

**King Edward VI School at Chelmsford  
Registered Charity No 310861**

**Report and Financial Statements**

**Year Ended**

**31 March 2017**

# KING EDWARD VI SCHOOL AT CHELMSFORD

## Details

---

### Charity name & number

King Edward VI School at Chelmsford - registered charity No 310861

### Correspondence address

Clerk to the governors: Mr Leslie GT Retford, 43, The Ridings, Great Baddow, Chelmsford, Essex, CM2 9RR.

### Governors

Mr W Hall JP, Chairman

Mr JF Aldridge, Vice Chairman

Mr AF Ball

Cllr RL Bass

Mrs DJ Beazeley

Mr RL Brooker

Mr A Carpenter

Mr J Galley

Mr KG Heseltine

Mr ID Hook

Mr PJJ Hutchinson

Mr GW Miller FCA, Treasurer

Mr RJ Shepherd

Mr GR Smith

Mr AB Sosin

Mr RT Whitehead

Dr CJ Willis

Mr DM Crook (Associate Governor)

### Bankers

Barclays Bank PLC, High Street Chelmsford

### Investment advisors

Walker Crips Stockbrokers Limited, London EC1Y 8LZ

### Independent examiner

Mr Peter Crisp FCMA, CGMA, ACIS. Chelmsford, CM2 8BX

## **KING EDWARD VI SCHOOL AT CHELMSFORD**

### **Annual Report of the Governors Year ended 31 March 2017**

---

The Governors of King Edward VI School at Chelmsford ("the Foundation") present their Annual Report for the year ended 31 March 2017.

#### **Status**

The Foundation is a charity originally established in 1551. It is governed by a scheme made by the Secretary of State for Education and Science in 1966 as since amended on four occasions, most recently by the Charity Commission in 2011 (the scheme). The Foundation is distinct from King Edward VI Grammar School, Chelmsford ("the School" - for the benefit of which it exists) which became an academy on 1 April 2011 under the Academies Act 2010-12.

#### **Objects**

The Foundation's objects are detailed in the scheme but may be summarised as including the application of the income of the Foundation for the benefit of the School and those in attendance there. The Governors are also administer certain small scholarship and prize funds.

#### **Management and governance arrangements**

The Foundation has 17 Governors of whom 6 are appointed by the Essex County Council, 4 by Chelmsford Borough Council, 1 by the committee of The Old Chelmsfordians Association, 2 by the parents of pupils of the School with 4 co-opted by the Governors. The Governors also employ the services of a clerk.

The Governors review the risks that the Charity faces, mainly related to investment management, on a bi-annual basis. These risks are ameliorated by the receipt of regular professional investment advice and investments diversified through investment trusts.

#### **Procedures and policy for charitable expenditure**

The Governors have regular meetings with the Head Teacher of The School to consider the support that the Foundation can offer. During the year the Foundation sponsored a number of prizes to be awarded for meritorious pieces of academic work completed outside of the School curriculum.

The Governors have designated funds to cover three projects. £15,415 has been set aside to provide assistance to pupils at the School who otherwise would be excluded from certain educational experiences upon the grounds of cost. £15,785 which had been designated to enable the purchase of capital assets which otherwise the School would not be able to afford from its own resources was released towards the cost of replacement of new School gates. In addition a sum of £60,784 is invested in accumulation funds in order to re-instate the investment base of the Foundation which had been depleted previously by, with the consent of the Charity Commission, a donation of £200,000 out of the permanent endowment towards the costs of building the 6th form centre at the School. Due to the size and nature of other donations made no additional amount was designated in the year.

A separate sub-committee has been formed to receive requests for bursaries. Two bursaries have been agreed and paid in the year.

Other requests for donations are received and evaluated in accordance with available unrestricted funds. On an annual basis the Governors make grants to pupils recommended by the Headmaster from the scholarship funds available for that specific purpose. The Governors also participate in specific building appeals for additions and improvements to the School premises of which it owns the freehold.

**Investment policy**

The Governors are aware of the responsibility to balance the needs of current and future beneficiaries. Investment policy is set to achieve appropriate income whilst protecting the capital value of the endowment fund. All investments are in funds which aim to generate unrestricted income for the Foundation with the exception of the capital replacement fund which is invested for capital growth.

**Public benefit**

The Governors have taken into account the guidance contained in the Charity Commission's general guidance on public benefits when reviewing our aims and objectives. The Governors believe that by adhering to the objects of the Foundation they will continue to provide public benefit.

**Governors recruitment and induction.**

The six Governors appointed by Essex County Council may be councillors but it may, at its discretion appoint other persons. The four Governors nominated by Chelmsford Borough Council are all councillors and the Old Chelmsfordians' Association Governor is elected by the committee of that association. The two Parent Governors are elected by the parents of current pupils of the School, the election process being conducted by the School. The remaining four co-opted Governors are found by nomination and election by the rest of the Governing Body.

Each Governor, on taking office receives a copy of "the scheme", the articles setting out the regulations and authority under which the Foundation acts.

Governors are invited to visit the School and involve themselves in school events by invitation. There is no formal induction process however Governors are encouraged to attend induction courses run by the Local Authority.

**Review of the developments, activities, achievements and financial transactions**

The Statement of Financial Activities shows net outgoing resources of £44,150 (2016: incoming £5,614).

The Foundation made an unrealised surplus of £57,679 on its investments in the year (2016: deficit of £10,955).

A list of the Foundation's investments is shown on page 9. With the exception of monies invested in COIF funds, all investments are made following advice from the Foundation's nominated investment advisors.

**Signed on behalf of the Governors**

**GW Miller FCA**

Treasurer

Date: 31 January 2018

## **KING EDWARD VI SCHOOL AT CHELMSFORD**

### **Report of the Independent Examiner Year ended 31 March 2017**

---

#### **Independent examiner's report to the governors of King Edward VI School at Chelmsford**

I report on the accounts of Charity no 310861 for the year ended 31 March 2017 as set out on pages 4 to 10

#### **Respective responsibilities of trustees and examiner**

The Charity's Trustees are responsible for the preparation of the accounts. The Charity's Trustees consider that an audit is not required for this year under section 144 of the Charities Act 2011 (the Charities Act) and that an independent examination is needed.

It is my responsibility to:

- examine the accounts under section 145 of the Charities Act;
- to follow the procedures laid down in the General Directions given by the Charity Commission under section 145(5)(b) of the Charities Act: and
- to state whether particular matters have come to my attention.

#### **Basis of independent examiner's report**

My examination was carried out in accordance with the General Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the Charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as Governors concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a "true and fair view" and the report is limited to those matters set out in the statement below.

#### **Independent examiner's statement**

In connection with my examination, no material matters have come to my attention which gives me cause to believe that in, any material respect

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

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

#### **Peter Crisp FCMA, CGMA, ACIS**

Galleywood Road  
Chelmsford  
CM2 8BX

Date: 31 January 2018

KING EDWARD VI SCHOOL AT CHELMSFORD

Statement of Financial Activities (incorporating the Income and Expenditure Account and Statement of Total Recognised Gains and Losses) for the year ended 31 March 2017

		Un- restricted funds 2017	De- signated funds 2017	Restricted scholarship funds 2017	Other restricted funds 2017	Total funds 2017	Total funds 2016
	Note						
<b>Incoming resources from generated funds</b>							
Donations and bequests		0	0	0	25,000	25,000	0
Investment income		10,391	0	529	0	10,920	10,672
Rent receivable		20,000	0	0	0	20,000	20,000
Building Works Appeal	4	0	0	0	0	0	0
<b>Total incoming resources</b>		<b>30,391</b>	<b>0</b>	<b>529</b>	<b>25,000</b>	<b>55,920</b>	30,672
<b>Resources expended</b>							
<b>Direct charitable expenditure</b>							
Donations granted	5	54,215	15,785	0	25,000	95,000	0
Awards made	6	1,000	670	400	0	2,070	2,550
<b>Governance costs</b>							
Clerk's fee		3,000	0	0	0	3,000	2,600
General expenses		0	0	0	0	0	441
		<b>58,215</b>	<b>16,455</b>	<b>400</b>	<b>25,000</b>	<b>100,070</b>	5,591
<b>Total resources expended</b>							
<b>Net incoming/(outgoing) resources before transfers</b>							
		-27,824	-16,455	129	0	-44,150	25,081
Transfers between funds	9	-1,000	0	0	1,000	0	0
<b>Net resources before other recognised gains and losses</b>		<b>-28,824</b>	<b>-16,455</b>	<b>129</b>	<b>1,000</b>	<b>-44,150</b>	25,081
<b>Profit/(loss) on investment assets</b>							
Realised on disposal		0	0	0	0	0	0
Unrealised on revaluation	2/9	0	10,784	1,929	44,965	57,679	-10,955
<b>Net movement in funds for the year</b>		<b>-28,824</b>	<b>-5,671</b>	<b>2,059</b>	<b>45,965</b>	<b>13,529</b>	14,126
<b>Total funds at 1 April 2016</b>		<b>35,005</b>	<b>81,870</b>	<b>14,434</b>	<b>277,449</b>	<b>408,757</b>	374,632
<b>Total funds at 31 March 2017</b>		<b>6,181</b>	<b>76,199</b>	<b>16,492</b>	<b>323,413</b>	<b>422,286</b>	388,758

All of the above amounts relate to continuing activities. There were no other recognised gains or losses other than those stated above.

The notes on pages 6-10 form part of these accounts.

KING EDWARD VI SCHOOL AT CHELMSFORD

Balance Sheet  
31 March 2017

	Note	Un- restricted funds 2017	De- signed funds 2017	Restricted scholarship funds 2017	Other restricted funds 2017	Total funds 2017	Total funds 2016
<b>Fixed assets</b>							
Investments	2/11	0	68,656	15,203	321,996	<b>405,856</b>	348,178
		<b>0</b>	<b>68,656</b>	<b>15,203</b>	<b>321,996</b>	<b>405,856</b>	348,178
<b>Current assets</b>							
Debtors		10,000	0	0	0	<b>10,000</b>	0
Cash at bank and in hand							
General accounts		-2,119	7,543	1,289	1,417	<b>8,130</b>	61,630
Appeal accounts		0	0	0	0	<b>0</b>	0
		<b>7,881</b>	<b>7,543</b>	<b>1,289</b>	<b>1,417</b>	<b>18,130</b>	61,630
<b>Creditors: amounts falling due within one year</b>	3	1,700	0	0	0	<b>1,700</b>	1,050
<b>Net current assets</b>		<b>6,181</b>	<b>7,543</b>	<b>1,289</b>	<b>1,417</b>	<b>16,430</b>	60,580
<b>Net assets</b>		<b>6,181</b>	<b>76,199</b>	<b>16,492</b>	<b>323,413</b>	<b>422,286</b>	394,632
<b>Charity funds</b>							
Unrestricted funds	9	6,181	0	0	0	<b>6,181</b>	35,005
Designated funds	9	0	76,199	0	0	<b>76,199</b>	81,870
Restricted scholarship funds	9	0	0	16,492	0	<b>16,492</b>	14,434
Other restricted funds	9	0	0	0	323,413	<b>323,413</b>	277,449
		<b>6,181</b>	<b>76,199</b>	<b>16,492</b>	<b>323,413</b>	<b>422,286</b>	408,757

The financial statements were approved by the Governors on 31 January 2017 and signed on their behalf by  
MR GW Miller FCA

The notes on pages 6-10 form part of these accounts.

# KING EDWARD VI SCHOOL AT CHELMSFORD

## Notes forming part of the financial statements Year ended 31 March 2017

### 1 Accounting policies

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of recommended practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard for Smaller Entities published on 16 July 2014 and the Financial Reporting Standard for Smaller Entities (effective January 2015).

#### *Fund accounting*

Unrestricted funds are available for use at the discretion of the Governors in furtherance of the general objectives of the Charity and which have not been designated for other purposes.

Designated funds are funds established by the Governors from time to time for specific projects or purposes. They are not in any way restricted and any surplus or deficit will be transferred to/from unrestricted funds when the designated fund is closed.

Restricted funds (income and endowment) are funds subject to specific restrictions imposed by donors or by the purpose of the Foundation. The purpose and use of restricted income and endowment funds is set out in the notes to the financial statements

#### *Incoming resources*

Income is recognised in the period in which the Charity is entitled to receipt and the amount can be measured with reasonable certainty

#### *Expenditure*

Expenditure is included in the accounts on an accruals basis

#### *Investments*

Listed investments are stated at their mid-market value at the balance sheet date.

#### *Unrealised investment surpluses/defecits*

### 2 These are shown net in the statement of financial activities

<b>Investments</b>	<b>UK Listed investments</b>	<b>Cash</b>	<b>Total</b>
<b>Market value as at 1 April 2016</b>	347,667	511	<b>348,178</b>
Additions at cost	-1	0	-1
Disposals at 1 April 2016 market value	0	0	0
Unrealised surplus on revaluation at 31 March 2017	57,679	0	<b>57,679</b>
<b>Market value as at 31 March 2017</b>	<b>405,345</b>	<b>511</b>	<b>405,856</b>

### 3 assets in the United Kingdom

<b>Creditors: amounts falling due within one year</b>	<b>2017</b>	<b>2016</b>
Other creditors	<b>1,700</b>	<b>1,050</b>



## KING EDWARD VI SCHOOL AT CHELMSFORD

### Notes forming part of the financial statements (continued) Year ended 31 March 2017

	2017	2016
<b>4 Building Works Appeal - net income</b>		
Incoming resources		
Covenants and gift aid	0	0
Charities Aid Fund	0	0
Tax refund	0	0
Bank interest	0	0
Total incoming resources	<u>0</u>	<u>0</u>
Resources expended		
Direct costs and fees	<u>0</u>	<u>0</u>
Net income	<u><u>0</u></u>	<u><u>0</u></u>
<b>5 Donations</b>		
To the School	90,000	0
To the Old Chelmsfordians Association	5,000	0
	<u><u>95,000</u></u>	<u><u>0</u></u>
<b>6 Awards made</b>		
Foundation prizes awarded	1,000	750
Bursaries paid	670	1,400
Scholarship awards	400	400
	<u><u>2,070</u></u>	<u><u>2,550</u></u>

### 7 Employees and Governors

The Foundation pays a fee to its clerk. The Governors do not receive any remuneration for their services nor claim reimbursement of expenses.

Owing to the nature of the Foundation's operations and the composition of its Governing Body, it is inevitable that Governors will have links with organisations with an interest in the affairs of the Foundation. During the year ended 31 March 2017 there were no transactions with any party, other than the School itself in which any Governor had a related interest.

### 8 Capital commitments

There were no capital commitments at 31 March 2017 (2016 : Nil).

KING EDWARD VI SCHOOL AT CHELMSFORD

Notes forming part of the financial statements (continued)  
Year ended 31 March 2017

9 Funds	At 1 April 2016	Net (outgoing) /incoming resources	Transfers	Other recognised gains and (losses)	At 31 March 2017
<b>Unrestricted funds</b>					
Income and expenditure account	35,005	-27,824	-1,000	0	6,181
<b>Total unrestricted funds</b>	<b>35,005</b>	<b>-27,824</b>	<b>-1,000</b>	<b>0</b>	<b>6,181</b>
<b>Designated funds</b>					
Capital replacement fund	50,000	0	0	10,784	60,784
Bursary fund	16,085	-670	0	0	15,415
Capital donation fund	15,785	-15,785	0	0	0
<b>Total designated funds</b>	<b>81,870</b>	<b>-16,455</b>	<b>0</b>	<b>10,784</b>	<b>76,199</b>
<b>Restricted funds</b>					
Scholarship funds	13,274	0	0	1,929	15,203
Accumulated scholarship income	1,160	129	0	0	1,289
Recoupment capital accounts	5,446	0	1,000	734	7,180
Bequest	0	0	0	0	0
Endowment funds	272,002	0	0	44,231	316,234
<b>Total restricted funds</b>	<b>291,882</b>	<b>129</b>	<b>1,000</b>	<b>46,894</b>	<b>339,906</b>
<b>Total funds</b>	<b>408,757</b>	<b>-44,150</b>	<b>0</b>	<b>57,679</b>	<b>422,286</b>

**Transfers between funds**

On 10 February 2012 the Charity Commission issued a recoupment order, requiring the Foundation to put aside the sum of £1,000 per annum for a term of 130 years.

**Income from investments**

With the exception of income generated by the restricted scholarship funds, all income received from investments is unrestricted as to its use.

**Scholarship funds - capital and accumulated income**

**10 a) Accumulated income**

	1 April 2016	Investment income	Awards	31 March 2017
Movement for the year	1,160	529	(400)	1,289

Unspent income can be carried forwards to future periods on all funds with the exception of the Mary Abbott Fund where unspent income must be added to the capital.

The capital funds are represented by a single investment and the Governors are deemed to award grants from income attributed to the Mary Abbott Fund before all remaining funds.

**KING EDWARD VI SCHOOL AT CHELMSFORD**

**Notes forming part of the financial statements (continued)**  
**Year ended 31 March 2017**

**10 Scholarship funds - capital and accumulated income**

**b) Capital**

War	1,066
Lake	300
Hay	508
School	1,031
French	549
Mary Abbott	6,052
Elizabethan	527
Max Pemberton	100
Duthie	750
	<b>10,883</b>
Unrealised surplus on investment at 1 April 2016	2,391
<b>Capital value at 1 April 2016</b>	<b>13,274</b>
Unrealised surplus on investment - movement in the year	1,929
<b>Capital value a 31 March 2017</b>	<b>15,203</b>

**11 Schedule of investments at 31 March 2017**

	Value £
<b>Restricted funds</b>	
<b>Permanent endowment fund</b>	
Blackrock Smaller C'os Trust 25p ord	76,488
Baillie Gifford High Yeild Bond	20,522
City of London Inv Trust 25p ord	47,025
Ecofin GBL Utilities £0.001 ords	21,136
EF Realisation £0.001 ords	1,666
Scottish American Investment Co 25p ord	29,633
COIF Income shares	119,236
Cash	511
	<b>316,217</b>
<b>2012 Recoupment fund</b>	
COIF Income shares	5,780
<b>Scholarship capital funds</b>	
COIF Income shares	15,203
	<b>337,199</b>
<b>Designated funds</b>	
<b>Capital replacement fund</b>	
COIF Accumulation shares	68,656
	<b>405,856</b>

The 2012 recoupment is for £1,000 per annum for 130 years (125 years to go)

Income from the 2012 recoupment order investments may be treated as unrestricted income by the Foundation

KING EDWARD VI SCHOOL AT CHELMSFORD

Notes forming part of the financial statements (continued)  
Year ended 31 March 2017

12 Information relating to the year ended 31 March 2016

Prior year Statement of Financial Activities	Unrestricted Funds	Designated Funds	Restricted Funds	Total Funds
<b>Incoming resources</b>				
Investment income	10,153	0	519	10,672
Rent receivable	20,000	0	0	20,000
Building Works Appeal	0	0	0	0
<b>Total incoming resources</b>	<u>30,153</u>	<u>0</u>	<u>519</u>	<u>30,672</u>
<b>Resources expended</b>				
Donation to the School	0	0	0	0
Awards made	750	1,400	400	2,550
Clerk's fee	2,600	0	0	2,600
General expenses	441	0	0	441
<b>Total resources expended</b>	<u>3,791</u>	<u>1,400</u>	<u>400</u>	<u>5,591</u>
<b>Net incoming/(outgoing) resources before transfers</b>	26,362	-1,400	119	25,081
Transfers between funds	-21,557	20,557	1,000	0
Profit/(loss) on investment assets	0	-557	-10,398	-10,955
<b>Net movement in funds for the year</b>	<u>4,805</u>	<u>18,600</u>	<u>-9,279</u>	<u>14,126</u>
<b>Total funds at 1 April 2015</b>	30,201	63,270	301,161	394,632
<b>Total funds at 31 March 2016</b>	<u><u>35,006</u></u>	<u><u>81,870</u></u>	<u><u>291,882</u></u>	<u><u>408,758</u></u>