

Charity registration number: 510668

William Hulme's Grammar School Foundation

Annual Report and Financial Statements

for the Year Ended 31 August 2021

A J McLaren FCA
Beever and Struthers
St. George's House
215-219 Chester Road
Manchester
M15 4JE

William Hulme's Grammar School Foundation

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William Hulme's Grammar School Foundation

Reference and Administrative Details

Trustees	J D Marsden K Platts D Barnes B Kumeta D W Homer (deceased 3 October 2020) K E M Robson H Beck (resigned 18 March 2021)
Principal Office	Spring Bridge Road Manchester M16 8PR
Charity Registration Number	510668
Independent Examiner	A J McLaren FCA Beever and Struthers St. George's House 215-219 Chester Road Manchester M15 4JE

William Hulme's Grammar School Foundation

Trustees' Report

The trustees present the annual report together with the financial statements of the charity for the year ended 31 August 2021.

Objectives and activities

Public benefit

The object of the Trust is to advance the education of children and young people in Manchester in any way that the Charity trustees think fit.

The trustees confirm that they have complied with the requirements of section 4 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

Financial review

Policy on reserves

The Trust has two types of unrestricted funds: trust funds and company funds held within the trading company. In addition there are also restricted funds to support repair projects within the Academy.

The company funds relate to surpluses generated by the Trust's associated trading company. It is the policy of the Trustees to minimise taxation liabilities through taking advantage of the gift aid provisions and surpluses generated from these activities are transferred by gift aid to the Academy. This fund has no restrictions on its use by Trustees.

The funds held at 31 August 2021 amounted to £xx,xxx in restricted funds and £xxx,xxx in unrestricted funds.

The Charity Commission's definition of free reserves excludes the following items:

Permanent endowment funds

Restricted income funds

Designated funds

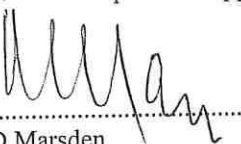
Fixed assets held for Charity use which could only be realised by disposal.

Structure, governance and management

Nature of governing document

The Trust is governed by Tust deed N1 167 28.9.77 CCx93 which was sealed on 26 October 1979 as varied by scheme dated 30 April 1986 and varied by scheme dated 23 December 1997 and orders executed 14 February 2007, 8 March 2007 and 20 April 2007.

The annual report was approved by the trustees of the charity on 30 May 2022 and signed on its behalf by:


.....
J D Marsden
Trustee

William Hulme's Grammar School Foundation

Statement of Trustees' Responsibilities

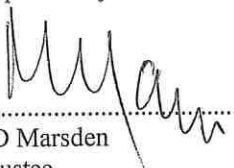
The trustees are responsible for preparing the trustees' report and the financial statements in accordance with the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

The law applicable to charities 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 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, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the constitution. The trustees are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the trustees of the charity on 30 May 2022 and signed on its behalf by:


.....
J D Marsden
Trustee

William Hulme's Grammar School Foundation

Independent Examiner's Report to the trustees of William Hulme's Grammar School Foundation

I report on the accounts of the charity for the year ended 31 August 2021 which are set out on pages 5 to 13.

Respective responsibilities of trustees and examiner

The trustees are responsible for the preparation of the accounts. The trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed. The charity's gross income exceeded £250,000 and I am qualified to undertake the examination by being a qualified member of .

It is my responsibility to:

- examine the accounts under section 145 of the 2011 Act;
- to follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the 2011 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 trustees 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 next statement.

Independent examiner's statement

In connection with my examination, 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 section 130 of the Charities Act 2011; and
- to prepare accounts which accord with the accounting records and comply with the accounting requirements of the 2011 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.


.....
A J McLaren FCA

Beever and Struthers
St. George's House
215-219 Chester Road
Manchester
M15 4JE

30 May 2022

William Hulme's Grammar School Foundation

Statement of Financial Activities for the Year Ended 31 August 2021

	Note	Unrestricted funds £	Restricted funds £	Total 2021 £
Income and Endowments from:				
Donations and legacies		49,935	9,846	59,781
Charitable activities		1,285	-	1,285
Investment income	3	35,076	-	35,076
Other income		<u>160,269</u>	<u>-</u>	<u>160,269</u>
Total Income		<u>246,565</u>	<u>9,846</u>	<u>256,411</u>
Expenditure on:				
Charitable activities		(87,121)	(40,000)	(127,121)
Other expenditure	6	<u>(17,131)</u>	<u>-</u>	<u>(17,131)</u>
Total Expenditure		<u>(104,252)</u>	<u>(40,000)</u>	<u>(144,252)</u>
Net movement in funds		142,313	(30,154)	112,159
Reconciliation of funds				
Total funds brought forward		<u>14,710,607</u>	<u>59,342</u>	<u>14,769,949</u>
Total funds carried forward	12	<u>14,852,920</u>	<u>29,188</u>	<u>14,882,108</u>
		Unrestricted funds £	Restricted funds £	Total 2020 £
Income and Endowments from:				
Donations and legacies		46,964	9,267	56,231
Charitable activities		816	-	816
Investment income	3	54,033	-	54,033
Other income		<u>24,599</u>	<u>-</u>	<u>24,599</u>
Total Income		<u>126,412</u>	<u>9,267</u>	<u>135,679</u>
Expenditure on:				
Charitable activities		(87,849)	(49,018)	(136,867)
Other expenditure	6	<u>(8,990)</u>	<u>-</u>	<u>(8,990)</u>
Total Expenditure		<u>(96,839)</u>	<u>(49,018)</u>	<u>(145,857)</u>
Net movement in funds		29,573	(39,751)	(10,178)
Reconciliation of funds				
Total funds brought forward		<u>14,681,034</u>	<u>99,093</u>	<u>14,780,127</u>
Total funds carried forward	12	<u>14,710,607</u>	<u>59,342</u>	<u>14,769,949</u>

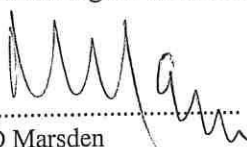
All of the charity's activities derive from continuing operations during the above two periods.
The funds breakdown for 2020 is shown in note 12.

William Hulme's Grammar School Foundation

**(Registration number: 510668)
Balance Sheet as at 31 August 2021**

	Note	2021 £	2020 £
Fixed assets			
Investments	9	14,860,985	14,737,805
Current assets			
Debtors	10	60,653	34,125
Cash at bank and in hand		<u>131,275</u>	<u>93,159</u>
		191,928	127,284
Creditors: Amounts falling due within one year	11	<u>(220,122)</u>	<u>(95,140)</u>
Net current (liabilities)/assets		<u>(28,194)</u>	<u>32,144</u>
Net assets		<u>14,832,791</u>	<u>14,769,949</u>
Funds of the charity:			
Restricted funds		<u>29,188</u>	<u>59,342</u>
Unrestricted income funds			
General funds		1,590,542	1,448,229
Other unrestricted funds		<u>13,262,378</u>	<u>13,262,378</u>
Total unrestricted funds		<u>14,852,920</u>	<u>14,710,607</u>
Total funds	12	<u>14,882,108</u>	<u>14,769,949</u>

The financial statements on pages 5 to 13 were approved by the trustees, and authorised for issue on 30 May 2022 and signed on their behalf by:


.....
J D Marsden
Trustee

William Hulme's Grammar School Foundation

Notes to the Financial Statements for the Year Ended 31 August 2021

1 Accounting policies

Statement of compliance

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 applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

Basis of preparation

William Hulme's Grammar School Foundation meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Going concern

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

Income and endowments

Voluntary income including donations, gifts, legacies and grants that provide core funding or are of a general nature is recognised when the charity has entitlement to the income, it is probable that the income will be received and the amount can be measured with sufficient reliability.

Donations and legacies

Donations and legacies are recognised on a receivable basis when receipt is probable and the amount can be reliably measured.

Investment income

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank. Dividends are recognised once the dividend has been declared and notification has been received of the dividend due.

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

William Hulme's Grammar School Foundation

Notes to the Financial Statements for the Year Ended 31 August 2021

Support costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources.

Governance costs

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including independent examination, strategic management and trustees's meetings and reimbursed expenses.

Taxation

As a registered charity, the Trust is not subject to taxation. However, provision is made for corporation tax on any uncovenanted trading profits generated by WHGS Activities Limited. deferred taxation is provided using the liability method on all timing differences which are expected to reverse without being replaced, calculated at the rate at which it is anticipated the timing differences will reverse.

Investment properties

The main land and buildings of the school were conveyed to the Foundation, at no cost, under the terms of the Scheme for Hulme Trust estates (Educational) Charity sealed on 26 October 1979. These assets are therefore included in the balance sheet at valuation. Subsequent expenditure on specific major building projects is initially included in the accounts at cost.

The land and buildings of the Foundation are leased to the William Hulme's Academy for use in running of the school. As a result of this any capitalised expenditure has been reclassified as investment properties and is valued on a depreciated replacement cost basis.

Fixed asset investments

Unlisted equity investments are initially recorded at cost, and subsequently measured at fair value. If fair value cannot be reliably measured, assets are measured at cost less impairment.

Listed investments are measured at fair value with changes in fair value being recognised in income or expenditure.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Fund structure

Unrestricted income funds are general funds that are available for use at the trustees's discretion in furtherance of the objectives of the charity.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

William Hulme's Grammar School Foundation

Notes to the Financial Statements for the Year Ended 31 August 2021

Operating leases

Rental income from operating leases is recognised on a straight line basis over the term of the lease. The aggregate cost of lease incentives are recognised as a reduction to income over the lease term on a straight line basis. Costs, including depreciation, incurred in earning the lease income are recognised as an expense. Any initial direct costs incurred in negotiating and arranging the operating lease are added to the carrying amount of the lease and recognised as an expense over the lease term on the same basis as the lease income.

Financial instruments

Classification

Financial assets and financial liabilities are recognised when the charity becomes a party to the contractual provisions of the instrument.

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

Recognition and measurement

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transaction. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets and liabilities are only offset in the statement of financial position when, and only when there exists a legally enforceable right to set off the recognised amounts and the charity intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Financial assets are derecognised when and only when a) the contractual rights to the cash flows from the financial asset expire or are settled, b) the charity transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the charity, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party.

Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

2 Income from donations and legacies

	Unrestricted funds	Restricted funds	Total 2021	Total 2020
	General £	£	£	£
Donations and legacies;				
Received from Hulme Trust Estates (Educational Charity)	49,825	9,846	59,671	56,161
Friends of WHGS	110	-	110	70
	<u>49,935</u>	<u>9,846</u>	<u>59,781</u>	<u>56,231</u>

William Hulme's Grammar School Foundation

Notes to the Financial Statements for the Year Ended 31 August 2021

3 Investment income

	Unrestricted funds	Total 2021 £	Total 2020 £
	General £		
Income from dividends;			
Dividends receivable from listed investments	8,794	8,794	9,499
Interest receivable and similar income;			
Interest receivable on bank deposits	29	29	134
Covenant income from WHGS Activites Limited	26,253	26,253	44,400
	<u>35,076</u>	<u>35,076</u>	<u>54,033</u>

4 Other income

	Unrestricted funds	Total 2021 £	Total 2020 £
	General £		
Income from associated charities and JC Deceaux	59,317	59,317	38,100
Realised & Unrealised gains/(losses) on investments	100,952	100,952	(26,001)
Nursery rental income	-	-	12,500
	<u>160,269</u>	<u>160,269</u>	<u>24,599</u>

5 Expenditure on charitable activities

	Note	Unrestricted funds	Restricted funds £	Total 2021 £	Total 2020 £
		General £			
Grants to WHGS Academy		83,521	40,000	123,521	133,267
Governance costs		3,600	-	3,600	3,600
		<u>87,121</u>	<u>40,000</u>	<u>127,121</u>	<u>136,867</u>

William Hulme's Grammar School Foundation

Notes to the Financial Statements for the Year Ended 31 August 2021

6 Other expenditure

	Unrestricted funds	Total 2021	Total 2020
	General £	£	£
Allocated support costs	17,131	17,131	8,990
	17,131	17,131	8,990

7 Net incoming/outgoing resources

Net incoming/(outgoing) resources for the year include:

	2021	2020
	£	£
Independent examination fee	3,600	3,600

William Hulme's Grammar School Foundation

Notes to the Financial Statements for the Year Ended 31 August 2021

8 Taxation

The charity is a registered charity and is therefore exempt from taxation.

9 Fixed asset investments

	2021 £	2020 £	
Other investments	<u>14,860,985</u>	<u>14,737,805</u>	
Other investments			
	Listed investments £	Investment property £	Total £
Cost or Valuation			
At 1 September 2020	431,346	14,306,459	14,737,805
Additions	129,155	-	129,155
Disposals	<u>(88,133)</u>	<u>-</u>	<u>(88,133)</u>
At 31 August 2021	<u>472,368</u>	<u>14,306,459</u>	<u>14,778,827</u>
Realised and unrealised (gains)/losses			
Realised and unrealised (gains)/losses	<u>(82,158)</u>	<u>-</u>	<u>(82,158)</u>
At 31 August 2021	<u>(82,158)</u>	<u>-</u>	<u>(82,158)</u>
Net book value			
At 31 August 2021	<u>554,526</u>	<u>14,306,459</u>	<u>14,860,985</u>
At 31 August 2020	<u>431,346</u>	<u>14,306,459</u>	<u>14,737,805</u>

10 Debtors

	2021 £	2020 £
Trade debtors	850	575
Accrued income	59,803	33,551
Other debtors	<u>-</u>	<u>(1)</u>
	<u>60,653</u>	<u>34,125</u>

11 Creditors: amounts falling due within one year

	2021 £	2020 £
Other creditors	1,198	-
Accruals	<u>218,924</u>	<u>95,140</u>
	<u>220,122</u>	<u>95,140</u>

William Hulme's Grammar School Foundation

Notes to the Financial Statements for the Year Ended 31 August 2021

12 Funds

	Balance at 1 September 2020 £	Incoming resources £	Resources expended £	Balance at 31 August 2021 £
Unrestricted funds				
General	1,448,229	246,565	(104,252)	1,590,542
Revaluation Reserve	<u>13,262,378</u>	<u>-</u>	<u>-</u>	<u>13,262,378</u>
Total unrestricted funds	14,710,607	246,565	(104,252)	14,852,920
Restricted funds	<u>59,342</u>	<u>9,846</u>	<u>(40,000)</u>	<u>29,188</u>
Total funds	<u><u>14,769,949</u></u>	<u><u>256,411</u></u>	<u><u>(144,252)</u></u>	<u><u>14,882,108</u></u>
	Balance at 1 September 2019 £	Incoming resources £	Resources expended £	Balance at 31 August 2020 £
Unrestricted funds				
<i>General</i>				
General	1,418,656	126,412	(96,839)	1,448,229
Revaluation reserve	<u>13,262,378</u>	<u>-</u>	<u>-</u>	<u>13,262,378</u>
	14,681,034	126,412	(96,839)	14,710,607
Restricted funds				
Restricted	<u>99,093</u>	<u>9,267</u>	<u>(49,018)</u>	<u>59,342</u>
Total funds	<u><u>14,780,127</u></u>	<u><u>135,679</u></u>	<u><u>(145,857)</u></u>	<u><u>14,769,949</u></u>

13 Analysis of net assets between funds

	Unrestricted funds	Restricted funds	Total funds
	General £	£	£
Fixed asset investments	14,860,985	-	14,860,985
Current assets	162,740	29,188	191,928
Current liabilities	<u>(220,122)</u>	<u>-</u>	<u>(220,122)</u>
Total net assets	<u><u>14,803,603</u></u>	<u><u>29,188</u></u>	<u><u>14,832,791</u></u>