

**HORNBIES FOUNDATION**

**CHARITY NUMBER 503802**

**TRUSTEES REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2021**

**CONTENTS**

PAGE

1. Independent Examiners Report
2. Statement of Financial Activities
3. Balance Sheet
- 4 – 8 Notes to the Accounts

APPENDIX

1. Charity Information
2. Trustees Report

**HORNBIES FOUNDATION**

Page 1

**INDEPENDENT EXAMINERS REPORT TO THE TRUSTEES OF HORNBIES  
FOUNDATION FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2021**

I report on the accounts of the Trust for the year ended 31<sup>st</sup> December 2021 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.

DocuSigned by:  
  
C7833CADD4DD423...  
I.C. HARRISON F.C.A

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

Date: 27<sup>th</sup> September 2022

**HORNBIES FOUNDATION**

Page 2

**STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDING 31<sup>ST</sup>  
DECEMBER 2021**

	<u>Note</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
<b><u>INCOMING RESOURCES</u></b>				
Covenanted and voluntary income	2	-	-	-
Investment income	3	71,893	66,635	65,620
Other Income	3	10,000	-	-
Realised gains		31,868	1,839	-
<b>TOTAL INCOME</b>		<b>113,761</b>	<b>68,474</b>	<b>65,620</b>
<b><u>RESOURCES EXPENDED</u></b>				
<b><u>Direct charitable</u></b>				
Charitable gifts and recoupment	9	25,000	52,000	35,000
<b><u>Other Expenditure</u></b>				
Management and administration	4	20,701	21,890	15,899
Work on farm properties		28,834	8,585	9,266
<b>TOTAL EXPENDITURE</b>		<b>74,535</b>	<b>82,475</b>	<b>60,165</b>
Net income/(deficiency) for the year		39,226	(14,001)	5,455
<b><u>STATEMENT OF OTHER RECOGNISED GAINS</u></b>				
Unrealised investment gains/(losses):		144,204	65,983	188,853
<b>NET MOVEMENT IN FUNDS FOR THE YEAR</b>		<b>183,430</b>	<b>51,982</b>	<b>194,308</b>

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

**HORNBIES FOUNDATION**

Page 3

**BALANCE SHEET AS AT 31<sup>ST</sup> DECEMBER 2021**

	<u>Note</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
<b><u>FIXED ASSETS</u></b>				
Investments	5	4,926,783	4,743,461	4,667,587
<b><u>CURRENT ASSETS</u></b>				
Debtors	6	28,236	31,981	6,165
Cash at Bank and in hand		16,223	16,355	46,705
		44,459	48,336	52,870
Less:				
<b><u>CURRENT LIABILITIES</u></b>				
	7	16,804	20,789	1,431
<b>NET CURRENT ASSETS</b>				
		£27,655	£27,547	£51,439
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>				
		<b>4,954,438</b>	<b>£4,771,008</b>	<b>£4,719,026</b>
<b><u>CAPITAL</u></b>				
Permanent Endowed Fund	8	1,105	1,105	1,105
Unrestricted funds:				
Capital	8	2,768,467	2,624,263	2,558,280
Income	8	337,859	298,633	312,634
Revaluation reserve	8	1,847,007	1,847,007	1,847,007
		<b>£4,954,438</b>	<b>£4,771,008</b>	<b>£4,719,026</b>

Approved by the Trustees on 27<sup>th</sup> September 2022 and signed on their behalf

DocuSigned by:  
  
 FF5511B0C8C6475...  
 TRUSTEE

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

**HORNBIES FOUNDATION****NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2021****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.

**HORNBIES FOUNDATION****NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2021****2. COVENANTED AND VOLUNTARY INCOME**

	<u>2021</u>	<u>2020</u>	<u>2019</u>
Donations from individuals	-	-	-
Donations from corporate sponsors	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>

**3. INVESTMENT & OTHER INCOME**

	<u>2021</u>	<u>2020</u>	<u>2019</u>
Rental income	55,510	56,510	55,510
Income received including way leaves	16,383	10,125	10,110
Option to purchase land development	10,000	-	-
	<u>£81,893</u>	<u>£66,635</u>	<u>£65,620</u>

**4. MANAGEMENT AND ADMINISTRATIVE EXPENDITURE**

	<u>2021</u>	<u>2020</u>	<u>2019</u>
Insurance	5,971	10,445	4,568
Accountancy charges	3,075	3,075	3,075
Legal and professional fees	2,300	-	-
Clerks salary	3,000	3,000	3,120
Property management charges	6,150	5,370	4,895
Trustees expenses	205	-	241
	<u>£20,701</u>	<u>£21,890</u>	<u>£15,899</u>

**5. INVESTMENTS**

	<u>Cost or Revaluation</u>		
<u>5.1 INVESTMENT LAND AND BUILDINGS</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>

The following investment properties are owned by the Trust:

1.1; Lower House & Marsh View Farms, PR4 1TS	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.

**HORNBIES FOUNDATION****NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2021**

5.2 <u>INVESTMENTS – SHARES AND UNIT TRUSTS</u>		<u>2021</u>	<u>2020</u>	<u>2019</u>
13,794.72	COIF Income Shares	283,708	248,462	233,527
670.87	COIF Accumulation Shares	162,701	138,604	126,248
1,933.91	COIF Accumulation Shares	469,017	399,552	363,934
752.29	ASI American Equity Fund A Acc	31,880	25,393	22,438
-	Artemis UK Growth Fund Class R Accumulation	-	33,482	31,916
5,381.993	Artemis UK Select Fund Class 'C' Accumulation Units	39,611	-	-
16,955.31	Barings Strategic Bond Fund (Income Units)	19,448	20,516	21,025
10,502.93	Fidelity Sustainable European Equity Fund A-Accumulation	58,554	58,594	53,567
359.53	Fidelity Global Special Situations Fund A	21,388	18,473	15,805
10,408.79	Fidelity MoneyBuilder Dividend	25,387	22,400	27,167
44.480	Fidelity Money Builder Dividend Fund A-Income	64	73	88
2,407.74	Fidelity South East Asia Fund Accumulation	41,293	44,351	35,972
359.53	Fidelity Special Situation Fund A	16,143	13,148	15,050
3,368.794	AXA Framlington American Growth Fund R Accumulation	34,766	34,766	26,401
2,852.46	GAM UK equity income	29,323	23,732	28,496
-	HSBC UK Growth & Income fund (Retail Income)	-	-	8,746
11,401.52	HSBC UK Growth & Income Fund (Income C)	7,978	7,116	-
-	JPM UK Strategic Fund A Accumulation	-	-	-
-	JPM Japan Fund A Accumulation	-	-	6,727
1,278.51	JPM Japan Fund B Accumulation	9,116	9,320	-
8,001.48	JPM UK Equity Growth Fund B Accumulation	14,883	12,482	-
23,750.00	M&G Gilt & Fixed Interest Income Fund	23,990	25,448	23,869
157.97	M&G Charifund - Equities Investment Fund for Charities Accumulation	45,819	38,486	44,184
973.00	M&G Charifund - Income Shares	15,142	13,355	16,159
-	Perpetual High Income Fund - Income Shares	-	-	-
-	Perpetual Japan Growth Accumulated	-	-	-
26,225.49	Schroder UK Equity Fund Z Income	18,347	16,459	20,243
8,125.19	SUTL Cazenove Charity Equity Value Fund A Income	35,913	28,601	34,126
4,161.34	Threadneedle American Select Fund Retail Net Accumulation	22,804	18,476	15,439

- Funds disposal - further information pending	(12,314)	(12,314)	-
	<b>£1,414,961</b>	<b>£1,238,975</b>	<b>£1,171,127</b>
	<b><u>Market value</u></b>	<b><u>Market value</u></b>	<b><u>Market value</u></b>
COIF Shares	915,426	786,618	723,709
Other investments	499,535	452,357	447,418
	<b>£1,414,961</b>	<b>£1,238,975</b>	<b>£1,171,127</b>

### 5.3. INVESTMENTS - OTHER

#### COIF - Charity Deposit Account

<u>2021</u>	<u>2020</u>	<u>2019</u>
346,822	339,486	331,460
<b>£346,822</b>	<b>£339,486</b>	<b>£331,460</b>

### 5.4 SUMMARY

Investment land & buildings  
Investments – shares and unit trusts  
Investments – other

<u>2021</u>	<u>2020</u>	<u>2019</u>
3,165,000	3,165,000	3,165,000
1,414,961	1,238,975	1,171,127
346,822	339,486	331,460
<b>£4,926,783</b>	<b>£4,743,461</b>	<b>£4,667,587</b>

### 6. DEBTORS

Due within one year:

Rent debtor  
VAT debtor

<u>2021</u>	<u>2020</u>	<u>2019</u>
27,555	31,981	6,165
681	-	-
<b>£28,236</b>	<b>£31,981</b>	<b>£6,165</b>

### 7. CREDITORS

VAT liability  
Trade creditors

<u>2021</u>	<u>2020</u>	<u>2019</u>
-	1,450	933
16,804	19,339	498
<b>£16,804</b>	<b>£20,789</b>	<b>£1,431</b>

### 8. FUNDS OF THE CHARITY

#### 8.1 PERMANENT ENDOWMENT FUND

Legacy from John Hornby on 13<sup>th</sup> June 1730

<u>2021</u>	<u>2020</u>	<u>2019</u>
<b>£1,105</b>	<b>£1,105</b>	<b>£1,105</b>

#### 8.2. UNRESTRICTED FUNDS – CAPITAL

Funds brought forward  
Unrealised gains/(losses)  
Funds carried forward

<u>2021</u>	<u>2020</u>	<u>2019</u>
2,624,263	2,558,280	2,369,427
144,204	65,983	188,853
<b>£2,768,467</b>	<b>£2,624,263</b>	<b>£2,558,280</b>

#### 8.3 UNRESTRICTED FUNDS – INCOME

Funds brought forward  
Net income/(deficiency) for the year  
Funds carried forward

<u>2021</u>	<u>2020</u>	<u>2019</u>
298,633	312,634	307,179
39,226	(14,001)	5,455
<b>£337,859</b>	<b>£298,633</b>	<b>£312,634</b>

**8.4 UNRESTRICTED FUNDS – REVALUATION**

	<u>2021</u>	<u>2020</u>	<u>2019</u>
Revaluation reserve brought forward	1,847,007	1,847,007	1,847,007
Funds carried forward	<b><u>£1,847,007</u></b>	<b><u>£1,847,007</u></b>	<b><u>£1,847,007</u></b>

**9. CHARITABLE GIFTS & RECOUPMENTS**

	<u>2021</u>	<u>2020</u>	<u>2019</u>
These are as follows:			
Newton Bluecoat	25,000	52,000	35,000
	<b><u>£25,000</u></b>	<b><u>£52,000</u></b>	<b><u>£35,000</u></b>

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

Appendix 1

**TRUSTEES**

Mrs. E.R. Hardman  
 11 Hornby Drive  
 Newton with Scales  
 Preston  
 PR4 3TR

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

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

Mrs. J.C. Benson  
 Coronation Villa  
 Moor Hall Lane  
 Newton with Scales  
 Preston  
 PR4 3RY

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

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

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

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

Mr. M. Tomlinson  
 Salwick Hall Farm  
 Salwick  
 Preston  
 PR4 0YJ

Mr. J.C. Mathews  
 15 Beaumont Gardens  
 Poulton-le-Fylde  
 Lancashire  
 FY6 7NX

Cllr. P. Rigby  
 Wrea Brook Farm  
 Wrea Brook Lane  
 Bryning  
 Kirkham  
 Preston  
 PR4 3PP

**CHARITY NUMBER**

503802

**CHARITY OFFICES**

C/o Vincent Solicitors,  
 25 Park Street,  
 Lytham,  
 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 2021**

The Trustees present their report and accounts for the year ended 31<sup>st</sup> December 2021.

**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

This report was approved by the Trustees on 27<sup>th</sup> September 2022 and signed on their behalf.

TRUSTEE  FF5511B0CBC6475...

Date: 27 September 2022