



BEDFORD SCHOOL TRUST

**REPORT & ACCOUNTS FOR
THE YEAR ENDED
30 June 2016**

**Charity Registration Number: 1094232
Company Registration number: 4479551**

TUESDAY



A6173YQ3

**A14 · 28/02/2017 #242
COMPANIES HOUSE**

BEDFORD SCHOOL TRUST
Year Ended 30 June 2016
TRUSTEES' ANNUAL REPORT

CONTENTS

Reference and Administrative Details	I
Trustees' Annual Report	2
Independent Auditor's Report	9
Statement of Financial Activities	11
Income and Expenditure Account	12
Balance Sheet	13
Cashflow Statement	14
Notes to the Accounts	15
Memorandum Accounts	25

BEDFORD SCHOOL TRUST
Year Ended 30 June 2016
TRUSTEES' ANNUAL REPORT

REFERENCE AND ADMINISTRATIVE DETAILS

Bedford School Trust is a Registered Charity (number 1094232), and also a company limited by guarantee (registered number 4479551) and not having share capital.

Trustees

The Trustees of Bedford School Trust have served throughout the period under report, except as indicated below:

Ex Officio

Mr J S Hodgson BA + * ^ ~ (*Head Master of Bedford School and Chairman*) – from 01 September 2014
Mr C Baker BSc CChem FRCS + ~ (*Vice Master of Bedford School and Vice Chairman*) – to 31 August 2016
Mr D Koch + ~ (*Vice Master of Bedford School and Vice Chairman*) – from 1 September 2016

Co-opted Trustees

Mr A Nutt *
Mr R Cave *
Mr R H Gerlach ~
Mr R Elliott ^
Mr S Culliford
Mr N Jones- appointed 20 June 2015

Sub- Committee Membership:

+ member of the Chapel Committee
* member of the Investment Sub-committee
^ member of the Property Sub-committee
~ member of the Scholarships Sub-committee

Clerk & Company Secretary

Mrs C M Godfrey MA FCA – to 10 April 2016
Mrs J C Miles MA MBA MCMI – from 11 April 2016

Registered Office:

10 Glebe Road, Bedford, MK40 2PL

Advisers:

Solicitor

Stone King Sewell LLP
16 St John's Lane
London EC1M 4BS

Auditors

Crowe Clark Whitehill LLP
St Brides House
10 Salisbury Square
London EC4Y 8EH

Bankers

HSBC
12 Allhallows
Bedford
MK40 1LJ

Investment Managers

Investec
2 Gresham Street
London EC2V 7QP

Insurance Brokers

Marsh Ltd
Education Practice
1-5 Perrymount Road
Haywards Heath
West Sussex RH16 3SY

Property Advisers

Savills
The Estate Office
Southill Park
Biggleswade
Beds SG18 9LJ

BEDFORD SCHOOL TRUST
Year Ended 30 June 2016
TRUSTEES' ANNUAL REPORT

STRUCTURE, GOVERNANCE AND MANAGEMENT

Constitution

The Trust was originally established on 9 July 1926 when the then Head Master of Bedford School and others enacted a deed whereby certain funds, securities and property were declared for the general benefit of Bedford School. Since the Charity became incorporated on 8 July 2003, it is governed by Memorandum and Articles of Association which place no specific restrictions on the way that the charity may operate.

The former unincorporated Bedford School Trust continues to hold the endowed funds as required by charitable law; however, a single set of accounts may be produced following the granting of a uniting direction by the Charity Commission on 16 May 2003. The quoted investments owned by the Trust are held in an Investec Client Nominee company, or relevant Depot, or held to order by overseas agents as appropriate.

Organisational Structure

The charity employs no staff directly. The day to day running of the charity is delegated to the Clerk in consultation with the Chairman. Trustees meet three times per annum, with the Chapel, Investment and Property sub-committees meeting as necessary, but at least twice per annum. The Scholarship sub-committee is convened as necessary. In addition, Trustees are consulted out of committee on any matters of importance arising.

Trustee Selection, Recruitment and Training

In considering new Trustee appointments, a skills audit is carried out to identify any areas of expertise in which the committee is lacking. Potential individuals are identified by current trustees through personal contacts, word of mouth, teaching staff and parents of boys at the School. Individuals interested in becoming Trustees submit a CV which is circulated to existing Trustees and approval of appointment is sought at the next Trustee meeting. New Trustees are encouraged to meet with the Clerk of the Trust, and are furnished with copies of constitutional documents, the most recent audited financial statements, Charity Commission publications concerning roles and responsibilities of charity trustees, and any other information thought to assist them in their new role.

Relationship with the Harpur Trust

Although Bedford School is owned by the Harpur Trust, Bedford School Trust is a separate charity. The Trustees decide their operational and financial policies independently of the Harpur Trust and the Governors of Bedford School, a sub-committee of the Harpur Trust. As a matter of courtesy, the Trustees of Bedford School Trust liaise with the Governors of Bedford School on matters of mutual interest, but there is no obligation laid upon them to do so. Staff time has been provided by the Harpur Trust at no cost but with effect from 1 July 2009 the Trustees have authorised that an annual donation be paid by Bedford School Trust to the Harpur Trust (a registered charity) to reflect usage of its staff and premises.

Relationship with Bedford School Foundation

Bedford School Foundation was founded in 2002 as a fundraising charity for the benefit of Bedford School. Many of the amounts raised are passed to the Trust to administer. As a consequence of the Foundation, the Trust does not usually engage in any fundraising activities, beyond minor School-related events.

Risk Management

The Trustees have continued to examine the various areas of the Trust's operation and have considered what major risks might arise in these areas. Key risks identified include: potential lack of required experience and knowledge in the Trustee body; failure to make sufficient or appropriate grants to beneficiaries; inaccurate or insufficient financial information on which to base decisions; inadequate investment management policies; and failure to comply with regulatory requirements. The Trustees plans and strategies for managing these risks include the following activities:

- Regular review of the composition of the body of Trustees and identification of required skills when vacancies occur
- Scrutiny of curriculum vitae and meetings with potential candidates for Trusteeship in order to examine skills and fully appraise candidates of the responsibilities and duties associated with Trusteeship
- Establishment of guidelines and communications framework for application to the Trust for funding

BEDFORD SCHOOL TRUST
Year Ended 30 June 2016
TRUSTEES' ANNUAL REPORT

- External review where possible of financial information in order to frame good decision making with reference to grant awards
- Regular review of investments to include cycle for review of investment policy and appointment of investment manager
- Attention given to communications from the Charities Commission, Companies House, HMRC, Information Commissioner's Office and other external advisers, with regular reporting to Trustees at meetings and out of committee when required.

Key controls used include: formal agendas for all meetings; detailed terms of reference for all sub-committees; clear authorisation and approval levels, within an established organisational structure, as detailed above. Financial information is reviewed at each Trustee meeting, including all grant applications.

OBJECTS AND AIMS

The Objects of the Charity

The Trust is established to manage funds and property donated to Bedford School so as to:

- promote the education of pupils at Bedford School
- promote the further education of former pupils of the School
- to support the School and its charitable activities

The above revised objects were adopted by the Trustees on 13 June 2009.

In addition, the Trust incorporates 5 other charities under the uniting direction by the Charity Commission in May 2003, as follows:

Colonel Wells Charity for Bedford School The Charity Commission approved a new scheme for Colonel Wells Charity on 10th July 2002 with Bedford School Trust as the trustee. This charity is now a subsidiary of Bedford School Trust and has the following object:

"To promote the education of pupils attending Bedford School in the study of agriculture and allied subjects and sciences, botany, geography, geology and environmental subjects".

Colonel Wells Charity owns a nature reserve and study centre at Ickwell, together with the Home Farm, and other freehold and leasehold properties, which have been let and have earned rental income for the charity. The sale of the final lot of farm land, other than the nature reserve, study centre and one bungalow, was completed in August 2015 and the net funds realised were reinvested as part of the permanent endowment of the Charity. The Colonel Wells Charity also holds investments which are pooled with the common investment portfolio of Bedford School Trust.

The Rice Classical Scholarship Fund To provide an exhibition for a boy who is a strong classicist.

The Phillpotts Benefaction To pay the Chaplain appointed to Bedford School Chapel. In practice the Chaplains are paid by the School and the income from the fund's permanent endowment helps to defray the other operating expenses of the Chapel.

The Siddons Benefaction To provide for the upkeep of the Siddons family panel in the Chapel and to apply the balance to improving, furnishing and equipping the Chapel.

Heriz Smith Bursary Fund To aid any pupil or former pupil of Bedford School who is desirous of entering holy orders in the Church of England to enter a university or theological college for that purpose or to study theology at university.

The capital assets of the subsidiary charities are treated as permanent endowment. The accounts for these funds are maintained within the Bedford School Trust accounts and shown as Endowed Funds. The purpose of each of

BEDFORD SCHOOL TRUST
Year Ended 30 June 2016
TRUSTEES' ANNUAL REPORT

the above fits within the overall objects of the Trust and, for all practical purposes they are managed as part of the main Trust.

Public Benefit Aims and Intended Impact

In meeting the Objects of the Trust, including the incorporated subsidiary charities, the public benefit aim is to provide accessible first class education in the broadest sense for grantees, through the provision of academic, sporting, artistic and social activities which will enhance life skills. This is intended to assist all those receiving support through the Trust to develop and fulfil their potential, and to inculcate in them a life long desire to contribute to the wider community.

In the furtherance of these aims 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.

Aims of the Trust

Assistance with Fees: the Trustees are committed to widening access to the education provided by Bedford School, through the funding of scholarships and bursaries. Details of all awards funded by Bedford School Trust are included in the annual booklet published by the School giving information for prospective pupils. The awards are made by the Chairman of Trustees, in consultation with the School's Scholarship Board and the Clerk, and approved by the Trustees, (if necessary out of committee and reported to Trustees at the next meeting). Whilst acknowledging that the School has adopted a stringent means testing basis for awards, the Trust recognises that a measure of flexibility is required to reflect certain circumstances arising. The Trustees have agreed that some scholarship funding could be used on a non means-tested discretionary basis in exceptional circumstances. In particular, scholarships based purely on merit will be awarded from the Brian Saville Awards fund.

To provide funding for special projects: Grant applications for individual special projects at the School are brought to the Trustees' meetings for consideration. Projects are required to meet the objects of the Trust and to be such that could not be expected to be funded by the School from fee income. Projects which include the provision by Bedford School of ancillary or incidental educational activities and other associated activities for the benefit of the community are strongly encouraged and supported as a priority.

Special Purpose Funds: the Trust facilitates the operation of various activities run within the School. The person or persons appointed to be responsible for authorising expenditure from each of the funds for these activities is agreed by the Chairman and the Clerk. Examples of special funds are the Prep School account, the Monitors Fund, and the Charities Committee account.

To manage the affairs of Bedford School Chapel: the Chapel Committee acts as a sub-committee of the Trustees. It is established to manage the affairs of the School Chapel and controls the associated restricted funds. It meets once a term. Terms of reference for this committee, including membership, were agreed in June 1999.

To aid the operations of the Combined Cadet Force (CCF): the CCF operates its private account under the financial control of the Trustees. The CCF public fund operates under the control of the Ministry of Defence. The Trust collects the rent for the land owned for the benefit of Bedford School CCF (formerly the OTC) and pays it to the CCF as an annual grant. It also manages a designated fund for the benefit of the CCF.

Policy on Making Grants

The Trustees have delegated the power to make grants up to £1,000 to the Chairman and up to £2,000 to the Chairman and Clerk acting jointly, in cases of urgent need. Otherwise requests for grant support are considered by the Trustees at their meetings or electronically out of committee.

The Trustees have decided that the Chaplain, the Master i/c Charities Committee and the Head Master of the Prep School may authorise grants to external charities and worthy causes from funds raised from collections and activities under their control of up to £250 and, with the appropriate agreement of the Chairman and Clerk, up to £2,000. Above this, the authority of the Trustees as a whole is required.

BEDFORD SCHOOL TRUST
Year Ended 30 June 2016
TRUSTEES' ANNUAL REPORT

REVIEW OF ACHIEVEMENTS AND PERFORMANCE FOR THE YEAR

Objectives for the Year

The main objectives for the year have been:

- Completion of the sale of the last plot of farm land at Ickwell
- Purchase of further suitable investments to replace the lands sold, as permanent endowment, including 32 St Peter's Street, Bedford, but also looking at wider investment opportunities
- Continue to promote the Brian Saville Awards Scholarship and the wider scholarship and bursary programme, combining means tested and discretionary awards, enabling both wider access to the School, and to support current pupils in need
- Launch the promotion of Roach Scholarships to new entrants to the Sixth Form from September 2016
- Encourage applications for grants for an even wider range of School and alumni projects
- Support the School in encouraging community access for educational purposes to the School's site and facilities, and in further developing links with local state schools, including maximising the STEM project initiative.
- Appoint additional Trustees, with appropriate skill sets, to enhance the Board's breadth of experience.

Review of performance against those Objectives

Scholarships and Bursaries

The following boys have benefited from major scholarships during the year:

- James Haxell (General Fund Scholarship)
- Alexander Shepherd and Callum Fenton (Blackwell Scholarships)
- Ewan Cox, Emilio Gay, Pampreet Thiara, Benjamin Anstis, Charles Hart, Robert Orchard, Peter Wood, Harry Gouldstone, Logan Jones, Toby Nevett, Josiah Cooke, Conor Hilliard, Felix Asare, William Willcocks, Alfie Orchard, Kieran Whitehall, Oliver Mitchell, Samuel Dicks, Charlie Axford, Harvey Bolger, Joshua Carmichael, Nick Cowen, Adam Foat, William Haggard, William Hargreaves, Peter Head, Danny Hubber, Shiv Jhala, Faysal Olabooye and Haun Cehovic (Lindsay-White Scholarships)
- Jacob Bailey (Andrew Dell exhibition)
- Fraser Strachan and Fraser Dingwall (Gilbert Cook Scholarships)
- Samuel Evans, Oscar Hill, Lucas Inman, Daniel Smith, Henry Poppleton, George Wegener, Harry Brown and Gus Miller (Brian Saville Awards)

Seven new scholarships have been awarded to commence from 1 September 2016 and the commitment (for two or five years each) has been fully accounted for in these accounts. Parental income and family circumstances have been taken into account in assessing the value of each award:

- Ryan Hussey (General Fund Scholarship)
- Ricky Jani (Lindsay-White Scholarship)
- Rowan Bascetta-Pollitt, Harry Dowrick, Hamza Noor, Stephen Simmons and George Winder (Brian Saville Awards)

The total additional cost of the scholarships charged in the year, including hardship awards and amendments to reflect increases in school fees for awards already accrued was £183,284 (2014/15 £391,308).

Grants

Total grants, including scholarships, of £306,333 (2014/15: £583,524) were made during the year. Significant grants awarded this year have been as follows (awarding Fund in brackets):

- £25,000 to support three Graduate Teaching assistants (Lindsay-White)
- £8,939 in total hardship support for 3 boys (General)
- £12,000 to the Bedford Charity as a donation to administrative costs (General)
- £6,260 subsidy to 8 boys for various tours (General)
- £4,375 in grants to 3 Old Bedfordians for further education (various)
- £10,000 for purchase of John Wonnacott Artwork (Capital)
- £23,152 total donations to 30 other charities (Charities Committee, Chapel and Prep School), based on collections and fund-raising activities in the School

BEDFORD SCHOOL TRUST
Year Ended 30 June 2016
TRUSTEES' ANNUAL REPORT

Promotion of the Trust with a wider public benefit impact

The work of the Trust is advertised to parents and staff each year, via information on the School's website and by e-mails to staff termly, and this has continued to raise the profile of the Trust. The Trustees remain committed to increasing the number and diversity of grant applications, particularly those which have wider community aspects but still meet the objectives of the Trust:

- Sports and music facilities were again enhanced by the purchase of additional equipment
- A series of art exhibitions and lectures, open to the general public was widely attended
- Pupils at the School are encouraged to be charitable, with £23,152 donated to other charities in the year
- Use of the Ickwell Reserve for a wide range of educational visits by local schools and community groups.

Colonel Wells Estate, Ickwell The sale of the final lot of farm land was agreed with professional advisers, with relevant charity legislation reports effected. The reinvestment of net proceeds continues, with an existing offer to purchase a property at 32 St Peter's Street, Bedford remaining in place for £225,000 at the year end. After the year end, an offer was accepted on a further property at 13 Dudley Street, Bedford for £264,995, with completion having taken place on 3rd October 2016.

FINANCIAL REVIEW AND RESULTS FOR THE YEAR

Review of the Overall Financial Position at the Year End

The total value of the Trust increased by £1,293,818 during the year. The value of the investment portfolio increased by £1,282,463, whilst net current assets increased by £165,078. Overall, capital funds increased by £1,203,768, and revenue funds increased by £90,050. The net assets of the Trust total £13,577,054 (2015 £12,283,236) of which £2,281,405 is in cash or cash equivalents.

Income and Expenditure

The income of the Trust was £2,470,130. Collections in Chapel raised £1,218 and this was distributed to other charities and worthy causes. The Charities Committees (Upper and Prep School) run by the pupils raised funds totalling £23,106 for donation to external charitable organisations.

Expenditure of the Trust totalled £1,100,915 during the year and governance cost represented 0.95% of overall revenue expenditure (2014/15 0.66%). The actual amount spent is consistent with the prior year, and does not vary hugely with fluctuations in total expenditure.

The result of the above income and expenditure totals is a net inflow for the year after the net gains and losses on investments of £1,293,818.

Reserves

At the end of the reporting period, the total funds held by the Trust were £13,577,054. Of these, £3,367,902 are permanent endowments whilst £8,822,936 are expendable endowments. £2,150,586 of the permanent endowments are held as fixed assets, with the balance of the endowment funds held in the investment portfolio and bank deposit account.

Of the revenue funds, £439,214 are restricted, leaving the balance of unrestricted funds of £947,002. None of these funds are held as fixed assets and of the unrestricted funds, some £167,589 are designated. The largest fund concerns the support of educational school trips and the balance at the end of the reporting period will be expended in the subsequent year. The other balances provide a contingency for the related activities and should there be no further income, it is expected that the amounts so designated will be expended in the following one to two years.

The Trustees' policy on holding reserves is that ideally General Reserves should be maintained at a level of between one and two years' typical income to the main account. Under this policy, 'General Reserves' are defined as unrestricted reserves less the more liquid works of art and chapel assets, amounting to £165,762 as at 30th June 2016. 'Typical' income has been taken to be the average of the past 5 years' (including the current period) unrestricted income, excluding parental contributions, resulting in unrestricted reserves representing 1.62 years of average unrestricted income. The Trustees are confident that the Trust retains sufficient overall Reserves to operate

BEDFORD SCHOOL TRUST
Year Ended 30 June 2016
TRUSTEES' ANNUAL REPORT

efficiently and that the balances at the reporting period end are in line with the level of reserves defined in the policy above.

Investments

Trustees have the power to invest the money of the Trust not immediately required for its objects in and upon such investments, securities or property as they see fit. The Trustees have delegated discretionary powers to manage the investment portfolio to the investment managers. The Trustees' Investment Sub-committee monitors the performance of the portfolio manager and reports to the main committee of Trustees on a regular basis. The Charity Commission approved an investment pooling scheme for the varying funds in June 2003.

The Trust's Investment Policy is reviewed regularly, and was reviewed by the Trustees in June 2013. The objective of the Portfolio is to increase both the capital value and the income in real terms. This objective is reflected in a benchmark comprised of a composite index: 20% FT Government All Stocks Index, 60% FT Actuaries All Share Index & 20% FTA World Index ex UK (£ adjusted). The target given to the Investment Managers is to outperform the benchmark on a rolling annual basis.

Review of Investment performance

In the year to 30 June 2016 the value of the investment portfolios increased by £1,282,463 to £10,363,781, including unrealised investment gains of £124,771 (2014/15 gain of £159,269). Net income earned from the investment portfolio increased to £272,181 from £214,057 in 2014/15, following the addition of a further instalment for the Brian Saville legacy funds and an interim payment for the Professor Roach Fund, which was a new legacy received in the year. The annualised performance of the general investment portfolio was below the benchmark set by the Trustees by 5.9% (1.2% against 7.1%), but showed signs of improved performance in the last quarter. The Trustees, in consultation with the Investment Managers, are satisfied with this performance in prevailing market conditions.

FUTURE PLANS

The following targets have been reviewed and confirmed for the coming year:

- Purchase of further suitable investments to replace the lands sold, as permanent endowment, including 32 St Peter's Street, Bedford, but also looking at wider investment opportunities
- Continue to promote the Brian Saville Awards Scholarship, Prof Roach Awards and the wider scholarship and bursary programme, combining means tested and discretionary awards, enabling both wider access to the School, and to support current pupils in need
- Encourage applications for grants for an even wider range of School and alumni projects
- Support the School in encouraging community access for educational purposes to the School's site and facilities, and in further developing links with local state schools, including maximising the STEM project initiative
- Appoint additional Trustees, with appropriate skill sets, to enhance the Board's breadth of experience.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the trustees to prepare financial statements for each financial year in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards) and applicable law.

Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of its net outgoing resources for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;

BEDFORD SCHOOL TRUST
Year Ended 30 June 2016
TRUSTEES' ANNUAL REPORT

- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue to operate
- observe the methods and principles in the Charities SORP.

The trustees are responsible for keeping proper accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. 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.

Approved by the Trustees and signed on their behalf by:



J S Hodgson Esq.
Chairman

Date: 3.1.17

BEDFORD SCHOOL TRUST
Year Ended 30 June 2015
INDEPENDENT AUDITOR'S REPORT

Independent Auditor's Report to the Members of Bedford School Trust

We have audited the financial statements of Bedford School Trust for the year ended 30 June 2016 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and the related notes set out on pages 14 to 22.

The financial reporting framework that has been applied in their preparation is applicable law and FRS 102, the Financial Reporting Standards applicable in the UK and Republic of Ireland.

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditor

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purpose of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements.

In addition, we read all the financial and non-financial information in the Trustees' Annual Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies, we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 30 June 2016 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with FRS 102, the Financial Reporting Standards applicable in the UK and Republic of Ireland; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

BEDFORD SCHOOL TRUST
Year Ended 30 June 2015
INDEPENDENT AUDITOR'S REPORT

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Trustees Annual Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept
- 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.



Tina Allison

Senior Statutory Auditor
For and on behalf of Crowe Clark Whitehill LLP
Statutory Auditor
London

10 February 2017

BEDFORD SCHOOL TRUST
Year Ended 30 June 2016
STATEMENT OF FINANCIAL ACTIVITIES

		Unrestricted	Restricted	Endowment	Year Ended	Unrestricted	Restricted	Endowment	Year Ended
INCOME	Notes	Funds	Funds	Funds	30 June 2016	Funds	Funds	Funds	30 June 2015
		£	£	£	£	£	£	£	£
Charitable activities:									
Parental Contributions		621,522			621,522	430,377			430,377
Other Income		36,465	4,528		40,993	25,105	451		25,556
Raising funds:									
Chapel Collections		1,105	113		1,218	1,282	2,015		3,297
Grants		440	23,000		23,440	3,305	23,000		26,305
Donations & Legacies		849	35,148	1,400,000	1,435,997	1,000	4,929	662,451	668,380
Other trading activities		38,983			38,983	25,205			25,205
Investments:	3	67,487	240,490		307,977	60,329	193,933		254,262
Total Income		766,851	303,279	1,400,000	2,470,130	546,603	224,328	662,451	1,433,382
EXPENDITURE									
Raising funds:									
Fundraising trading expenses		7,884			7,884	1,462			1,462
Investment management		705		41,436	42,141	683		36,873	37,556
Charitable activities	4	788,556	256,080	6,254	1,050,890	479,232	592,049	6,254	1,077,535
Total Expenditure		797,145	256,080	47,690	1,100,915	481,377	592,049	43,127	1,116,553
Net (outgoing) resources before transfers									
and investment asset disposals for the year		(30,294)	47,199	1,352,310	1,369,215	65,226	(367,721)	619,324	316,829
Net (loss) / gain on Investments	5	(1,261)		(74,136)	(75,397)	2,356		139,127	141,483
Net income / (expenditure) for the year		(31,555)	47,199	1,278,174	1,293,818	67,582	(367,721)	758,451	458,312
Revaluation of Property					-			51,500	51,500
Transfers between Funds	10		74,406	(74,406)	-	215	316,159	(316,374)	-
Net Movement in Funds		(31,555)	121,605	1,203,768	1,293,818	67,797	(51,562)	493,577	509,812
Opening Balances		978,557	317,609	10,987,070	12,283,236	910,760	369,171	10,493,493	11,773,424
Closing Balances		947,002	439,214	12,190,838	13,577,054	978,557	317,609	10,987,070	12,283,236

The notes are set out on pages 15 to 24.

All the above results are derived from continuing activities.

All gains and losses recognised in the period are included in the Statement of Financial Activities.

BEDFORD SCHOOL TRUST
Year ended 30 June 2016
INCOME AND EXPENDITURE ACCOUNT

	30 June 2016	30 June 2015
	£	£
Turnover	662,515	455,933
Other Income	407,615	314,998
	<hr/>	<hr/>
Total Income	1,070,130	770,931
Expenditure	1,053,225	1,073,426
	<hr/>	<hr/>
Operating profit / (loss)	16,905	(302,495)
Realised losses	(1,261)	(323)
	<hr/>	<hr/>
Net income / (expenditure)	<u>15,644</u>	<u>(302,818)</u>

BEDFORD SCHOOL TRUST
BALANCE SHEET
as at 30 June 2016

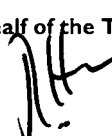
	Notes	At 30 June 2016		At 30 June 2015	
		£	£	£	£
FIXED ASSETS					
Investments	5	10,363,781		9,081,318	
Tangible Fixed Assets	6	2,150,586		2,361,246	
			<u>12,514,367</u>		<u>11,442,564</u>
CURRENT ASSETS					
Cash at Bank	7	1,735,588		1,555,317	
Debtors	8	60,743		37,476	
		<u>1,796,331</u>		<u>1,592,793</u>	
CURRENT LIABILITIES					
Creditors - Falling due within one year	9	(399,989)		(361,529)	
NET CURRENT ASSETS			<u>1,396,342</u>		<u>1,231,264</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>13,910,709</u>		<u>12,673,828</u>
Creditors due after more than one year	9	(333,655)		(390,592)	
NET ASSETS			<u><u>13,577,054</u></u>		<u><u>12,283,236</u></u>
ENDOWMENT FUNDS					
Permanent Endowments		3,367,902		3,388,984	
Expendable Endowments (including revaluation reserve £49,500)		8,822,936		7,598,086	
Total - Endowment Funds	13	<u>12,190,838</u>		<u>10,987,070</u>	
REVENUE FUNDS					
Restricted Funds	14	439,214		317,609	
Unrestricted Funds:	14				
Designated Funds		167,589		174,774	
General Fund (including revaluation reserve £697,966)		<u>779,413</u>		<u>803,783</u>	
		<u>947,002</u>		<u>978,557</u>	
Total - Revenue Funds		<u>1,386,216</u>		<u>1,296,166</u>	
	11	<u><u>13,577,054</u></u>		<u><u>12,283,236</u></u>	

The notes are set out on pages 15 to 24.

Signed on behalf of the Trustees:

J S HODGSON - Chairman

Date:


3.1.17

Company no: 4479551

BEDFORD SCHOOL TRUST
Year Ended 30 June 2016
CASHFLOW STATEMENT

		Year Ended 30 June 2016	Year Ended 30 June 2015
	Note		
Operating Activities			
Net cash inflow from operating activities	1	1,338,131	522,377
Capital Expenditure and Financial Investment			
Purchase of Fixed Assets (Art Work & Vehicles)		(10,000)	(500)
Property additions			(300,000)
Property disposal proceeds		210,000	40,000
Purchase of investments		(2,397,038)	(4,344,151)
Proceeds from sale of investments		1,436,140	770,863
		<hr/>	<hr/>
Net cash (outflow) from investing activities		(760,898)	(3,833,788)
		<hr/>	<hr/>
Increase / (Decrease) in cash	2	577,233	(3,311,411)
		<hr/>	<hr/>
Net funds at 1 July 2015		1,704,172	5,015,583
		<hr/>	<hr/>
Net funds at 30 June 2016		2,281,405	1,704,172
		<hr/>	<hr/>

NOTES TO THE CASHFLOW STATEMENT

1. Reconciliation of changes in resources to net cash inflow from operating activities

Net income before net gains on investments	1,369,215	316,829
Add depreciation	10,660	10,660
(Decrease)/Increase in creditors	(18,477)	201,050
(Increase) in debtors	(23,267)	(6,162)
	<hr/>	<hr/>
Net cash inflow from operating activities	1,338,131	522,377
	<hr/>	<hr/>

2. Analysis of changes in net funds

	At 1 July 2015	Cashflows	At 30 June 2016
Current account	132,543	195,654	328,197
Central Bank account	42,486	(31,066)	11,420
CCF Bank Account & Petty Cash	2,537	1,694	4,231
Deposit accounts	1,377,751	13,989	1,391,740
Cash for investment	148,855	396,962	545,817
	<hr/>	<hr/>	<hr/>
	1,704,172	577,233	2,281,405
	<hr/>	<hr/>	<hr/>

BEDFORD SCHOOL TRUST
Year Ended 30 June 2016
NOTES TO THE FINANCIAL STATEMENTS

1. CHARITY INFORMATION

1.1 The Trust is a private limited company (registered number 4479551), limited by guarantee, which is incorporated and domiciled in the UK. The Trust registration number is 1094232 and the address of the registered office is 10 Glebe Road, Bedford, MK40 2PL. The main objective of the Trust is to support Bedford School by promoting the education of the pupils and former pupils and to support the School and its charitable activities.

2. ACCOUNTING POLICIES

The principal accounting policies adopted and critical areas of judgements are as follows:

2.1 Basis of preparation

These accounts (financial statements) have been prepared in accordance with the Charities SORP (FRS102) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland and the Charities Act 2011 and UK Generally Accepted Practice as it applies from 1 January 2015.

Bedford School Trust meets the definition of a public benefit entity under FRS 102 and due regard has been given to Charity Commission guidance. In addition, assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note.

The financial statements have been prepared under the historical cost convention, subject to carrying out fixed asset investments at market value, and in accordance with the Charities SORP (FRS102), and with applicable accounting standards and current statutory requirements.

After making enquires, the trustees have a reasonable expectation that the charity has adequate resources to continue its activities for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the financial statements as outlined in the Statement of Trustees' Responsibilities on page 7.

The Trustees of the Bedford School Trust are also the Trustees of the Charles Wells Charity, which operates in the Trust's area of benefit. During 2003, the Charity Commission granted a uniting direction, and therefore the results for the year are included with those of the Bedford School Trust.

2.2 Reconciliation with previously Generally Accepted Accounting Practice

In preparing the accounts, the Trustees have considered whether in applying the accounting policies required by FRS 102 and the Charities SORP FRS 102, the restatement of comparative items was required. In their estimation, the impact of transitioning is not material to the financial statements and therefore the restatement of comparative items is not required. There is no impact on opening balances and the transition date was 1 July 2014.

2.3 Critical accounting judgements and key sources of estimation uncertainty

In the application of the Trust's accounting policies, Trustees are required to make judgements, estimates, assumptions about the carrying values 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.

Such estimates and underlying assumptions are reviewed on an on-going 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 affects the current and future periods.

BEDFORD SCHOOL TRUST
Year Ended 30 June 2016
NOTES TO THE FINANCIAL STATEMENTS

In the view of the Trustees, no assumptions concerning the future or estimation uncertainty affecting assets and liabilities at the balance sheet date are likely to result in a material adjustment to the carrying amounts in the next financial year.

2.4 Financial instruments

Bedford School Trust has financial assets and financial liabilities of a kind that qualify as basic financial instruments, which are initially recognised at transaction value and subsequently measured at amortised cost. Financial assets held at amortised cost comprise cash at bank and in hand, together with trade and other debtors. Financial liabilities held at amortised cost comprise trade and other creditors.

Investments, including bonds held as part of an investment portfolio are held at fair value at the Balance Sheet date, with gains and losses being recognised within income and expenditure.

2.5 Incoming Resources

Contributions, donations and subscriptions are accounted for on a receivable basis. Legacy income is accounted for when there is entitlement and reasonable probability of the legacy's value and receipt.

2.6 Resources Expended

Expenditure is classified under the principal categories of cost of generating funds, charitable activities and governance rather than the type of expense, in order to provide more useful information to users of the accounts. Resources expended are included in the Statement of Financial Activities on an accruals basis, inclusive of any irrecoverable VAT.

Raising funds comprise those costs directly attributable to managing the investment portfolio, trading and fund-raising costs, which are those incurred in seeking voluntary contributions for the Charity.

Grants payable are charged to the Statement of Financial Activities when the offer is conveyed to the recipient except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled.

Governance costs are those incurred in connection with compliance with constitutional and statutory requirements.

2.7 Investment Property

Investment properties are included in the balance sheet at their open market. They are valued by an independent Chartered Surveyor every five years. In addition, the market value of Investment property is revalued to net sales value where there is a prospective sale in progress at the year end. Informal Trustees' reviews are carried out annually by reference to market values of other similar properties in the surrounding area, with any material gains and losses resulting from revaluation being reported in the Statement of Financial Activities. Because of this annual review no depreciation or amortisation is provided.

2.8 Investments

Investments are revalued to market value at the balance sheet date and the surplus or deficit of this revaluation together with realised gains and losses are shown as gains or losses on the face of the Statement of Financial Activities.

2.9 Works of Art

The valuation of Works of Art is formally reviewed every five years, and monitored annually to ensure the value is adequate. The next review will be undertaken in the 2018-19 financial year. Additions are included at cost, with any additions over £250 being capitalised. The Trustees consider the useful life of the assets to be so long that depreciation would be immaterial.

2.10 Tangible Fixed Assets

Purchases of assets in excess of £1,000 are capitalised, with the exception of artworks where the de minimis is £500 to reflect potential for appreciation in value.

BEDFORD SCHOOL TRUST
Year Ended 30 June 2016
NOTES TO THE FINANCIAL STATEMENTS

Depreciation is provided on operational fixed assets to write off their cost less estimated residual value over their estimated useful economic life by equal annual instalments as follows:

Freehold Property – 50 years
 Motor Vehicles- 5 years

Chapel Assets and Works of Art are not depreciated as Trustees consider the useful life of the assets to be so long that depreciation would be immaterial.

2.11 Restricted Funds

These are monies, which have legal restrictions on their use where donors have specified the funds can only be spent on certain of the charity's activities.

2.12 Unrestricted Funds

Unrestricted general funds are those funds, which can be used in accordance with the charitable objects at the discretion of the Trustees. Designated funds are set aside by the Trustees out of unrestricted general funds for specific future purposes or projects.

2.13 Endowed Funds

These are funds where the Trustees are required to hold the capital, as represented by the investments and other fixed assets. They do not have the power to spend the capital of permanently endowed funds, but can apply both income and capital of expendable endowed funds should they so decide. Income arising from these funds is either restricted income or unrestricted income depending upon the details included with the original gift.

3. INVESTMENT INCOME

	2016 £	2015 £
UK Equity Dividends (including Unit Trusts)	194,583	140,631
Overseas Equity Dividends	62,048	50,209
Interest Received from Fixed Interest Securities	14,569	21,383
Interest Received on Cash Held For Investment	982	1,834
Property rents	29,329	34,994
Bank Interest	6,466	5,211
	<u>307,977</u>	<u>254,262</u>

4. CHARITABLE ACTIVITIES

	Undertaken Directly	Grant Funded	Support Costs	Total 2016	Total 2015
Scholarships & Bursaries	190,504			190,504	412,374
Academic	38,540	46,319		84,859	110,656
Welfare	6,980	2,000		8,980	4,034
Premises	38,833	463	5,586	44,882	65,423
Chapel expenditure	6,151			6,151	10,522
Activities expenditure	657,977	11,980		669,957	427,247
Donations to other charities	35,152			35,152	39,934
Governance			10,405	10,405	7,345
	<u>974,137</u>	<u>60,762</u>	<u>15,991</u>	<u>1,050,890</u>	<u>1,077,535</u>

Premises costs undertaken directly include depreciation of Freehold buildings of £6,254 (2015: £6,254).

BEDFORD SCHOOL TRUST
Year Ended 30 June 2016
NOTES TO THE FINANCIAL STATEMENTS

4.1 Support Costs

Support costs comprise professional costs of £5,586 (2015 £20,897). When incurred they are allocated across the various charitable activities in proportion to the expenditure on those charitable activities within the fund to which they pertain. The higher costs in 2015 related to specific professional fees in relation to the Colonel Wells Charity fund.

4.2 Governance

	2016	2015
	£	£
Audit fee	5,590	4,550
Professional fees	2,332	600
Accounting software licence & support	2,083	2,083
Statutory fees	48	48
Bank charges	281	64
Meeting costs	71	
	<hr/> 10,405	<hr/> 7,345

Governance costs include fees accrued to the Auditors for the audit of £5,440 (2015: £4,550). No staff costs were incurred by the Trust in the year to 30 June 2016, as staff resources were provided by the Harpur Trust via Bedford School. The Trustees received no remuneration, nor did they receive any reimbursed expenses during the current or previous year.

4.3 Grants and Awards

	2016	2015
	£	£
Bedford School & Associated Projects:		
Promotion of Sports and Activities	11,980	24,736
Premises	463	4,780
Scholarships	190,504	412,374
Academic	66,234	101,700
Welfare	2,000	-
	<hr/> 271,181	<hr/> 543,590
Other Institutions:		
Keech Hospice Care	2,515	4,000
St John's Hospice (Sue Ryder)	2,000	2,670
Movember	1,527	1,511
Utange Orphanage (Sure Foundation)	300	1,303
UNICEF	415	1,296
Cancer Research	404	1,223
Comic Relief (Red Nose Day)	-	1,029
Air Ambulance	1,000	1,000
ACT Paediatric Oncology	-	1,000
National Autistic Society	-	1,000
Children's Society	-	1,000
Mercy In Action	4,000	1,000
Street Child	-	956
Riding for the Disabled	400	821
Bedford Foodbank	350	624
King's Arms Homeless Project	-	610
MENCAP	-	593
CAFFE	640	500

BEDFORD SCHOOL TRUST
Year Ended 30 June 2016
NOTES TO THE FINANCIAL STATEMENTS

Help for Heroes	-	280
Live below the Line	-	204
Rotary Club Benevolent Fund	80	120
Whizz Kids	-	100
FACES	1,030	-
Bedford Daycare Hospice	1,429	-
Malawi Orphan Fund	924	-
Coram	470	-
Special Effect	2,800	-
Headway Bedford	430	-
St Albans Diocesan Board of Finance	46	-
The Harpur Trust	12,000	12,000
Sundry (under £500)	2,392	5,094
Total Grants and Awards Payable	306,333	583,524

Grants to Other Institutions resulting from charity fundraising have been made to encourage charitable awareness in pupils.

5. INVESTMENTS

5.1. A summary of movements in the investment portfolio is shown below:

	2016	2015
	£	£
Market Value at beginning of year	8,932,463	5,217,692
Purchases	2,397,038	4,344,151
Disposals	(1,636,308)	(788,649)
Unrealised Gains	124,771	159,269
Cash held for investment	545,817	148,855
Market Value at end of year	10,363,781	9,081,318

Net loss on investments of £75,397 (2015: net gain £141,483) recognised in the Statement of Financial Activities consists of realised losses from disposals of £200,167 (2015: £17,786) and unrealised gains of £124,771 (2015: £159,269).

5.2. A summary of the Quoted Investments and Cash held is shown below:

	30 June 2016		30 June 2015	
	Market Value	Cost	Market Value	Cost
Total Fixed Interest	1,542,401	1,468,354	1,394,298	1,358,947
UK Equities	5,764,035	4,935,944	5,414,684	4,450,487
Overseas Equities	2,341,340	1,695,406	1,937,543	1,436,754
Alternative Assets	170,188	178,938	185,938	178,938
Cash	545,817	545,817	148,855	148,855
Total Investments	10,363,781	8,824,459	9,081,318	7,573,981

BEDFORD SCHOOL TRUST
Year Ended 30 June 2016
NOTES TO THE FINANCIAL STATEMENTS

6. TANGIBLE FIXED ASSETS

	Investment Property	Freehold Property	Chapel Assets	Artwork	Motor Vehicles	Total
	£	£	£	£	£	£
COST OR VALUATION						
At 1 July 2015	1,308,500	362,691	366,000	405,240	22,028	2,464,459
Additions	-	-	-	10,000		10,000
Disposals	(210,000)	-	-		-	(210,000)
At 30 June 2016	<u>1,098,500</u>	<u>362,691</u>	<u>366,000</u>	<u>415,240</u>	<u>22,028</u>	<u>2,264,459</u>
DEPRECIATION						
At 1 July 2015	-	98,385	-	-	4,828	103,213
Charge for the year	-	6,254	-	-	4,406	10,660
At 30 June 2016	-	<u>104,639</u>	-	-	<u>9,234</u>	<u>113,873</u>
NET BOOK VALUE						
At 30 June 2016	<u>1,098,500</u>	<u>258,052</u>	<u>366,000</u>	<u>415,240</u>	<u>12,794</u>	<u>2,150,586</u>
At 30 June 2015	<u>1,308,500</u>	<u>264,306</u>	<u>366,000</u>	<u>405,240</u>	<u>17,200</u>	<u>2,361,246</u>

The Investment Property comprises the remaining parts of the Colonel Wells Ickwell estate (excluding the Field Study Centre), being the Freehold of two Cottages and a Bungalow, the disposal being the completion of the sale of the final lot of farm land. All the properties earn rental income. It also includes land at Princes Risborough (General Fund), and the property at 41 De Parys Avenue, which was purchased and improved in the previous year with part of the proceeds of the Ickwell land sales and hence is part of the permanent endowment of the Colonel Wells Charity Fund.

The land in Princes Risborough remains valued at the probate valuation of £17,500, on the basis of bare agricultural use. A potential development project is currently being explored through independent surveyors and any change in the value of the land for this purpose will be accounted for when it can be substantiated. The Trustees are mindful of the increase in value of agricultural land at present and would take professional advice about commissioning a new valuation by summer 2017 in any event.

The freehold properties are functional assets for the charity's use. The property at 14 Glebe Road is land only and is stated at valuation in 1995 and is not depreciated. The property at 2 Burnaby Road is included at cost and is being depreciated over 50 years starting in 1996/97. The Ickwell Field Study Centre is a functional asset for the charity's use, and is being depreciated over 50 years.

The Chapel assets originally belonged to the Chapel Fund, but have been included in the General Fund since June 2005. Non depreciating assets were revalued at a replacement cost of £366,000 (from £345,750) by David Fletcher MRICS in April 2013. The valuation is reviewed every five years, (the next report is due in June 2018), and is monitored annually to ensure this value is adequate. The Trustees consider the useful life of the assets to be so long that depreciation would be immaterial.

Works of Art accumulated by the Trust were re-valued at a replacement cost of £404,740 by David Fletcher Fine Art Limited in August 2014, to which later additions have been accounted for at their cost of purchase.

BEDFORD SCHOOL TRUST
Year Ended 30 June 2016
NOTES TO THE FINANCIAL STATEMENTS

7. BANK ACCOUNTS

	2016	2015
	£	£
Current Account	328,197	132,543
Central Bank Account	11,420	42,486
CCF Account & Petty Cash	4,231	2,537
HSBC Deposit Account	726,382	1,214,303
Santander Reserve Account	164,248	163,448
Nationwide Bonds 1 & 2	501,110	-
	<u>1,758,588</u>	<u>1,555,317</u>
Total		
Allocated as follows:		
Endowed Funds	1,211,696	1,107,963
Restricted Funds	408,013	312,633
CCF	27,712	22,140
Central Bank (trips)	111,167	112,581
	<u>1,758,588</u>	<u>1,555,317</u>

8. DEBTORS

	2016	2015
	£	£
Investment income receivable	26,650	26,165
Property rents	734	734
Donations	7,226	4,045
Other	26,133	6,532
	<u>60,743</u>	<u>37,476</u>

9. CREDITORS

	2016	2015
	£	£
Due within one year:		
Accruals	21,377	6,888
Colonel Wells Charity	42,425	17,836
Scholarships	247,975	253,139
Grants	87,033	82,102
Chapel	1,179	1,564
	<u>399,989</u>	<u>361,529</u>
Due after more than one year:		
Scholarships	333,655	390,592
	<u>333,655</u>	<u>390,592</u>

The Trustees have accrued as a liability the estimate of scholarships awarded to boys currently in the school, assuming they stay in the school until the end of Upper Sixth, unless a specific time period has been agreed.

BEDFORD SCHOOL TRUST
Year Ended 30 June 2016
NOTES TO THE FINANCIAL STATEMENTS

The cost in future years has been estimated using the known school fees for 2016/17, without adding inflation for any future fee increases. The Grants creditor consists of grants approved by the Trustees in the year but unpaid at the year end.

10. FINANCIAL INSTRUMENTS

At the balance sheet date, the Trust held financial assets of £59,243 (2015: £35,976) and financial liabilities of £143,950 (2015: £103,812) at amortised cost. The value of financial assets held at fair value, with gains and losses taken through income or expenditure, were £12,099,369 (2015: £10,636,635).

11. ENDOWED AND REVENUE FUNDS

The details of permanent and expendable endowed funds are shown on page 23. The details of the revenue funds are shown on page 24. The purposes of these funds are explained in the Trustees' report.

Transfers in the year were made of £33,197 and £41,209 from the Lindsay-White and the Brian Saville Awards expendable endowments respectively to their relevant restricted funds. This is in line with Trustee policy to expend the Lindsay-White legacy funds received on an agreed schedule of grants and awards, and to use part of the Brian Saville Award funds for scholarships, whilst maintaining a minimum of £3m in the endowed fund until a review in 2019.

12. NET ASSETS OF THE FUNDS

The Trust's net assets belong to the various funds as follows:

	Fixed Assets £	Investments £	Net Current Assets/ (Liabilities) £	Long Term Liabilities £	Fund Balances £
Endowed Funds	1,192,372	10,213,854	784,612	-	12,190,838
Restricted Funds	59,422	-	713,447	(333,655)	439,214
Unrestricted Funds	898,792	149,926	(101,716)	-	947,002
	<u>2,150,586</u>	<u>10,363,780</u>	<u>1,396,343</u>	<u>(333,655)</u>	<u>13,577,054</u>

13. RELATED PARTIES

Mr Anthony Nutt is also a Trustee of the Harpur Trust. Mr James Hodgson, Head Master, Mr Colin Baker, Vice Master, and Mr Baker's successor, Mr Daniel Koch, are employees of the Harpur Trust, as well as ex officio Trustees.

A total amount of £271,181, including scholarships, was granted to the Harpur Trust in the year to 30 June 2016 (2015 £543,590). At 30 June 2016 £56,999 was due to the Harpur Trust (2015 £20,115) and an amount of £21,668 was due from the Harpur Trust (2015 £3,686).

Scholarships granted to individual pupils are paid directly to the Harpur Trust in response to agreed invoices raised. The actual scholarship sums paid in 2016 amounted to £245,385 (2015 £162,803).

BEDFORD SCHOOL TRUST
Year Ended 30 June 2016
NOTES TO THE FINANCIAL STATEMENTS

14. ENDOWED FUNDS

Fund	Value at 30 June 15	Additions In Period	Expendable Endowment utilised	Endowed Property Depreciation/ Revaluation	Net Movement In Portfolio Value	Transfers Between Funds	Value at 30 June 16
	£	£	£	£	£	£	£
Permanent Endowments							
Chapel (Phillpotts Benefaction)	20,533				(265)		20,268
Chapel (Siddons Benefaction)	6,329				(82)		6,247
Rice Classical Scholarship	46,901				(607)		46,294
Heriz Smith Bursary	66,172				(856)		65,316
Colonel Wells Fund	3,249,049			(3,000)	(16,272)		3,229,777
Total	3,388,984	-	-	(3,000)	(18,082)	-	3,367,902
Expendable Endowments							
Lindsay-White Funds	754,667				(10,295)	(33,197)	711,175
Brian Saville Awards	3,584,956	900,000			(46,437)	(41,209)	4,397,310
Gilbert Cook Scholarship	451,751				(5,847)		445,904
Blackwell Scholarship	290,273				(3,757)		286,516
Combined Cadet Force	56,153				(80)		56,073
Oakley Fletcher Fund	23,024				(298)		22,726
General Scholarships	427,388				(5,531)		421,857
Ramsay Murray	169,556				(2,195)		167,361
Edgar Rollinson Science Scholarship	40,846				(529)		40,317
Col J B Smith Fund	152,165				(1,969)		150,196
Gilbert Lloyd Fund	131,216				(1,698)		129,518
Andrew Lucken Fund	6,677				(86)		6,591
Murray Fletcher Sports Scholarship	147,487				(1,908)		145,579
Bedford School Trust Awards Fund	267,840				(3,400)		264,440
Andrew Dell Exhibition	40,050				(519)		39,531
Prof Roach Fund		500,000					500,000
Special Account- HMA	112,783				(1,459)		111,324
Sub Total	6,656,832	1,400,000	-	-	(86,008)	(74,406)	7,896,418
General Fund	941,254	-	-	(3,254)	(11,482)	-	926,518
Total - Expendable Endowments	7,598,086	1,400,000	-	(3,254)	(97,490)	(74,406)	8,822,936
Grand Totals	10,987,070	1,400,000	-	(6,254)	(115,572)	(74,406)	12,190,838
Made Up As Follows:							
Investments	8,929,426						10,213,854
Funds not tfrd	5,176						5,176
Deposit accounts	1,102,787						1,206,520
Debtors	-						-
(Creditors)	(610,261)						(577,134)
Other Assets	4,637						3,372
Property	1,555,306						1,339,052
Total	10,987,070						12,190,839

BEDFORD SCHOOL TRUST
Year Ended 30 June 2016
NOTES TO THE FINANCIAL STATEMENTS

15. RESTRICTED & UNRESTRICTED FUNDS

	30 June 2015	Income	Expenditure	Transfers	Investment Gains/(Loss)	30 June 2016
	£	£	£	£	£	£
RESTRICTED FUNDS						
Rice Classical Scholarship	8,638	1,415	(54)			9,999
Boat Club Appeal	9,434	1,072	-			10,506
Chapel Fund (including Siddons & Phillpotts benefactions)	103,812	27,777	(6,228)			125,361
Colonel Wells Charity Fund	50,842	53,162	(36,700)			67,304
John Warren Lecture Fund	655	-	-			655
Heriz Smith Bursary	5,751	1,987	(1,576)			6,162
Blackwell Scholarship	12,322	8,710	(659)			20,373
Lindsay-White Legacy Funds	-	23,843	(57,040)	33,197		-
Gilbert Cook Scholarship	12,734	13,527	2,481			28,742
Ramsay Murray	18,981	5,090	(195)			23,876
Oakley Fletcher	630	680	(26)			1,284
Edgar Rollinson Science Scholarship	3,024	1,225	(47)			4,202
Gilbert Lloyd Fund	2,550	3,919	(3,171)			3,298
Andrew Lucken Fund	894	191	(7)			1,078
Murray Fletcher Sports Scholarship	16,421	4,484	(169)			20,736
Bedford School Trust Awards Fund	19,450	35,451	(342)			54,559
Andrew Dell Exhibition	3,463	1,198	(46)			4,615
Golf Coaching Fund	40,191	7,155	(3,140)			44,206
Gap Year Fund	146	5	-			151
Col J B Smith Fund	6,456	4,811	(413)			10,854
Bill Sohal Fund	1,215	38	-			1,253
Brian Saville Funds	-	107,539	(148,748)	41,209		-
TOTAL - Restricted Funds	317,609	303,279	(256,080)	74,406	-	439,214
UNRESTRICTED FUNDS						
Designated Funds:						
Musical Instrument Fund	10,134	5,470	(15,604)			-
Monitors' Fund	556	900	(992)			464
Charities Committee	401	11,718	(10,716)			1,403
CCF Fund	33,246	36,930	(34,499)			35,677
CenBank Funds (Total)	112,581	621,041	(622,455)			111,167
Prep School Account	17,856	31,455	(30,433)			18,878
Sub-Total	174,774	707,514	(714,699)	-	-	167,589
General Fund	803,783	59,337	(82,446)		(1,261)	779,413
TOTAL - Unrestricted Funds	978,557	766,851	(797,145)	-	(1,261)	947,002
TOTAL - REVENUE FUNDS	1,296,166	1,070,130	(1,053,225)	74,406	(1,261)	1,386,216

The transfers from endowed funds into restricted funds in the schedule above have been explained in Note 11.

The following pages do not form part of the statutory financial statements

MEMORANDUM
ACCOUNT

BEDFORD SCHOOL TRUST
Year Ended 30 June 2016
FUNDS HELD IN THE INVESTMENT PORTFOLIO

	Note	1 July 2015		Valuation	Additions to	Adjustment	Fees	30 June 2016	
		£	%	Movements	Portfolio	of Funds		£	%
<u>Permanent Endowments</u>									
Chapel (Phillpotts Benefaction)		20,533	0.23%	(170)			(95)	20,268	0.20%
Chapel (Siddons Benefaction)		6,329	0.07%	(53)			(29)	6,247	0.06%
Colonel Wells Fund		1,257,181	13.84%	(10,438)			(5,834)	1,240,909	11.97%
Rice Classical Scholarship		46,901	0.52%	(389)			(218)	46,294	0.45%
Heriz Smith Bursary		66,172	0.73%	(549)			(307)	65,316	0.63%
<u>Expendable Endowments</u>									
Lindsay-White Funds	1	795,430	8.76%	(6,604)			(3,691)	785,135	7.58%
Brian Saville Awards		3,587,776	39.51%	(29,788)	900,000		(16,649)	4,441,339	42.85%
Gilbert Cook Scholarship		451,751	4.97%	(3,751)			(2,096)	445,904	4.30%
Blackwell Scholarship		290,273	3.20%	(2,410)			(1,347)	286,516	2.76%
Combined Cadet Force		6,153	0.07%	(51)			(29)	6,073	0.06%
Oakley Fletcher Fund		23,024	0.25%	(191)			(107)	22,726	0.22%
General Scholarships		427,388	4.71%	(3,548)			(1,983)	421,857	4.07%
Ramsay Murray		169,556	1.87%	(1,408)			(787)	167,361	1.61%
Special Account		112,783	1.24%	(936)			(523)	111,324	1.07%
General Fund		887,069	9.77%	(7,366)			(4,116)	875,587	8.45%
Prof Roach Fund					500,000			500,000	
Edgar Rollinson Science Scholarship		40,846	0.45%	(339)			(190)	40,317	0.39%
Col J B Smith Fund		152,165	1.68%	(1,263)			(706)	150,196	1.45%
Gilbert Lloyd Fund		131,216	1.44%	(1,089)			(609)	129,518	1.25%
Andrew Lucken Fund		6,677	0.07%	(55)			(31)	6,591	0.06%
Murray Fletcher Sports Scholarship		147,438	1.62%	(1,224)			(684)	145,530	1.40%
Bedford School Trust Awards Fund		262,714	2.89%	(2,181)			(1,219)	259,314	2.50%
Andrew Dell Exhibition		40,050	0.44%	(333)			(186)	39,531	0.38%
<u>Non Endowed Funds</u>									
General Fund		151,892	1.67%	(1,261)			(705)	149,926	1.45%
Total		9,081,318	100%	(75,397)	1,400,000	0	(42,141)	10,363,780	95%

Note

The Lindsay White Funds were combined with the main portfolio as at 01 July 2014, with the percentage allocations amended pro rata.

BEDFORD SCHOOL TRUST
Year Ended 30 June 2016
INVESTMENT INCOME ACCOUNT

MEMORANDUM
ACCOUNT

	30 June 2016	30 June 2015
	£	£
Gross Investment Income:		
Income from general Portfolio	272,181	214,057
Less Administrative Expenses:		
Audit	(5,400)	(4,550)
General	(5,005)	(2,795)
	(10,405)	(7,345)
Net Income	261,776	206,712
Allocated as Follows:		
Blackwell Scholarship	3.20% 8,377	3.47% 7,173
Chapel (Phillpotts Benefaction)	0.23% 602	0.25% 517
Chapel (Siddons Benefaction)	0.07% 183	0.08% 165
Colonel Wells	13.84% 36,230	12.05% 24,909
Lindsay-White Funds	8.76% 22,932	11.31% 23,379
Brian Saville Awards	39.51% 103,428	36.35% 75,140
Gilbert Cook Scholarship	4.97% 13,010	5.41% 11,183
Heriz Smith Bursary	0.73% 1,911	0.79% 1,633
Rice Classical Scholarship	0.52% 1,361	0.56% 1,158
Combined Cadet Force	0.07% 183	0.07% 145
Oakley Fletcher Fund	0.25% 654	0.28% 579
Ramsay Murray	1.87% 4,895	2.03% 4,196
Edgar Rollinson Science Scholarship	0.45% 1,178	0.49% 1,013
Col J B Smith Fund	1.68% 4,398	1.82% 3,762
Gilbert Lloyd Fund	1.44% 3,770	1.57% 3,245
Andrew Lucken Fund	0.07% 183	0.08% 165
Murray Fletcher Sports Scholarship	1.62% 4,241	1.75% 3,617
Bedford School Trust Awards Fund	2.89% 7,565	2.27% 4,692
Andrew Dell Exhibition	0.44% 1,152	0.48% 992
General Fund	17.39% 45,523	18.89% 39,048
	100.00% 261,776	100.00% 206,712

BEDFORD SCHOOL TRUST
Year Ended 30 June 2016
COLONEL WELLS INCOME AND EXPENDITURE ACCOUNT

**MEMORANDUM
ACCOUNT**

	2016		2015	
	£	£	£	£
INCOME				
Investment	37,670		25,794	
Rental	9,365		15,251	
Interest	1,599		1,655	
Other	<u>4,528</u>		<u>321</u>	
		53,162		43,021
EXPENDITURE				
Grants payable to Bedford School:				
Field Study Centre	24,647		17,778	
STEM Outreach	236		-	
Science images	-		4,780	
General Property costs	6,667		10,273	
Tree work			1,968	
Investment property costs			740	
Vehicle Depreciation	1,265		1,265	
Legal and professional	2,445		19,224	
Management and Administration	<u>1,440</u>		<u>885</u>	
		36,700		56,913
Surplus for the year		<u>16,462</u>		<u>(13,892)</u>
Opening Balance		50,842		64,734
Closing Balance		<u><u>67,304</u></u>		<u><u>50,842</u></u>

BEDFORD SCHOOL TRUST
Year Ended 30 June 2016
CHAPEL FUND INCOME AND EXPENDITURE ACCOUNT

**MEMORANDUM
ACCOUNT**

	2016	2015
INCOME		
Grants & Donations		
School	10,000	10,000
Boarding	13,000	13,000
Collections	113	2,015
	<hr/> 23,113	<hr/> 25,015
Other Income		
Investment Income - Phillpotts	626	535
- Siddons	191	171
Other income	584	150
Deposit Account Interest	3,263	2,255
	<hr/> 4,664	<hr/> 3,111
Total Income	<hr/> 27,777	<hr/> 28,126
 EXPENDITURE		
Books & Stationery		
Chapel & Choir Music	1,976	272
Choir	1,054	1,056
Organ Maintenance	2,125	2,291
Chaplain's Expenses	285	639
Visiting Preachers	131	222
Services	313	610
Grants from Collections	46	2,015
Flowers	181	197
Sundries	86	100
Maintenance		0
Engraving		500
Special Projects		4,635
Management and Administration	31	24
	<hr/> 6,228	<hr/> 12,561
Total Expenditure		
	<hr/> 6,228	<hr/> 12,561
Surplus	21,549	15,565
Opening Balance	103,812	88,247
Closing Balance	<hr/> 125,361	<hr/> 103,812

BEDFORD SCHOOL TRUST
Year Ended 30 June 2016
CCF INCOME AND EXPENDITURE ACCOUNT

**MEMORANDUM
ACCOUNT**

	2016		2015	
INCOME	£	£	£	£
Camps & Activities	6,072		8100	
AGI & other Dinners	<u>1,280</u>		<u>935</u>	
		7,352		9,035
Rent for 14 Glebe Road	8,409		8,188	
Deposit Account	0		0	
Contribution from other Schools	19,792		21,381	
Investment	191		150	
Sundry	<u>1,186</u>		<u>750</u>	
		29,578		30,469
Total Income		<u>36,930</u>		<u>39,504</u>
EXPENDITURE				
Camps & Activities	7,264		6473	
Transport	1,701		2879	
Officer contribution	<u>14,033</u>		<u>3655</u>	
		22,998		13,007
AGI & other Dinners	4,360		1625	
Photographs, Clothing and Equipment	<u>2,709</u>		<u>2177</u>	
		7,069		3,802
Office Expenses	1,204		773	
Insurance			76	
Investment Fees	7		5	
Training- Officers	80			
Depreciation of vehicle	3,141		3141	
Miscellaneous	<u></u>		<u>75</u>	
		4,432		4,070
Total Expenditure		<u>34,499</u>		<u>20,879</u>
Surplus/(Deficit) for Year		2,431		18,625
Balance B/F		33,246		14,621
Balance C/F		<u>35,677</u>		<u>33,246</u>
Reconciliation:				
Cash at Bank		2,586		1,858
BST Deposit Account		25,126		20,282
Motor Vehicle		9,422		12,563
Creditors		(1,457)		(1,457)
Total		<u>35,677</u>		<u>33,246</u>

BEDFORD SCHOOL TRUST
Year Ended 30 June 2016
PREP SCHOOL INCOME AND EXPENDITURE ACCOUNT

**MEMORANDUM
ACCOUNT**

	2016		2015	
	£	£	£	£
INCOME				
Day Trips & Visits	14,235		14,810	
Charity & Fund Raising	16,643		11,703	
Miscellaneous Income	552		1,405	
	25			
Total	<u> </u>	31,455	<u> </u>	27,918
EXPENDITURE				
Day Trips & Visits	16,635		16,829	
Charity Donations	12,500		13,161	
Fundraising expenses	1,298		1,276	
	<u> </u>	30,433	<u> </u>	31,266
Surplus / (Deficit)	<u> </u>	1,022	<u> </u>	(3,348)
Opening Balance		17,856		21,204
Closing Balance	<u> </u>	18,878	<u> </u>	17,856

BEDFORD SCHOOL TRUST
Year Ended 30 June 2016
CENTRAL BANK INCOME AND EXPENDITURE ACCOUNT

**MEMORANDUM
ACCOUNT**

Fund	01 July 2015	Income	Expenditure	30 June 2016
BPS Activity Weekend	1,530	-	194	1,724
BPS Bude Adventure Holiday AD2	2,360	30,241	(30,773)	1,828
BPS Common Room	86	1,515	(1,848)	(247)
BPS Cricket Tour	3,921	30,038	(31,999)	1,960
BPS Hockey Trip	53	-	-	53
BPS Latin	523	-	-	523
BPS PGL Adventure Holiday AD1	59	10,821	(10,880)	-
BPS Rugby Tour	2,580	2,700	(2,391)	2,889
BPS Languages	12	14,513	(13,523)	1,002
BPS Ski Trip	6,581	77,044	(77,464)	6,161
BPS Soccer Trip (Jersey)	1,588	6,028	(4,779)	2,837
BPS Morocco-World Challenge	673	-	-	673
Art Trips	18,079	61,490	(26,599)	52,970
Battlefields Trip	240	3,910	(4,145)	5
Brass Ensemble	150	5,220	(5,370)	-
Bushcraft Pemberley/Sandersons	120	-	-	120
Chapel Choir Visits	7,475	8,110	(9,618)	5,967
China Fund	887	-	-	887
Classics Trip	643	285	(135)	793
Modern Languages Trip (inc Cologne)	800	-	-	800
Cricket Road Trip	11	-	-	11
Cricket Tour	1,219	17,289	(17,178)	1,330
Cuba 2014	236	-	-	236
Munich	2,363	422	(1,895)	890
Everest Expedition 2012	598	-	-	598
Football Trip		24,480	(24,066)	414
Geography Field Trip	12,977	31,384	(36,608)	7,753
German Exchange	132	-	-	132
Golf Tour - US	119	-	-	119
Harpur Talent Fundraising	5	-	-	5
Hay on Wye	116	-	-	116
History Trips	10	-	-	10
Hockey Tour- US	1,468	2,095	(4,360)	(797)
Miscellaneous Trips	44	-	-	44
French Trips US	574	-	-	574
Peak District	-	5,565	(4,385)	1,180
Rowing Trips	2,775	17,735	(20,220)	290
Rugby Tour	30,357	190,382	(220,090)	649
Sicily	129	-	34	163
Spanish Trips	2,541	8,970	(7,730)	3,781
Swanage	831	23,011	(20,710)	3,132
Swimming Barcelona	185	-	-	185
Tennis Portugal	1,096	-	(681)	415
US Ski Trip	5,807	42,833	(43,321)	5,319
Wine Appreciation Soc.	442	-	-	442
OB Reunion	168	-	-	168
Retirement	5	4,960	(1,915)	3,050
TOTAL - Funds	112,568	621,041	(622,455)	111,154
 Holding Account	 13	 -	 -	 13
TOTAL	112,581	621,041	(622,455)	111,167
Reconciliation				
Central Bank account	42,486			11,420
Debtors	-			-
Creditors	-			-
Deposit account	70,095			99,747
Total	112,581			111,167