional fees	4,520	3,920
Deferred Income	500	500
Other creditors	690	360
	19,864	18,251

Amounts due to King's School Worcester in respect of unrestricted fund activity have not been netted against amounts due from King's School Worcester combined restricted fund activity on the basis that, due to the dissimilar nature of these balances, the charity does not intend to settle these balances on a net basis.

THE KING'S SCHOOL WORCESTER DEVELOPMENT TRUST

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2021

NOTES TO THE FINANCIAL STATEMENTS

13 Movements on funds

	Balance at 1 Aug 2020 £	Income £	Expenditure £	Net Income/ (expenditure) £	Transfers Between Funds £	Investment Gains and Losses £	Balance at 31 July 2021 £
General Funds	34,807	9,429	(7,724)	1,705	-	-	36,512
Restricted Income Funds:							
<i>Parents' Committees Funds</i>							
- King's Senior/ St Albans	11,702	-	-	-	-	-	11,702
- King's Hawford	27,722	5,237	(5,998)	(761)	-	-	26,961
	39,424	5,237	(5,998)	(761)	-	-	38,663
<i>John Pimley Bursary Fund</i>	110,743	33	(766)	(733)	-	17,167	127,177
<i>King's School Other Restricted Funds:</i>							
King's School Enduring Bursary Fund*	2,815,213	108,439	(85,054)	23,385	-	412,382	3,250,980
King's School Fellowship Bursary Funds	319,947	225,521	(132,670)	92,851	-	37,427	450,225
King's School M Stevens Bursary Fund	6,942	163	(1,066)	(903)	-	1,383	7,422
King's School Annual Fund	8,361	349	(224)	125	-	-	8,486
King's School Boat Club Fund	7,675	6,284	(7,194)	(910)	-	-	6,765
King's School SPACE Fund	50	30	-	30	-	-	80
King's School German Studies Award	250	-	-	-	-	-	250
The Robert Harley Award	2,300	-	(1,000)	(1,000)	-	-	1,300
Peter Iddon Bursary Fund	15,237	4,110	-	4,110	-	-	19,347
Bancks Blundell Bursary Fund	-	10,000	-	10,000	-	-	10,000
Total restricted income funds	3,326,142	360,166	(233,972)	126,194	-	468,359	3,920,695
Total funds	3,360,949	369,595	(241,696)	127,899	-	468,359	3,957,207

Movements on funds - prior year

	Balance at 1 Aug 2019 £	Incoming resources £	Resources expended £	Net Income/ (expenditure) £	Transfers Between Funds £	Gains and Losses £	Balance at 31 July 2020 £
General Funds	35,105	4,658	(4,956)	(298)	-	-	34,807
Restricted Income Funds	3,420,505	205,573	(181,473)	24,100	-	(118,463)	3,326,142
	3,455,610	210,231	(186,429)	23,802	-	(118,463)	3,360,949

Restricted Income Funds:

Fund Name	Purpose	Restrictions
King's School Enduring Bursary Fund	Bursaries for pupils attending the School	None beyond purpose of gift
King's School Fellowship Bursary Fund	Bursaries for pupils attending the School	None beyond purpose of gift
King's School M Stevens Bursary Fund	Bursaries for pupils attending the School	Grants towards cost of trips
King's School Annual Fund	Equipment purchases	None beyond purpose of gift
King's School SPACE Fund	Development of the Sports and Performing Arts Centre (SPACE)	None beyond purpose of gift
The Robert Harley Award	Enable pupils to continue with an activity	None beyond purpose of gift
Peter Iddon Bursary Fund	Bursaries for pupils attending the School	Pupil with clear cricketing abilities
Bancks Blundell Bursary Fund	Bursaries for pupils attending the School	None beyond purpose of gift
John Pimley Bursary Fund	Bursaries for pupils attending the School	Named award; pupil progress
Parents' Committee Funds	Equipment purchases	Parents' Committee approval

Sufficient resources are held in an appropriate form to enable each fund to be applied in accordance with any restrictions.

THE KING'S SCHOOL WORCESTER DEVELOPMENT TRUST

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2021

NOTES TO THE FINANCIAL STATEMENTS

14 Comparative Statement of Financial Activities - year to 31 July 2020

	Restricted Funds				
	Unrestricted Funds	John Pimley Bursary Fund	King's School Parents' Committee Funds	King's School Other Funds	Year to 31 July 2020 Total Funds
	£	£	£	£	£
Incoming and endowments from:					
Donations and legacies	4,198	6,061	-	184,655	194,914
Charitable activities	-	-	-	-	-
Other trading activities	433	-	13,036	-	13,469
Investments	27	67	31	1,723	1,848
Total	4,658	6,128	13,067	186,378	210,231
Expenditure on:					
Raising funds	1,036	731	5,682	20,489	27,938
Charitable activities	3,920	-	18,471	136,100	158,491
Total	4,956	731	24,153	156,589	186,429
Gains/ (losses) on investment assets	-	(4,423)	-	(114,040)	(118,463)
Net income/(expenditure)	(298)	974	(11,086)	84,251	(94,661)
Transfers between funds	-	-	-	-	-
Net movement in funds	(298)	974	(11,086)	(84,251)	(94,661)
Total funds brought forward	35,105	109,769	50,510	3,260,226	3,455,610
Total funds carried forward	34,807	110,743	39,424	3,175,975	3,360,949