

**HORNBIES FOUNDATION**

**CHARITY NUMBER 503802**

**TRUSTEES REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2020**

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**INDEPENDENT EXAMINERS REPORT TO THE TRUSTEES OF HORNBIES  
FOUNDATION FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2020**

I report on the accounts of the Trust for the year ended 31<sup>st</sup> December 2020 which are set out on pages 2 to 8.

**RESPECTIVE RESPONSIBILITIES OF TRUSTEES AND EXAMINER**

As the Charity's Trustees you are responsible for the preparation of the accounts, you consider that the audit requirement of section 144(2) of the Charities Act 2011 (the Act) does not apply and that an independent examination is needed. It is my responsibility to examine the accounts under Section 145 of the Act and to state, on the basis of procedures specified in the General Directions given by the Charity Commissioners under Section 145(5)(b) of the Act, whether particular matters have come to my attention.

**BASIS OF INDEPENDENT EXAMINERS REPORT**

My examination was carried out in accordance with the General Directions given by the Charity Commissioners. 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 Trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently I do not express an audit opinion on the view given by the accounts.

**INDEPENDENT EXAMINER'S STATEMENT**

In connection with my examinations, no matter has come to my attention:

- (1) which gives me reasonable cause to believe that in any material respect the requirements
- to keep accounting records in accordance with the Act, and
  - to prepare accounts which accord with the accounting records and to comply with the accounting requirements of the Act have not been met; or
- (2) to which in my opinion attention should be drawn in order to enable a proper understanding of the accounts to be reached.



I.C. HARRISON F.C.A

Rawcliffe and Co. Ltd, Unit 1 Barons Court, Graceways, Blackpool, FY4 5GP

Date: 14<sup>th</sup> April 2021

**STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDING 31<sup>ST</sup> DECEMBER 2020**


	Note	<u>2020</u>	<u>2019</u>	<u>2018</u>
<b><u>INCOMING RESOURCES</u></b>				
Covenanted and voluntary income	2	-	-	-
Investment income	3	66,635	65,620	65,749
Other Income	3	-	-	25,000
Realised gains		1,839	-	-
<b>TOTAL INCOME</b>		<u>68,474</u>	<u>65,620</u>	<u>90,749</u>
<b><u>RESOURCES EXPENDED</u></b>				
<b><u>Direct charitable</u></b>				
Charitable gifts and recoupment	9	52,000	35,000	25,000
<b><u>Other Expenditure</u></b>				
Management and administration	4	21,890	15,899	16,100
Work on farm properties		8,585	9,266	24,872
<b>TOTAL EXPENDITURE</b>		<u>82,475</u>	<u>60,165</u>	<u>65,972</u>
Net income/(deficiency) for the year		<u>(14,001)</u>	<u>5,455</u>	<u>24,777</u>
<b><u>STATEMENT OF OTHER RECOGNISED GAINS</u></b>				
Net capital/(deficiency) for the year		1,839	-	-
Net income/(deficiency) for the year		(15,840)	5,455	24,777
Investment gains/(losses):				
Unrealised		65,983	188,853	(43,932)
<b>NET MOVEMENT IN FUNDS FOR THE YEAR</b>		<u><b>51,983</b></u>	<u><b>194,308</b></u>	<u><b>(19,155)</b></u>

The notes on pages 4 to 8 form part of these accounts.

**BALANCE SHEET AS AT 31<sup>ST</sup> DECEMBER 2020**

	Note	<u>2020</u>	<u>2019</u>	<u>2018</u>
<b><u>FIXED ASSETS</u></b>				
Investments	5	4,743,461	4,667,587	4,469,871
<b><u>CURRENT ASSETS</u></b>				
Debtors	6	31,981	6,165	31,965
Cash at Bank and in hand		16,355	46,705	40,509
		48,336	52,870	72,474
Less:				
<b><u>CURRENT LIABILITIES</u></b>				
	7	20,789	1,431	17,627
<b>NET CURRENT ASSETS</b>				
		<u>£27,547</u>	<u>£51,439</u>	<u>£54,847</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>				
		<b><u>£4,771,008</u></b>	<b><u>£4,719,026</u></b>	<b><u>£4,524,718</u></b>
<b><u>CAPITAL</u></b>				
Permanent Endowed Fund	8	1,105	1,105	1,105
Unrestricted funds:				
Capital	8	2,626,102	2,558,280	2,369,427
Income	8	296,794	312,634	307,179
Revaluation reserve	8	1,847,007	1,847,007	1,847,007
		<b><u>£4,771,008</u></b>	<b><u>£4,719,026</u></b>	<b><u>£4,524,718</u></b>

Approved by the Trustees on 28<sup>th</sup> April 2021 and signed on their behalf

  
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 TRUSTEE

The notes on pages 4 to 8 form part of these accounts.

**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2020**

1. ACCOUNTING POLICIES

1.1 BASIS OF PREPARATION OF ACCOUNTS

The accounts are prepared under the historical cost convention and include the results of the charity's operations which are described in the Trustees Report and all of which are continuing.

The accounts have been prepared in accordance with the Statement of Recommended Practice for charity accounts.

The charity has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement on the grounds that it qualifies as a small charity.

1.2 TANGIBLE FIXED ASSETS FOR USE BY THE CHARITY

Tangible fixed assets for use by the charity are stated at cost less depreciation.

1.3 INVESTMENTS

Investments are stated at market value with the exception of investment properties which are to be revalued with sufficient regularity in line with FRS 102 regulations.

Realised and unrealised gains and losses on investments are dealt with in the statement of Financial Activities.

Investment income plus associated tax recoverable is credited to income on an accruals basis, using dates of payment for dividends and daily accrual for interest.

Land and buildings are shown at a valuation undertaken in December 2018 plus capital expenditure since that date.

1.4 INCOME

Voluntary income and donations are accounted for as received by the charity. No permanent endowments have been received in the period.

1.5 VALUE ADDED TAX

Value Added Tax is partially recoverable by the charity, otherwise it is included in the relevant costs in the Statement of Financial Activities.

1.6 MANAGEMENT AND ADMINISTRATION

Expenditure on management and administration of the charity includes all expenditure not directly related to the charitable activity.

**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2020**

**2. COVENANTED AND VOLUNTARY INCOME**

	<u>2020</u>	<u>2019</u>	<u>2018</u>
Donations from individuals	-	-	-
Donations from corporate sponsors	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>

**3. INVESTMENT & OTHER INCOME**

	<u>2020</u>	<u>2019</u>	<u>2018</u>
Rental income and way leaves	56,510	55,510	55,683
Income received	10,125	10,110	10,066
Grants received	-	-	25,000
	<u>£66,635</u>	<u>£65,620</u>	<u>£90,749</u>

**4. MANAGEMENT AND ADMINISTRATIVE EXPENDITURE**

	<u>2020</u>	<u>2019</u>	<u>2018</u>
Insurance	10,445	4,568	4,096
Accountancy charges	3,075	3,075	3,070
Clerks salary	3,000	3,120	3,030
Property management charges	5,370	4,895	5,219
Trustees expenses	-	241	685
	<u>£21,890</u>	<u>£15,899</u>	<u>£16,100</u>

**5. INVESTMENTS**

	<u>Cost or Revaluation</u>		
<b><u>5.1 INVESTMENT LAND AND BUILDINGS</u></b>	<u>2020</u>	<u>2019</u>	<u>2018</u>

The following investment properties are owned by the Trust:

1.1; Lower House & Marsh View Farms, PR4 ITS	850,000	850,000	850,000
1.2; South Greenhills Farm, PR4 3HR	775,000	775,000	775,000
1.3; Newton Hall Farm, PR4 3RT	700,000	700,000	700,000
1.4; 14.96 acres Land adj Bluecoat School, PR4 3RT	45,000	45,000	45,000
1.5; 16.59 acres at New Hey Lane, PR4 3SA	50,000	50,000	50,000
1.6; 80.50 acres at Wesham House Farm, PR4 3HD	725,000	725,000	725,000
1.7; Paddock Land at Bush Lane, PR4 1SA	20,000	20,000	20,000
	<u>£3,165,000</u>	<u>£3,165,000</u>	<u>£3,165,000</u>

The land and properties are shown at a valuation carried out by SHP Valuers Limited on 12<sup>th</sup> December 2018. The numbering corresponds to their numbering in the valuation report.

**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2020**

<u>5.2 INVESTMENTS – SHARES AND UNIT TRUSTS</u>		<u>2020</u>	<u>2019</u>	<u>2018</u>
13,794.72	COIF Income Shares	248,462	233,527	198,103
670.87	COIF Accumulation Shares	138,604	126,248	103,783
1,933.91	COIF Accumulation Shares	399,552	363,934	299,175
752.29	ASI American Equity Fund A Acc	25,393	22,438	17,706
5,400.40	Artemis UK Growth Fund Class R Accumulation	33,482	31,916	24,226
16,955.31	Baring Strategic Bond Fund (Income Units)	20,516	21,025	19,346
10,510.15	Fidelity Sustainable European Equity Fund A-Accumulation	58,594	53,567	45,830
359.53	Fidelity Global Special Situations Fund A	18,473	15,805	13,026
10,408.79	Fidelity Money Builder Dividend Fund A-Income	22,400	27,167	23,815
59.60	Fidelity Money Builder Dividend Fund A-Income	73	88	54
2,407.74	Fidelity South East Asia Fund Accumulation	44,351	35,972	29,904
359.53	Fidelity Special Situation Fund A	13,148	15,050	12,461
3,368.794	AXA Framlington American Growth Fund R Accumulation	34,766	26,401	20,125
2,852.46	GAM UK equity income	23,732	28,496	25,815
-	HSBC UK Growth & Income fund (Retail Income)	-	8,746	7,716
11,401.52	HSBC UK Growth & Income Fund (Income C)	7,116	-	-
-	JPM Japan Fund A Accumulation	-	6,727	5,421
1,278.51	JPM Japan Fund B Accumulation	9,320	-	-
8,001.48	JPM UK Equity Growth Fund B Accumulation	12,482	-	-
23,750.00	M&G Gilt & Fixed Interest Income Fund	25,448	23,869	23,009
157.97	M&G Charifund - Equities Investment Fund for Charities Accumulation	38,486	44,184	35,925
973.00	M&G Charifund - Income Shares	13,355	16,159	13,856
26,225.49	Schroder UK Equity Fund Z Income	16,459	20,243	18,387
8,125.19	SUTL Cazenove Charity Equity Value Fund A Income	28,601	34,126	32,606
4,161.34	Threadneedle American Select Fund Retail Net Accumulation	18,476	15,439	11,985
-	Funds disposal - further information pending	(12,314)	-	-
		<b>£1,238,975</b>	<b>£1,171,127</b>	<b>£982,274</b>

	<u>Market value</u>	<u>Market value</u>	<u>Market value</u>
COIF Shares	786,618	723,709	601,061
Other investments	452,357	447,418	381,213
	<b>£1,238,975</b>	<b>£1,171,127</b>	<b>£982,274</b>
<b>5.3. <u>INVESTMENTS - OTHER</u></b>	<u>2020</u>	<u>2019</u>	<u>2018</u>
COIF - Charity Deposit Account	339,486	331,460	322,597
	<b>£339,486</b>	<b>£331,460</b>	<b>£322,597</b>
<b>5.4 <u>SUMMARY</u></b>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Investment land & buildings	3,165,000	3,165,000	3,165,000
Investments – shares and unit trusts	1,238,975	1,171,127	982,274
Investments – other	339,486	331,460	322,597
	<b>£4,743,461</b>	<b>£4,667,587</b>	<b>£4,469,871</b>
<b>6. <u>DEBTORS</u></b>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Due within one year:			
Rent debtor	31,981	6,165	31,965
	<b>£31,981</b>	<b>£6,165</b>	<b>£31,965</b>
<b>7. <u>CREDITORS</u></b>	<u>2020</u>	<u>2019</u>	<u>2018</u>
VAT liability	1,450	933	1,309
Trade creditors	19,339	498	16,318
	<b>£20,789</b>	<b>£1,431</b>	<b>£17,627</b>
<b>8. <u>FUNDS OF THE CHARITY</u></b>			
<b>8.1 <u>PERMANENT ENDOWMENT FUND</u></b>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Legacy from John Hornby on 13 <sup>th</sup> June 1730	<b>£1,105</b>	<b>£1,105</b>	<b>£1,105</b>
<b>8.2. <u>UNRESTRICTED FUNDS – CAPITAL</u></b>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Funds brought forward	2,558,280	2,369,427	2,413,359
Realised gains/(losses)	1,839	-	-
Unrealised gains/(losses)	65,983	188,853	(43,932)
Funds carried forward	<b>£2,626,102</b>	<b>£2,558,280</b>	<b>£2,369,427</b>
<b>8.3 <u>UNRESTRICTED FUNDS – INCOME</u></b>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Funds brought forward	312,634	307,179	282,402
Net income/(deficiency) for the year	(15,840)	5,455	24,777
Funds carried forward	<b>£296,794</b>	<b>£312,634</b>	<b>£307,179</b>
<b>8.4 <u>UNRESTRICTED FUNDS – REVALUATION</u></b>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Revaluation reserve brought forward	1,847,007	1,847,007	-
Investment land and buildings revaluation	-	-	1,847,007
Funds carried forward	<b>£1,847,007</b>	<b>£1,847,007</b>	<b>£1,847,007</b>

9. CHARITABLE GIFTS & RECOUPMENTS

These are as follows:

Newton Bluecoat

<u>2020</u>	<u>2019</u>	<u>2018</u>
52,000	35,000	25,000
<b><u>£52,000</u></b>	<b><u>£35,000</u></b>	<b><u>£25,000</u></b>

**HORNBIES FOUNDATION**  
**CHARITY INFORMATION**

Appendix 1

**TRUSTEES**

Mrs. E.R. Hardman  
11 Hornby Drive  
NEWTON WITH SCALES  
Preston  
PR4 3TR

Mr. T.J. Parkinson  
Church Farm  
Blackpool Road  
Newton with Scales  
Preston  
PR4 3RJ

Mr. C. Bannister  
26 Southlands  
Kirkham  
PRESTON  
PR4 2TR

Mr. J. Waite  
57 Edwinstowe Road  
LYTHAM ST. ANNES  
FY8 4BG

Mrs. J.C. Benson  
Coronation Villa  
Moor Hall Lane  
NEWTON WITH SCALES  
Preston  
PR4 3RY

Mr. M. Tomlinson  
Salwick Hall Farm  
SALWICK  
Preston  
PR4 OYJ

Mrs. R. Cartwright  
10 Dixon Farm Mews  
CLIFTON  
Preston  
Lancashire

Mr. W. Winlow,  
32 Hill Crescent,  
Newton with Scales  
Preston,  
PR4 3TR

Mr. R. Tomlinson  
Marsh Farm  
Clifton  
Preston  
PR4 0XE

Mr. M. Gornall  
Autumn Fold  
Thames Street  
Newton  
Preston  
PR4 3RH

Mr. G. Fogden  
The Gables  
New Hey Lane  
Newton with Scales  
Preston  
PR4 3SB

**CHARITY NUMBER**

503802

**CHARITY OFFICES**

C/o Vincent Solicitors,  
25 Park Street,  
Lytham,  
Lancashire,  
FY8 5LU,

**INDEPENDENT EXAMINER**

I.C. Harrison F.C.A.  
Rawcliffe and Co. Ltd,  
Unit 1 Barons Court,  
Graceways,  
Blackpool,  
FY4 5GP

**BANKERS**

Halifax Plc,  
Trinity Road,  
Halifax,  
West Yorkshire,  
HX1 2RG

**HORNBIES FOUNDATION**  
**CHARITABLE TRUST**

Appendix 2

**TRUSTEES' REPORT FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2020**

The Trustees present their report and accounts for the year ended 31<sup>st</sup> December 2020.

**TRUSTEES**

The Trustees named on appendix 1 have served during the year. Appointment is governed by the Trust Deed of The Charity. The Trustees are authorised to appoint new Trustees to fill vacancies arising through resignation or death of an existing Trustee.

**INVESTMENT POWERS**

The Trust Deed authorises the Trustees to make and hold investments which it does at present and which are detailed in the accounts. These investments have been acquired in accordance with the powers available to the Trustees.

**CONSTITUTION, OBJECTS AND POLICIES**

The Charitable Trust is constituted by Trust Deed which entitles the Trust fund and income produced to be used for the charitable purposes as set out in the trust deed. Since the inception of the Trust the main area of funding has been in assisting the development and needs of the school. The policy of the Charitable Trust is to review on a regular basis requests for financial assistance which meet the objectives and criteria of the Trust. Funds for distribution being made from the income produced from the Charitable Trusts investments. The assets of the Charitable Trust are held in order to produce funds for distribution.

**DEVELOPMENT, ACTIVITIES AND ACHIEVEMENTS**

The Trustees consider that the performance of the charity this year has been most satisfactory. The Trustees are also pleased that the Trust has been able to provide ongoing support for the school.

**FINANCIAL REVIEW**

The Charitable Trust does not ask for donations from individuals or organisations, however, they would be gratefully received.

**FUTURE DEVELOPMENTS**

The Trustees are constantly reviewing the performance of the Charity's investments and in the light of this, it may be necessary from time to time to dispose of such investments and re-invest as the Trustees or its advisors see fit to do so.

## STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees are required under the Charities Act 2011 to prepare financial statements for each financial year which give a true and fair view of the charity's financial activities during the year and of its financial position at the end of the year (unless the charity is entitled to prepare accounts on the alternative receipts and payments basis). In preparing financial statements giving a true and fair view the Trustees should follow best practice and:

- a. select suitable accounting policies and apply them consistently;
- b. make judgements and estimates that are reasonable and prudent;
- c. state whether applicable accounting standards and statements of recommended practice have been followed, subject to any departures disclosed and explained in the financial statements;
- d. prepare the financial statements on a going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The Trustees are responsible for keeping accounting records which disclose with reasonable accuracy the financial position of the charity and which enable them to ascertain the financial position of the charity and which enable them to ensure that the financial statements comply with applicable laws and regulations. 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.

### APPROVAL

*M. H. Zamkisa* *M. H. Zamkisa*

This report was approved by the Trustees on 28<sup>th</sup> April 2021 and signed on their behalf.

### TRUSTEE

Date:

*28<sup>th</sup> April 2021*