

3 208 16

**Report of the Directors and
Financial Statements
for the Year Ended 31 August 2005
for
Winterfold House School Trust Limited**



Winterfold House School Trust Limited

**Index to the Financial Statements
for the Year Ended 31 August 2005**

	Page
Trustees, Key Personnel and Professional Advisers	1
Report of the Directors (Governors Report)	2
Report of the Auditors	5
Statement of Financial Activities Including Income and Expenditure Account	6
Balance Sheet	7
Cash Flow Statement	8
Notes to the Financial Statements	9

Winterfold House School Trust Limited

**Trustees, Key Personnel and Professional Advisers
for the Year Ended 31 August 2005**

TRUSTEES, DIRECTORS AND SCHOOL GOVERNORS	D S Fletcher M.A. (Cantab.) - <i>Chairman</i>	
	J C A Flood	
	C H Williamson – resigned 31/08/05	
	Mrs M Chapman M.A. (Aberdeen) (Head of Alice Ottley School)	
	Mrs A Cleary Cert.Ed. (Head of The Priory Junior School)	
	S D Arbuthnott M.A. (Oxon.) J.P.	
	S Barrow B.A.	
	Mrs A Brookes A.C.I.B.	
	C D E Cameron B.Com ACA	
	V Garrad	
	Rev T M Hastie Smith M.A. (Head of Dean Close School) – appointed 01/09/04	
	R D Harper – appointed 01/09/04	
	Mrs H MGerry – appointed 01/09/04	
	Dr R P Kanas – appointed 01/12/04	
HEADMASTER:	W C R Ibbetson-Price M.A.	
SCHOOL BURSAR:	Mrs L. Brookes F.C.M.A.	
COMPANY SECRETARY:	J C A Flood	
REGISTERED OFFICE:	Winterfold House Chaddesley Corbett Kidderminster Worcestershire DY10 4PL	
REGISTERED NUMBER:	3298576 (England and Wales)	
CHARITY NUMBER:	1063133	
AUDITORS:	eatonandco. Chartered Accountants Registered Auditors 583 Warwick Road Solihull West Midlands B91 1AW	
BANKERS:	Barclays Bank PLC 54 High Street Worcester WR1 2QQ	Allied Irish Bank (GB) 36/38 Station Road Solihull West Midlands B91 3SB

Winterfold House School Trust Limited
Report of the Directors (Governors Report)
for the Year Ended 31 August 2005

The directors present their annual report and financial statements for the year ended 31 August 2005.

STATUS AND ADMINISTRATION

Winterfold House School Trust Limited ("School") was constituted by Trust Deed in 1997. It is a registered charity, number 1063133, and is also a company limited by guarantee, company number 3298576.

DIRECTORS

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

D S Fletcher	
J C A Flood	
C H Williamson	resigned 31/08/05
Mrs M Chapman M.A.	
Mrs A Cleary Cert.Ed.	
S D Arbuthnott M.A. (Oxon.) J.P.	
S Barrow B.A.	
Mrs A Brookes A.C.I.B.	
C D E Cameron B.Com ACA	
V Garrad	
Rev T M Hastie- Smith M.A	appointed 01/09/04
R D Harper	appointed 01/09/04
Mrs H M Gerry	appointed 01/09/04
Dr R P Kanas	appointed 01/12/04

OBJECTS , POLICY AND PRINCIPLE ACTIVITY

The objective of the School is to provide education for children of both sexes. The School's policy is to attain the highest academic level whilst allowing pupils to benefit from our extra curricular programme. The aim is to develop other interests and prepare pupils for the senior schools of their choice.

TRUSTEES, KEY PERSONNEL AND PROFESSIONAL ADVISERS

These are set out on page 1.

ORGANISATIONAL STRUCTURE

The school management structure includes a number of sub-committees. An individual Governor chairs each sub-committee and the sub-committee has responsibility for the monitoring of a specific area of key importance to the successful development of the school. Each sub-committee meets at least once a term and will report into the full Governors meeting. For the 2004/2005 year, the following sub-committees were operational: -

Chairman:-

Finance	Charles Cameron
Staff	Morag Chapman
Building development	Colin Williamson
Health & Safety	Simon Arbuthnott
Marketing	Anne Brookes
Pre-Prep	Anne Cleary
Learning Support	John Flood
Charitable Status	Simon Barrow

Winterfold House School Trust Limited

Report of the Directors (Governors Report) continued for the Year Ended 31 August 2005

REVIEW OF ACTIVITIES

In 2004/05 the School had 329 pupils, with 141 pupils (79 boys, 62 girls) in the Pre-Preparatory School (ages 2 -7) and 188 pupils (136 boys, 52 girls) in the Preparatory School (ages 7-13). In addition there were 49 children attending the Woodhouse Day Nursery on a sessional basis.

The School continues to provide a number of hardship bursaries for pupils, which are awarded on a means tested basis. Scholarships are awarded on entry to the Preparatory School on a strictly academic basis. Scholarships are also awarded on entry to Year 7 for excellence in sport, music and art as well as academic achievement. Bursaries are provided to children of staff.

In April 2005, the School was inspected by the Independent Schools Inspectorate. The School successfully obtained a very good report with no significant weaknesses identified. In addition, Ofsted inspected the Early Years provision and a very good report was obtained. The Trustees believe that these two reports are further evidence of the high standards of education and pastoral care that are achieved across all areas of the school.

Also in the year, the school successfully obtained registration with Ofsted for the provision of Nursery Care and After School / Holiday Clubs.

During the year, the school raised £6,257 for other charities through collections from parents. The charities included Cancer Research, Children in Need, the Tsunami appeal and Shelter.

DEVELOPMENTS

There have been no significant building projects completed in the year. The school is developing further plans to improve the buildings and facilities in 2006 / 2007.

THE FINANCIAL RESULTS

The School's net incoming resources for the year were £182,513. Additions to fixed assets during the year amounted to £28,241.

ASSET COVER FOR FUNDS

Note 14 of the financial statements sets out an analysis of the School's assets attributable to the various funds. These assets are sufficient to meet the School's obligations on a fund by fund basis.

RESERVES POLICY

The School's reserves increased by £182,513 (2004 - £226,048).

In considering their reserves policy, the Directors have identified the need to accumulate free reserves for the following purposes:

- To provide funds so that they may continue the orderly development and future growth of the School
- To provide funds for further capital expenditure.
- To provide sufficient funds to ensure the repayment of the mortgage on the school and the interest free loan currently outstanding.

Winterfold House School Trust Limited

Report of the Directors (Governors Report) continued for the Year Ended 31 August 2005

RESERVES POLICY continued

At 31 August 2005 the School had reserves of £1,134,610 of which £199,598 have been set aside for specific items of capital expenditure. Of the remaining unrestricted funds of £935,012, supplemented by external secured borrowings of £954,714, £1,544,713 are deployed as part of the schools premises and equipment. The remaining £345,013 (2004 - £175,270) are free reserves to cover the day to day working capital needs.

The Governors consider that free reserves equating to two months expenditure would be practicable and achievable in order to cover the risks of operating as an independent educational establishment but that for optimal operating efficiency this should be out of the School's own resources..

The policy is therefore to continue building up reserves out of annual operating surpluses, while reducing external borrowing, until that level is reached, subject to the prior demands of further capital expenditure required to fund future developments to the school's property and to equip the School with the up to date facilities needed to maintain the standard of educational services currently provided.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the company's financial activities during the year and of its financial position at the year end. In preparing those financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently;
- make judgements 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 accounts; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue to meet its objectives.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities

RISK MANAGEMENT

The Board continue to keep the School's activities under review, particularly with regard to any major risks that may arise from time to time. The major risks identified by this process have been mitigated to an acceptable level by internal control systems, insurance cover and other factors as appropriate.

AUDITORS

The auditors, eaton and co., will be proposed for re-appointment in a resolution at the Annual General Meeting.

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

ON BEHALF OF THE BOARD:



D S Fletcher M.A. (Cantab.)

Dated: 21 November 2005

Winterfold House School Trust Limited

**Report of the Auditors to the Members of
Winterfold House School Trust Limited**

We have audited the financial statements on pages six to fifteen which have been prepared under the historical cost convention and the accounting policies set out on page nine.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditors' 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 company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As described on page four the company's directors, who are also the charitable trustees, are responsible for the preparation of their annual report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Annual Report is not consistent with the financial statements, if the charitable company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the charitable company is not disclosed.

We read the Report of the Directors and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of opinion

We conducted our audit in accordance with United Kingdom Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charitable company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the charitable company's affairs as at 31 August 2005 and of its incoming resources and application of resources, including its income and expenditure, in the year then ended and have been properly prepared in accordance with the Companies Act 1985.

eaton and co.
Chartered Accountants
Registered Auditors
583 Warwick Road
Solihull
West Midlands
B91 1AW



Dated: 21 November 2005

Winterfold House School Trust Limited

Statement of Financial Activities
for the Year Ended 31 August 2005

Income and Expenditure Account	Notes	<i>Unrestricted Fund Year to 31.8.05</i>	<i>Restricted Fund Year to 31.8.05</i>	<i>Total Funds Year to 31.8.05</i>	<i>Total Funds Year to 31.8.04</i>
		£	£	£	£
INCOMING RESOURCES					
Fees receivable		2,441,953	-	2,441,953	2,458,723
Donations		-	9,964	9,964	10,179
Other activities to generate funds:					
Other income	2	24,292	-	24,292	18,175
Investment income		11,277	892	12,169	8,175
Total incoming resources		2,477,522	10,856	2,488,378	2,495,252
RESOURCES EXPENDED					
Costs of generating funds					
Publicity		41,006	-	41,006	17,389
Finance costs		60,768	-	60,768	59,396
Other costs		7,577	-	7,577	7,142
		<u>109,351</u>	<u>-</u>	<u>109,351</u>	<u>83,927</u>
Charitable expenditure					
Teaching costs		1,294,636	-	1,294,636	1,321,754
Welfare		214,338	-	214,338	175,352
Premises		222,358	5,348	227,706	220,110
Support costs		219,287	-	219,287	214,719
Bursaries, scholarships and allowances		220,920	-	220,920	231,328
Management & administration of the charity		19,627	-	19,627	22,014
		<u>2,191,166</u>	<u>5,348</u>	<u>2,196,514</u>	<u>2,185,277</u>
Total resources expended	4,5,6	2,300,517	5,348	2,305,865	2,269,204
Net incoming resources (net income/ expenditure) before transfers		177,005	5,508	182,513	226,048
Transfer between funds		(5,000)	5,000	-	-
NET INCOMING RESOURCES		172,005	10,508	182,513	226,048
BALANCE BROUGHT FORWARD					
At 1 September 2004		762,007	189,090	951,097	725,049
BALANCE CARRIED FORWARD					
At 31 August 2005		<u>£934,012</u>	<u>£199,598</u>	<u>£1,133,610</u>	<u>£951,097</u>

Winterfold House School Trust Limited

**Balance Sheet
31 August 2005**

		<u>31.8.05</u>		<u>31.8.04</u>	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	7		1,773,520		1,828,541
CURRENT ASSETS:					
Debtors	8	159,834		144,029	
Cash at bank and in hand		<u>321,257</u>		<u>291,506</u>	
		481,091		435,535	
CREDITORS: Amounts falling due within one year	9	<u>290,481</u>		<u>340,966</u>	
NET CURRENT ASSETS/(LIABILITIES):			<u>190,610</u>		<u>94,569</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:			1,964,130		1,923,110
CREDITORS: Amounts falling due after more than one year	10		<u>830,520</u>		<u>972,013</u>
			<u>£1,133,610</u>		<u>£951,097</u>
FUNDS:					
Unrestricted fund	13		934,012		762,007
Restricted fund	13		<u>199,598</u>		<u>189,090</u>
			<u>£1,133,610</u>		<u>£951,097</u>

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

Approved by the Governors on 21 November 2005 and signed on their behalf



D S Fletcher M.A. (Cantab.)

C D E Cameron B.Com ACA



Winterfold House School Trust Limited

**Cash Flow Statement
for the Year Ended 31 August 2005**

	<u>31.8.05</u>		<u>31.8.04</u>	
	£	£	£	£
Cash generated from operations				
Net incoming resources	182,513		226,048	
Reconciliation to cash generated from operations:				
Depreciation	83,262		78,767	
Investment income	(12,169)		(8,175)	
Decrease/(increase) in debtors	(15,804)		(28,000)	
Decrease/Increase in creditors	<u>(62,186)</u>		<u>(61,455)</u>	
		175,616		207,185
Cash from other sources				
Investment income	12,169		8,175	
New loan taken out	-		364,899	
New hire purchase agreements taken out	<u>14,400</u>		<u>-</u>	
		26,569		373,074
Application of cash				
Loan interest paid	59,401		57,119	
Interest element of hire purchase payments	1,191		-	
Purchase of tangible fixed assets	(28,241)		(542,935)	
Loan repayments in year	(196,638)		(161,917)	
Hire purchase repayments in year	<u>(8,147)</u>		<u>(3,026)</u>	
		(172,434)		(650,759)
Net decrease/increase in cash		29,751		(70,500)
Cash at bank at beginning of year		<u>291,506</u>		<u>362,006</u>
Cash at bank and in hand at end of year		<u>£321,257</u>		<u>£291,506</u>
 Consisting of:				
Cash at bank and in hand		<u>321,257</u>		<u>291,506</u>
		<u>£321,257</u>		<u>£291,506</u>

Winterfold House School Trust Limited

**Notes to the Financial Statements
for the Year Ended 31 August 2005**

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002) and the current Statement of Recommended Practice on accounting and reporting by charities: the Charities SORP 2000.

Fees and similar income

Fees receivable and charges for services and use of premises are accounted for in the period in which the service is provided.

Donations

Donations received for the general purposes of the school are credited to unrestricted funds, to distinguish them from direct school income. Donations subject to specific wishes of the donors are carried to relevant restricted funds.

Expenditure

Expenditure is summarised under functional headings either on a direct cost basis. The irrecoverable element of VAT is included with the item of expense to which it relates.

Appeal costs

Costs of the appeal in respect of the new buildings are borne by the school in general from unrestricted funds.

Tangible fixed assets

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

Buildings	- 2% on cost and 12.5% on cost
Motor vehicles	- 25% reducing balance
Classroom equipment	- 15% on cost

New and major enhancements of existing buildings and other items of equipment costing in excess of £2,500 are capitalised and carried in the balance sheet.

With effect from 1 September 2001, capitalised building works with a useful life of less than fifty years are depreciated over eight years at 12.5% on cost.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to the profit and loss account as incurred.

Winterfold House School Trust Limited

Notes to the Financial Statements for the Year Ended 31 August 2005

1. ACCOUNTING POLICIES continued

Pension schemes

The School contributes to the Teacher's Superannuation Scheme at rates set by the Scheme Actuary and advised to the School by the Scheme Administrator. The scheme is a multi employer pension scheme and it is not possible to identify the assets and liabilities of the scheme which are attributable to the school. In accordance with FRS17 therefore, the scheme is accounted for as a defined benefit scheme. Contributions are charged to resources expended when they become payable.

The School also operates a defined contribution pension scheme for non teaching staff. Contributions payable for the year are charged in the profit and loss account.

2. OTHER INCOME

	Year Ended 31.8.05 £	Year Ended 31.8.04 £
Entrance & registration fees	1,200	1,500
Holiday club	11,980	10,200
Other	<u>11,112</u>	<u>6,475</u>
	<u>24,292</u>	<u>18,175</u>

3. TRANSACTIONS WITH RELATED PARTIES

	Year Ended 31.8.05 £	Year Ended 31.8.04 £
Governors' liability insurance premium costs borne by the School	<u>See below</u>	<u>1,263</u>

Governors' liability insurance is now included within the School's overall insurance policy and the premiums attributable are not analysed.

Neither the trustees, governors nor persons connected with them received any remuneration or other benefits from the School during the year. Two governors received reimbursed expenses of £596 (2004 £82)

4. STAFF COSTS

	Year Ended 31.8.05 £	Year Ended 31.8.04 £
Wages and salaries	1,219,535	1,185,781
Social security costs	89,524	80,037
Pension contributions	<u>113,505</u>	<u>111,809</u>
	<u>1,422,564</u>	<u>1,377,627</u>

The average monthly number of employees during the year was as follows:

	Year Ended 31.8.05	Year Ended 31.8.04
Teaching staff	52	55
Other	<u>16</u>	<u>18</u>
	<u>68</u>	<u>73</u>

Winterfold House School Trust Limited

**Notes to the Financial Statements
for the Year Ended 31 August 2005**

4. STAFF COSTS continued

The number of employees whose emoluments exceeded £50,000 in the year were:

	Year Ended 31.8.05	Year Ended 31.8.04
£50,000 - £60,000	<u>1</u>	<u>1</u>

The one higher paid employee is a member of the Teachers' Superannuation Scheme. The total cost of pension contributions during the year for this employee was £6,750 (2004: £6,750).

5. ANALYSIS OF TOTAL RESOURCES EXPENDED

	Staff Costs £	Other £	Depreciation/ Profit on sale £	Total £
Charitable expenditure				
Teaching costs	1,124,449	167,944	2,243	1,294,636
Welfare	115,968	98,370	-	214,338
Premises	42,962	114,066	70,678	227,706
Support Costs	131,608	77,338	10,341	219,287
Bursaries, scholarships and allowances	-	220,920	-	20,920
Management & administration of the charity	-	19,627	-	19,627
	<u>1,414,987</u>	<u>698,265</u>	<u>83,262</u>	<u>2,196,514</u>
Costs of generating funds				
Publicity	-	41,006	-	41,006
Finance costs	-	60,768	-	60,768
Other costs	7,577	-	-	7,577
	<u>1,422,564</u>	<u>800,039</u>	<u>83,262</u>	<u>2,305,865</u>

6. EXPENDITURE – Other disclosures

	Year Ended 31.8.05 £	Year Ended 31.8.04 £
Charitable expenditure includes:		
Depreciation - owned assets	76,896	76,024
assets on hire purchase contracts	<u>6,366</u>	<u>2,743</u>
Costs of management & administration of the charity includes:		
Auditors' remuneration:		
For audit	<u>5,287</u>	<u>5,875</u>

Winterfold House School Trust Limited

**Notes to the Financial Statements
for the Year Ended 31 August 2005**

7. TANGIBLE FIXED ASSETS

	<u>Buildings</u>	<u>Motor vehicles</u>	<u>Fixtures, fittings & equipment</u>	<u>Totals</u>
	£	£	£	£
COST:				
At 1 September 2004	1,929,228	48,524	155,683	2,133,435
Additions	<u>7,305</u>	<u>18,800</u>	<u>2,136</u>	<u>28,241</u>
At 31 August 2005	<u>1,936,533</u>	<u>67,324</u>	<u>157,819</u>	<u>2,161,676</u>
DEPRECIATION:				
At 1 September 2004	179,225	24,390	101,279	304,894
Charge for year	<u>56,345</u>	<u>10,341</u>	<u>16,576</u>	<u>83,262</u>
At 31 August 2005	<u>235,570</u>	<u>34,731</u>	<u>117,855</u>	<u>388,156</u>
NET BOOK VALUE:				
At 31 August 2005	<u>1,700,963</u>	<u>32,593</u>	<u>39,964</u>	<u>1,773,520</u>
At 31 August 2004	<u>1,750,003</u>	<u>24,134</u>	<u>54,404</u>	<u>1,828,541</u>

The net book value of tangible fixed assets includes £20,664 (2004 - £8,229) in respect of assets held under hire purchase contracts or finance leases.

All of the fixed assets as shown above are used in the charitable activities of the School.

8. DEBTORS

	<u>31.8.05</u>	<u>31.8.04</u>
	£	£
Amounts falling due within one year:		
Fees	96,334	81,509
Other debtors	<u>63,500</u>	<u>51,903</u>
	<u>159,834</u>	<u>133,412</u>
Amounts falling due after more than one year:		
Fees	-	<u>10,617</u>
Aggregate amounts	<u>159,834</u>	<u>144,029</u>

Winterfold House School Trust Limited

**Notes to the Financial Statements
for the Year Ended 31 August 2005**

**9. CREDITORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	31.8.05	31.8.04
	£	£
Bank loans and overdrafts	118,902	78,230
Other loan	30,000	60,000
Trade creditors	14,293	37,640
Fees received in advance	33,828	79,405
Hire purchase	5,292	3,026
Other creditors	60,995	55,941
Social security & other taxes	<u>27,171</u>	<u>26,724</u>
	<u>290,481</u>	<u>340,966</u>

**10. CREDITORS: AMOUNTS FALLING
DUE AFTER MORE THAN ONE YEAR**

	31.8.05	31.8.04
	£	£
Bank loans and overdrafts	824,838	971,509
Hire purchase	<u>5,682</u>	<u>504</u>
	<u>830,520</u>	<u>972,013</u>

Amounts falling due in more than five years:

Repayable by instalments		
Bank loans	<u>481,265</u>	<u>577,361</u>

11. OPERATING LEASE COMMITMENTS

The following payments are committed to be paid within one year:

	31.8.05	31.8.04
	£	£
Expiring:		
Between two and five years	<u>28,575</u>	<u>28,601</u>

Winterfold House School Trust Limited

**Notes to the Financial Statements
for the Year Ended 31 August 2005**

12. SECURED DEBTS

The following secured debts are included within creditors:

	31.8.05	31.8.04
	£	£
Bank loan	943,740	1,049,739
Hire purchase	<u>10,974</u>	<u>3,530</u>
	<u>954,714</u>	<u>1,053,269</u>

13a. RESTRICTED FUNDS

	Balance 1 September 2004 £	Incoming Resources £	Outgoing Resources £	Transfers £	Balance 31 August 2005 £
New building fund	<u>189,090</u>	<u>10,856</u>	<u>(5,348)</u>	<u>5,000</u>	<u>199,598</u>

13b. UNRESTRICTED FUNDS

	Balance 1 September 2004 £	Incoming Resources £	Outgoing Resources £	Transfers £	Balance 31 August 2005 £
General reserve	<u>762,007</u>	<u>2,477,522</u>	<u>(2,300,517)</u>	<u>(5,000)</u>	<u>934,012</u>

Transfers between funds represents amounts provided to support the repayment a long term liability in respect of the new building fund.

14. ALLOCATION OF THE CHARITY NET ASSETS

	Fixed Assets £	Net Current Assets/Liabilities £	Long Term Liabilities £	Total £
Restricted fund	228,807	(29,209)	-	199,598
Unrestricted fund	<u>1,544,713</u>	<u>219,819</u>	<u>(830,520)</u>	<u>934,012</u>
	<u>1,773,520</u>	<u>190,610</u>	<u>(830,520)</u>	<u>1,133,610</u>

Winterfold House School Trust Limited

**Notes to the Financial Statements
for the Year Ended 31 August 2005**

15. CAPITAL COMMITMENTS

The Governors have contracted capital commitments of £50,000 at 31 August 2005 (2004 - Nil).

16. PENSION SCHEMES

The School participates in a multi employer pension scheme, the Governments' Teachers Pension Defined Benefits scheme, for its teaching staff. The pension liability is the responsibility of the Teachers Pension. As a result it is not possible to identify the assets and liabilities of the scheme which are attributable to the School.

The last report by the Government Actuary covered the period 1 April 1996 to 31 March 2001. The valuation statement as at 31 March 2001, made in March 2003, revealed that the total liabilities of the Scheme (the estimated cost of past and future service benefits of existing members) amounted to £142,880 million

The actuarial review assumed that the real rate of return on the notional investment is 3.5% in excess of price increases and 2% in excess of general earnings increases, therefore assuming a rate of real earnings growth of 1.5%. The assumed long-term gross rate of return is 7%. Following this report the standard contribution rate was raised from 14.35% to 19.5% from 1st April 2003. 6% is paid by the teachers and the remaining 13.5% borne by the school.

The School's contributions represent a minor proportion of the payments into the scheme. The superannuation charge represents contributions payable to the fund of £87,704 (2004 - £111,809).

With effect from September 2004, the School also runs a group pension scheme for its non-teaching staff, which is a money purchase scheme administered by AXA Insurance Group. To be eligible to join the scheme, the employees are required to have twelve months service and to contribute from their salary each month. The school also contributes and the cost for the year of the School's contributions to the scheme was £25,801 (2004 - Nil).

17. LIABILITY OF MEMBERS

Every member of the Company undertakes to contribute such amount as may be required (not exceeding one pound) to the assets of the Company in the event of its being wound up while he/she is a member or within one year after he/she ceases to be a member, for payment of the debts and liabilities of the Company contracted before he/she ceases to be a member, and of the costs, charges and expenses of winding up and for the adjustment of the rights of the contributories amongst themselves.

If upon the winding up or dissolution of the Company there remains, after satisfaction of all its debts and liabilities, any property whatsoever, the same shall not be paid to or distributed among the members of the Company, but shall be given or transferred to some other charitable institution or institutions having objects similar to the objects of the Company, and which shall prohibit the distribution of its or their income and property among its or their members to an extent at least as great as is imposed upon the Company under or by virtue of Clause 4 of this Company's Memorandum of Association such charitable institution or institutions to be determined by the members of the Company at or before the time of dissolution or in default by the Charity Commissioners and if and so far as effect cannot be given to the aforesaid provision then to some other charitable object.