

WATERFORD SCHOOL TRUST

REPORT AND ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2022

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WATERFORD SCHOOL TRUST

Registered Charity (England and Wales) number 313908

TRUSTEES

Robert Creighton *Chair*
Harry Figov *
Michael Jarvis * *Treasurer*
Mark Jennings *
Dan Pillay * *Secretary*
Amanda West *

* These Trustees were students or volunteers at Waterford Kamhlaba

BANKERS

Lloyds Bank Plc
98 Victoria Street
London
SW1E 5JL

AUDITORS

Bennett Brooks & Co Limited
Registered Auditor
Chartered Accountants
St George's Court
Winnington Lane
Northwich
CW8 4EE

REGISTERED OFFICE

13 College Lane
London
NWS 1BJ

WATERFORD SCHOOL TRUST

TRUSTEES' REPORT

INTRODUCTION

The Trustees present their report and the statement of accounts of Waterford School Trust for the year ended 31 December 2022. These have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's trust deed, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice [SORP] applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland issued in October 2019.

CONSTITUTION AND PURPOSE

Waterford School Trust was constituted by deed on 27 June 1962. Unincorporated, it is registered with the Charity Commission for England and Wales.

The Trust was founded to promote and encourage education at Waterford School in the Kingdom of Eswatini (Swaziland until April 2018).

Appreciation:

The Trustees take the opportunity to acknowledge the hugely generous support of a wide range of individuals and institutions who, from its earliest days, have had the confidence to recognise the importance of the aspirations of the founders of the college and their successors.

Since the end of 2022, Waterford has been celebrating its 60th anniversary.

The name Kamhlaba, "a world in miniature", was added during a visit by the late King Sobhuza II in 1967. The school is co-educational and became the United World College of Southern Africa in 1981.

The UWC's Mission is to make education a force to unite people, nations and cultures for peace and a sustainable future. Its values include international and intercultural understanding, the celebration of difference, mutual responsibility and respect, compassion and service, action and personal example.

Provision of financial support, based on assessment of need, has been central to Waterford's ethos from the outset - enabling many, who could not otherwise have contemplated such an education, to attend.

Waterford's Community Service programme is fundamental to the College's character, enabling students to experience the importance of engagement with local communities. The programme comprises numerous projects, many of them involving teaching and other forms of support, together with various environmental initiatives.

The educational programme is specifically designed to produce graduates who are global citizens and who can make a positive impact on the world. Students are selected on the basis of both academic excellence and extra-curricular potential. The academic programme is rigorous, building on UWC's pioneering role in creating the International Baccalaureate in order to establish a curriculum which rewards academic and societal excellence in equal measure.

Waterford Kamhlaba is one of Africa's top schools, with students obtaining an average of 34 points in their International Baccalaureate exams, a number that equates to more than four A grades at A Levels in the UK.

All students graduating from Waterford at the IB level can obtain a scholarship (<https://www.davisuwcscholars.org/>) to attend one of 99 universities in the US, including all Ivy League schools, although many prefer to take up other places elsewhere in the world.

WATERFORD SCHOOL TRUST

TRUSTEES' REPORT

TRUST OBJECTIVES AND ACTIVITIES

Overriding object and nature of continuing activities

The Trust's overriding object (the promotion and encouragement of education at Waterford Kamhlaba) has taken various forms over the years. Trustees have regarded support of the College's fundraising activities as an important task. In recent years, the College has had an Advancement Office which has led on relationships with alumni and existing financial supporters, and on the search for new funding sources. The main focus from the Trust's perspective has been on seeking funds for scholarships to assist the College to honour its long-term commitment to providing wide access. Over time, substantial sums have also been raised in support of capital projects.

The Trustees as individuals, and as a group, provide a support base to the Waterford community. Some of this provision has been of a practical nature, not readily measurable, but nevertheless of considerable value.

The College places great emphasis on establishing and maintaining contact with its alumni as an important element of its overall offering; members of the Trust have participated in those efforts in the UK over the years.

The Chair of the Trust has an *ex officio* place on the College's Governing Council. The international proliferation of teleconferencing in recent years has facilitated the involvement of the Chair in this role.

Another Trustee has been heavily engaged in providing advice to the College's Advancement Office for a long while, with a special focus over the past year on a major fundraising event to be held in Johannesburg later in 2023.

Achievements

Over £5.4 million has been raised from UK sources since 2000 - mostly received or receivable by the Trust, but some remitted direct to the College for reasons of policy or practicality on the part of the donors.

Public benefit

The Charity Commission emphasises the importance of trustees demonstrating that their charity's aims are for the public benefit. The Trustees are satisfied that they have complied with the duty in Section 17 of the Charities Act 2011 to have due regard to public benefit guidance published by the Charity Commission.

The Trustees take the view that the public benefit attributes of Waterford School Trust must necessarily be assessed in the context of the public benefit attributes of Waterford Kamhlaba.

The College strives for academic excellence. Acceptance of students is on merit and awards of financial support recognise need. The ethos of the college is such that it positively seeks out candidates (particularly across Africa) who would be obvious beneficiaries of this educational opportunity. The College also promotes community service, environmental responsibility and leadership for societal improvement, not only during education at the college but more importantly as a life-long commitment in all of its students. The public benefit of the College's alumni/ae over the years is incalculable but great in impact and extensive across many countries, especially in Africa.

Against that background, the Trustees are satisfied that Waterford Kamhlaba operates for the public benefit, as in turn does Waterford School Trust as one of the College's important facilitators over the years.

TRUSTEES' REPORT

FINANCIAL REVIEW

Review of accounts

Income [see accounts on page 13 and note 2 on page 16]

The Trust's total incoming resources for the year to 31 December 2022 amounted to £26,430 (2021: £4,181).

The donations of £24,770 (2021: £3,557) all related to scholarship support.

Expenditure [see accounts on page 13 and notes 3 to 6 on pages 16/17]

Grants to Waterford Kamhlaba, all relating to scholarship support, amounted to £24,770 (2021: £3,557).

No expenditure was made in 2022 (or in 2021) from the expendable endowment fund - the use of which is restricted to providing scholarship funding.

Expenditure on raising funds, together with other support costs, amounted to £5,837 (2021: £5,213), as detailed in note 5.

Funds at year end [see accounts on pages 13/14 and note 11 on page 19]

Unrestricted funds are those that a charity has received which are not to be held for any particular purpose. Accordingly, they can be spent as the Trustees deem fit. Since 1 March 2014, it has been the policy of this charity's Trustees to limit additions to the Trust's unrestricted funds to a proportion of its income from interest (or from investments were there any).

The balance sheet at 31 December 2022 attributes a total value of £774,463 (2021: £778,640) to the Trust's funds. Of that total, £84,024 (2021: £89,031) was held as unrestricted funds.

Restricted funds are those that have been given to a charity for a particular purpose as notified by the donor(s) and may only be spent for that purpose. For many years, it has been the Trustees' policy to treat all income from donations as restricted to the provision of scholarships - unless otherwise required by the donor.

It is policy to allocate, by way of grants to the college at the end of the year of receipt, all the scholarship-related income of the Trust. There is an exception to this general practice which arises when it is decided that it would be appropriate for a major donation to be allocated to the endowment fund.

Endowment funds may take different forms but are almost invariably of a long-term capital nature.

The Trustees, in consultation with the College, agreed in 2009 to create an endowment from some substantial donations received during previous years. Key aspects of the charity's endowment funds are that (a) they are expendable (as opposed to permanent) and (b) they are restricted to the provision of scholarship support for students at Waterford Kamhlaba.

The balance held in the expendable endowment fund for future scholarship support was £690,439 (2021: £689,609). As in previous years, 50% of overall investment income was credited to that fund. All funds at the year-end were represented by net current assets (significantly bank deposits).

TRUSTEES' REPORT

FINANCIAL REVIEW

Review of accounts *continued*

Reserves and investment policy

The Trustees have historically regarded it as realistic to hold substantial funds from which additional scholarship support could be provided to the College, should local circumstances so require.

That became close to reality as a result of the combination of the Covid-19 pandemic and periodic civil unrest in Eswatini in the recent past. Against that background, the Trustees regard it as realistic to have been holding funds at the year-end as described above.

During 2022, the Trustees opened discussions with the College around releasing over time at least part of its expendable endowment fund.

The timing had regard to the possibility of encouraging the College's own fundraising efforts by the incentive of possible matching, especially in the run-up to the 60th anniversary year.

As a result of those discussions, an initial grant of £100,000 was made to the College from the Trust's endowment fund in May 2023.

For many years, it was the Trustees' policy to hold its reserve funds in UK Government Stock with relatively short maturity dates and in interest bearing accounts, taking care to minimise risk while seeking to earn a reasonable rate of return. This policy was considered to have served the Trust and the college well over many years. However, on advice, the Trust's remaining holding of Government Stock was realised during 2012. Over recent years, until late 2022, it was of course difficult to achieve any valuable income from the charity's reserve funds. Historic policy has been to place responsibility for exchange rate considerations on the College.

At the end of 2020, the Trust held £105,209 due by then to the College [see note 9 on page 18]. That sum was transferred to the College in November 2021.

The corresponding balance due at 31 December 2021 was £25,399 [see same note and balance sheet on page 14]. Transfer of that amount was included in a transfer to the College in October 2022.

Bursary administration

[see accounts on page 14 and note 10 on page 18]

For many years, Waterford School Trust has administered a bursary provided by Trinity College, Cambridge, latterly in memory of the late Hugh Anderson, under which a Waterford student from Southern Africa could be funded to attend a university in the UK. The most recent recipient completed her studies in 2010. No bursary award has been made since which has been allowing the fund to be rebuilt. Unexpended funds held by the Trust are maintained in a separate bank account. The balance so held on 31 December 2022 was unchanged at £121. The Trust's Treasurer has recently been in contact with Trinity College and Waterford's University Advisor to ensure that this valuable opportunity is safeguarded.

TRUSTEES' REPORT

FINANCIAL REVIEW

Review of accounts continued

Events since 31 December 2022

This heading is generally intended to report on events of a financial nature since the year end being reported on.

The Trustees would wish to emphasise that, while there is little sign of early future fundraising opportunities for Waterford Kamhlaba through its UK-based Trust, the charity does provide continuing support, as set out above, notably:

- Its plans to transfer gradually to the College the value of its accumulated endowment.
See, in this context, reference to the first transfer of £100,000 on page 6 above.
- The continuing engagement of Trustees in the affairs of Waterford generally, and in their individual involvement in supporting the College's current fundraising projects.

In February 2023, the Trust closed its account with Virgin Money (balance then £400,001). As a result, all Cash at bank is now held on accounts with Lloyds Bank.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Trustees

The names of those who served on the Board of Trustees during the period under review are set out on page 2.

New Trustees are appointed from time to time by the existing Board of Trustees. The Board is composed of individuals who are committed to the mission of Waterford Kamhlaba. The Board keeps under consideration its balance of age and experience.

Objectives for the current year

The Board's objectives for the current year continue to be as described on page 4, working with the college's Advancement Office in its identification and pursuit of fundraising opportunities, while continuing to provide support for the college's wider activities as opportunities arise.

Trustees' responsibilities

On appointment, Trustees are provided with the Charity Commission leaflet "The Essential Trustee: What you need to know, what you need to do". Trustees are expected to be conversant with their responsibilities. Among the Trustees, there are those who hold, or have held, roles in major charities and other organisations; they bring their experience to this Board.

WATERFORD SCHOOL TRUST

TRUSTEES' REPORT

STRUCTURE, GOVERNANCE AND MANAGEMENT

Trustees' responsibilities *continued*

Report and accounts

The Trustees are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently.
- observe the methods and principles in the applicable Charities SORP.
- 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 financial statements, and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the Charity and enable them to ensure that the financial statements comply with the Charities Act 2011, charity accounting and reporting requirements and the provisions of the trust deed. 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.

Organisation and communications

The Trust operates on a wholly voluntary basis and is reliant on the experience and skills of its Trustees, and the time that they are able to dedicate to its affairs.

During the period under review, there was extensive communication and liaison between individual Trustees and members of the College community. The ready availability of video-conferencing services has continued to be prove invaluable for communication between Trustees, between Trustees and Members of the College staff, and, more generally with other counterparts within the Waterford community.-.

The Board convened once during the year, face to face on a formal basis.

As and when required, formal approvals were obtained by email (notably relating to the 2021 accounts and to transfers of funds to the College.)

The following particularly important engagements occurred in London during the year:

4.5.22 First face-to-face meeting of Trustees with WK Principal Patricia Angoy, together with the CEO of United World Colleges International Office, Faith Abiodun

16.6.22 First face-to-face meeting of Trustees with Chair of WK Governing Council, Sibongile Gumbi.

Approval of the statutory report and accounts for 2022 was effected by email and completed on the date shown on pages 9 and 14.

TRUSTEES' REPORT

STRUCTURE, GOVERNANCE AND MANAGEMENT continued

Related parties

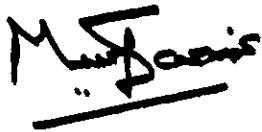
Trustees are unremunerated. While see note 6 on page 17 as regards reimbursement of expenses.

Risk assessment

The major risks to which the charity is exposed, as identified by the Trustees, have been reviewed and systems have been established to mitigate those risks. The risks identified relate significantly to financial matters.

Approval

Approved and authorised for issue by the Board of Trustees
and signed on its behalf by



A handwritten signature in black ink, appearing to read 'M. J. O'Connell', with a horizontal line underneath it.

Date: 18 October 2023

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF WATERFORD SCHOOL TRUST

Opinion

We have audited the financial statements of Waterford School Trust for the year ended 31 December 2022 which comprise the Statement of Financial Activities, the Balance Sheet and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2022 and of the incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Trust's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements, or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF WATERFORD SCHOOL TRUST continued

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts & Reports) Regulations 2008 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns.
- 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.

Responsibilities of trustees

As explained more fully in the Statement of Trustees Responsibilities, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

We have been appointed as auditor under Section 145 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

Based on our understanding of the charity and industry, we identified that the principal risks of non-compliance with laws and regulations related to UK tax legislation and regulations which govern the preparation of financial statements, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the financial statements such as the Charities Act 2011. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to posting inappropriate journal entries to increase revenue, through management bias in manipulation of accounting estimates or accounting for significant transactions outside the normal course of business. Audit procedures performed included:

- Enquiry of management around actual and potential litigation and claims and instances of non-compliance with laws and regulations;
- Auditing the risk of management override of controls, through testing journal entries and other adjustments for appropriateness, testing accounting estimates (because of the risk of management bias), and evaluating the business rationale of significant transactions outside the normal course of business;
- Reviewing financial statement disclosures and agreeing to supporting documentation to assess compliance with applicable laws and regulations; and
- Review of trustee meeting minutes.

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF WATERFORD SCHOOL TRUST continued

Our responsibilities for the audit of the financial statements (continued)

There are inherent limitations in the audit procedures described above. We are less likely to become aware of instances of non-compliance with laws and regulations that are not closely related to events and transactions reflected in the financial statements. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulation 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an 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 charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Jason Leach FCA (Senior Statutory Auditor)
For & on behalf of BENNETT BROOKS & CO LIMITED
Chartered Accountants & Statutory Auditors
St George's Court
Winnington Lane
Northwich
CW8 4EE

Date: *26 October 2023*

WATERFORD SCHOOL TRUST

STATEMENT OF FINANCIAL ACTIVITIES for the year ended 31 December 2022

	<i>Notes</i>	Unrestricted funds	Restricted funds	Expendable endowment funds	Total 31.12.22	Total 31.12.21
		£	£	£	£	£
Income and endowments from:						
Donations		-	24,770	-	24,770	3,557
Investments	2	830	-	830	1,660	624
Total		<u>830</u>	<u>24,770</u>	<u>830</u>	<u>26,430</u>	<u>4,181</u>
Expenditure on:						
Raising funds	3	(257)	-	-	(257)	(249)
Charitable activities						
Grants to Waterford Kamhlaba	4	-	(24,770)	-	(24,770)	(3,557)
Other	5	(5,580)	-	-	(5,580)	(4,964)
Total		<u>(5,837)</u>	<u>(24,770)</u>	<u>-</u>	<u>(30,607)</u>	<u>(8,770)</u>
Net income/(expenditure) and net movement in funds		(5,007)	-	830	(4,177)	(4,589)
Reconciliation of funds:						
Total funds brought forward at 1 January 2022		<u>89,031</u>	-	<u>689,609</u>	<u>778,640</u>	<u>783,229</u>
Total funds carried forward at 31 December 2022	7&11	<u>84,024</u>	-	<u>690,439</u>	<u>774,463</u>	<u>778,640</u>

All incoming resources and resources expended derive from continuing operations.

The notes on pages 15 to 19 form part of these financial statements.

WATERFORD SCHOOL TRUST



BALANCE SHEET at 31 December 2022

	Notes	Unrestricted funds	Restricted funds	Expendable endowment funds	Total 31.12.22	Total 31.12.21
		£	£	£	£	£
CURRENT ASSETS						
Debtors	8	-	-	-	-	468
Cash at bank		90,669	-	690,439	781,108	807,292
Total current assets		<u>90,669</u>	<u>-</u>	<u>690,439</u>	<u>781,108</u>	<u>807,760</u>
LIABILITIES						
Creditors: amounts falling due within one year:						
Amount due to Waterford Kamhlaba Bursary administered by the Trust	9	(2,324)	-	-	(2,324)	(25,399)
Audit fee	10	(121)	-	-	(121)	(121)
		(4,200)	-	-	(4,200)	(3,600)
Total current liabilities		<u>(6,645)</u>	<u>-</u>	<u>-</u>	<u>(6,645)</u>	<u>(29,120)</u>
TOTAL NET ASSETS (all current)		<u>84,024</u>	<u>-</u>	<u>690,439</u>	<u>774,463</u>	<u>778,640</u>
THE FUNDS OF THE CHARITY:						
Expendable endowment funds		-	-	690,439	690,439	689,609
Restricted income funds		-	-	-	-	-
Unrestricted funds		84,024	-	-	84,024	89,031
TOTAL CHARITY FUNDS	11	<u>84,024</u>	<u>-</u>	<u>690,439</u>	<u>774,463</u>	<u>778,640</u>

The notes on pages 15 to 19 form part of these financial statements.

Approved and authorised for issue by the Board of Trustees
and signed on its behalf by

Trustees:

Date: 18 October 2023

NOTES TO THE ACCOUNTS at 31 December 2022

1 ACCOUNTING POLICIES

a **Basis of preparation of accounts and assessment of going concern**

The accounts are prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued in October 2019) and the Charities Act 2011.

The trust constitutes a public benefit entity as defined by FRS 102.

The trustees consider that there are no material uncertainties about the Trust's ability to continue as a going concern.

b **Income and endowments**

Donations and legacies and other income are in principle included on a receivable basis, being recognised as soon as the Trust has entitlement to the income (sufficient to determine its future application), is virtually certain of receipt, and is able to measure the income with reasonable certainty.

c **Expenditure**

Expenditure is accounted for on an accrual's basis.

Grants to Waterford Kamhlaba are accounted for in the financial period in which an obligation arises, or in which the College becomes virtually certain of receipt.

Support costs [see note 5 below] comprise those costs that, while necessary to deliver the Trust's charitable activity, do not constitute the output of that activity.

Governance costs [see also note 5 below] include audit fees, professional advice relating to compliance and governance issues, expenses relating to meetings of Trustees, and reimbursement of expenses incurred by Trustees.

d **Fund accounting**

Donations that are given for specified purposes are credited either to **Restricted funds**, or to **Endowment Funds**, to be used in accordance with the respective donor's wishes.

Appropriate proportions of the Trust's investment income, interest, gains or losses on investments and gains or losses on revaluing foreign currency are allocated to the **Expendable endowment funds**.

All other income, gains and losses are allocated to **Unrestricted funds**.

e **Short-term debtors and creditors**

Short term debtors and creditors with no stated interest rate are recorded at transaction price. Any losses arising from impairment are recognised in the statement of financial activities.

f **Amount due to/paid in advance to Waterford Kamhlaba**

An amount due to the College is recognised in the balance sheet as a short-term creditor.

An amount paid in advance to the college is recognised as a debtor.

Further information can be found in note 9.

WATERFORD SCHOOL TRUST

NOTES TO THE ACCOUNTS at 31 December 2022

1 ACCOUNTING POLICIES *continued*

g Cash and cash equivalents

Cash and cash equivalents include cash held with banks in deposit and other similar accounts.

h Taxation

The charity did not fall within the corporation tax rules in 2022 (or 2021).

i Cash flow statement

The Trust is exempt from preparing a cash flow statement for the years ended 31 December 2022 (and 31 December 2021).

Statement of Financial Activities

2 INCOME FROM INVESTMENTS

The source of income is Interest arising from the Trust's liquid funds held by its Bankers.

3 EXPENDITURE ON RAISING FUNDS

	Unrestricted funds	Restricted funds	Expendable endowment funds	Total 31.12.22	Total 31.12.21
	£	£	£	£	£
Operating costs relating to online fundraising platform	257	-	-	257	249

4 GRANTS TO WATERFORD KAMHLABA

	Unrestricted funds	Restricted funds	Expendable endowment funds	Total 31.12.22	Total 31.12.21
	£	£	£	£	£
Student scholarships	-	24,770	-	24,770	3,557
Other	-	-	-	-	-
	-	24,770	-	24,770	3,557

5 OTHER EXPENDITURE

	Unrestricted funds	Restricted funds	Expendable endowment funds	Total 31.12.22	Total 31.12.21
	£	£	£	£	£
<i>Governance costs</i>					
Audit	4,500	-	-	4,500	4,200
Trustee insurance	497	-	-	497	497
Meetings costs	344	-	-	344	-
<i>Other support costs</i>					
Bank charges	204	-	-	204	232
Data Protection fee	35	-	-	35	35
	5,580	-	-	5,580	4,964

The trust has no employees.

WATERFORD SCHOOL TRUST

NOTES TO THE ACCOUNTS at 31 December 2022

Statement of Financial Activities continued

6 TRUSTEE EXPENSES

There was no trustees' remuneration or other benefits for the year ended 31 December 2022; nor for the year ended 31 December 2021.

One Trustee was reimbursed £344 in relation to meetings costs (2021: £nil).

7 COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds	Restricted funds	Expendable endowment funds	Total 31.12.21
	£	£	£	£
Income and endowments from:				
Donations	-	3,557	-	3,557
Investments (bank interest)	312	-	312	624
Total	312	3,557	312	4,181
Expenditure on:				
Raising funds	(249)	-	-	(249)
Charitable activities				
Grants to Waterford Kamhlaba	-	(3,557)	-	(3,557)
Other	(4,964)	-	-	(4,964)
Total	(5,213)	(3,557)	-	(8,770)
Net income/(expenditure) and net movement in funds	(4,901)	-	312	(4,589)
Reconciliation of funds:				
Total funds brought forward at 1 January 2021	93,932	-	689,297	783,229
Total funds carried forward at 31 December 2021	89,031	-	689,609	778,640

WATERFORD SCHOOL TRUST

NOTES TO THE ACCOUNTS at 31 December 2022 continued

Balance sheet

8 DEBTORS

	Unrestricted funds	Restricted funds	Expendable endowment funds	Total 31.12.22	Total 31.12.21
	£	£	£	£	£
Donations	-	-	-	-	-
Gift Aid tax recoverable	-	-	-	-	468
Total	-	-	-	-	468

9 AMOUNT DUE TO WATERFORD KAMHLABA

	Unrestricted funds	Restricted funds	Expendable endowment funds	31.12.22	31.12.21
	£	£	£	£	£
Balance brought forward due to Waterford Kamhlaba	-	25,399	-	25,399	105,209
Grants to Waterford Kamhlaba	-	24,770	-	24,770	3,557
Amounts received on behalf of Waterford Kamhlaba	-	-	-	-	21,842
Transfers to Waterford Kamhlaba	-	(47,845)	-	(47,845)	(105,209)
Balance carried forward due to Waterford Kamhlaba	-	2,324	-	2,324	25,399

10 BURSARY ADMINISTERED BY THE TRUST

	Unrestricted funds	Restricted funds	Expendable endowment funds	31.12.22	31.12.21
	£	£	£	£	£
Balance brought forward	-	121	-	121	121
Receipts in year	-	-	-	-	-
Interest received	-	-	-	-	-
Payments in year	-	121	-	121	121
Balance carried forward	-	121	-	121	121

WATERFORD SCHOOL TRUST

NOTES TO THE ACCOUNTS at 31 December 2022 *continued*

11 SUMMARY OF MOVEMENTS IN FUNDS

	Unrestricted funds £	Restricted funds £	Endowment funds £	Total 31.12.22 £
Funds at 1 January 2022	89,031	-	689,609	778,640
Net movements in funds during the period as shown by the Statement of Financial Activities (on page 13)	<u>(5,007)</u>	<u>-</u>	<u>830</u>	<u>(4,177)</u>
Funds at 31 December 2022	<u>84,024</u>	<u>-</u>	<u>690,439</u>	<u>774,463</u>

Comparatives for movement in funds

	Unrestricted funds £	Restricted funds £	Endowment funds £	Total 31.12.21 £
Funds at 1 January 2021	93,932	-	689,297	783,229
Net movements in funds during the period as shown by the Statement of Financial Activities (on page 17)	<u>(4,901)</u>	<u>-</u>	<u>312</u>	<u>(4,589)</u>
Funds at 31 December 2021	<u>89,031</u>	<u>-</u>	<u>689,609</u>	<u>778,640</u>

The terms Unrestricted funds, Restricted funds and Expendable Endowment funds are explained in the Annual Report on page 6, as are the purposes for which the charity holds such funds.

The way in which income is allocated to the various funds is explained at note 1d on page 15.

12 RELATED PARTY TRANSACTIONS

There were no related party transactions.