

WHITGIFTIAN ASSOCIATION

Accounts

for the Year Ended 31 August 2014

The McCay Partnership
Chartered Accountants and Registered Auditors
Unit 24
Capital Business Centre
22 Carlton Road
South Croydon
Surrey CR2 0BS

**WHITGIFTIAN ASSOCIATION
INDEPENDENT ACCOUNTANTS REPORT
TO THE MEMBERS
FOR THE YEAR ENDED 31 AUGUST 2014**

This report is made to the members of the Association in accordance with the terms of our engagement. Our work has been undertaken to enable us to make this report to the members and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the members for our work or for this report.

Basis of report

We planned and performed our examination so as to obtain the information and explanations which we consider necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, and are sufficiently supported by accounts, receipts and other documents which have been made available to us.

Our work included the examination on a test basis of evidence relevant to the amounts included in the financial statements and their disclosure. We did not form any opinion as to the reasonableness of the costs or payments, or the standard of services or works provided.

Opinion

In our opinion the financial statements give a true and fair view of the state of the Association's affairs at 31 August 2014 and of its surplus for the year then ended.

The McCay Partnership
Chartered Accountants and Registered Auditors
Unit 24
Capital Business Centre
22 Carlton Road
South Croydon
Surrey CR2 0BS

Date: 19 November 2014

**WHITGIFTIAN ASSOCIATION
INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 AUGUST 2014**

	2014		2013	
	£	£	£	£
INCOME				
Subscriptions	66,141		69,180	
Property	10,140		9,600	
500 Club	1,250		1,500	
Interest received	<u>434</u>		<u>480</u>	
		77,965		80,760
Sales	5,277		0	
Less: cost of sales	<u>3,025</u>		<u>0</u>	
Profit on sales		2,252		0
Ticket income	17,283		12,528	
Less: cost of events	<u>12,118</u>		<u>12,137</u>	
Surplus on events		5,165		391
Total Income		<u>85,382</u>		<u>81,151</u>
EXPENDITURE				
PUBLICATIONS		2,504		5,056
PROPERTY COSTS				
Maintenance and management costs	9,140		8,680	
Other running costs	<u>1,089</u>		<u>1,082</u>	
		10,229		9,762
GENERAL ADMINISTRATIVE EXPENSES				
Administrator costs	26,500		14,199	
Computer and internet	955		2,865	
Printing, postage, stationery and telephone	1,891		2,391	
Sundry expenses	<u>1,099</u>		<u>2,580</u>	
		30,445		22,035
FINANCIAL EXPENSES				
Provision against loan to Whitgift Sports Club	30,000		30,000	
Unrecoverable VAT	3,728		5,105	
Audit and accountancy	3,000		3,000	
Merchant charges	832		0	
Bank charges	443		384	
Interest paid	<u>1,283</u>		<u>1,650</u>	
		39,286		40,139
Total expenditure		<u>82,464</u>		<u>76,992</u>
Surplus for the year before corporation tax		2,918		4,159
Corporation tax		(1,668)		1,668
Surplus for the year after corporation tax carried to accumulation account		<u>4,586</u>		<u>2,491</u>

**WHITGIFTIAN ASSOCIATION
BALANCE SHEET
AS AT 31 AUGUST 2014**

	Note	2014 £	2013 £
FIXED ASSETS			
Freehold sports ground and pavilion at cost		200,874	200,874
Less: Loan from Whitgift Foundation (secured)	1	15,000	20,000
		<u>185,874</u>	<u>180,874</u>
Leasehold property at cost less depreciation	2	25,348	25,348
Whitgiftian Association Trust	3	5,000	50
Loan to Whitgift Sports Club		60,000	30,000
Less: provision against loan	4	<u>60,000</u>	<u>30,000</u>
		0	0
CURRENT ASSETS			
Trade debtors		5,795	7,795
Sundry debtors		1,215	271
Bank deposit accounts and cash		<u>15,744</u>	<u>7,521</u>
		<u>22,754</u>	<u>15,587</u>
Less			
CURRENT LIABILITIES			
Trade creditors		2,870	5,147
Sundry creditors		6,848	2,962
Corporation tax	5	<u>0</u>	<u>1,668</u>
		<u>9,718</u>	<u>9,777</u>
NET CURRENT ASSETS		13,036	5,810
NET ASSETS		<u><u>229,258</u></u>	<u><u>212,082</u></u>
Financed by:			
RESERVES			
Balance at 1 September 2013		20,145	17,654
Surplus for the year		<u>4,586</u>	<u>2,491</u>
		24,731	20,145
ARCHIVE FUND	6	3,780	3,780
ADVANCE MEMBERSHIP SCHEME	7	<u>200,747</u>	<u>188,157</u>
		<u><u>229,258</u></u>	<u><u>212,082</u></u>

P G Burley
Chairman

R A Veldeman
Treasurer

Date: 19 November 2014

**WHITGIFTIAN ASSOCIATION
NOTES TO THE ACCOUNTS
AS AT 31 AUGUST 2014**

	£
1. Loan from Whitgift Foundation	
Loan taken out on 2 May 1963	20,000
The Association has a loan of £20,000 which has no fixed repayment terms and bears interest at a fixed annual rate of 7%.	
Less: repayment made 1 May 2014	(5,000)
Balance as at 31 August 2014	<u>15,000</u>
2. Leasehold Property	
Cost less accumulated depreciation as at 31 August 2014	<u>25,348</u>
3. Whitgiftian Association Trust	
In order for this body to apply for charitable status it was required to demonstrate a minimum balance at bank of £5,000. Whitgiftian Association has provided the funds on an indefinite basis.	
4. Support of Whitgift Sports Club	
The activities which formed Whitgift Sports Club (WSC) were loss-making. These would previously have been supported by other activities within the Old Whitgiftian Association (as was). The Committee of Whitgiftian Association (WA) recognise that there is an obligation to continue this support for a reasonable period of time during which WSC should endeavour to bring its operation to a breakeven position.	
This undertaking is established through a letter of understanding from WA to WSC and practically realised through a funding facility from WA to WSC.	
Bearing in mind the foreseeable position of WSC the Committee have agreed that it is right to provide against the loan made during the current financial year.	
5. Corporation Tax	
Corporation tax is paid by the Association on:	
(i) rental income after expenses from the flat at 21 Spencer Road. Due to a reappraisal of the rental operation the net position for last year shows a small deficit and the liability previously provided is reversed. A similar deficit position is also reported for the current year resulting in an overall zero liability over the two years;	
(ii) excess of interest received over interest paid. As interest paid exceeds interest received there is no liability to tax.	

WHITGIFTIAN ASSOCIATION
NOTES TO THE ACCOUNTS continued
AS AT 31 AUGUST 2014

6. Archive Fund

The Archive Fund was set up with an anonymous donation to which have been added amounts received from OWs. The purpose of the Fund is to acquire items of Whitgift memorabilia for the School and the WA and recognises and celebrates the dedication to the School and WA of Freddie Percy and, in particular, his role as historian and archivist over a period of some sixty years.

7. Advance Membership Scheme

The Advance Membership Scheme enables present Whitgiftians to obtain membership of the Association for seven years after leaving school by payment in advance at reduced rates. Fifteen termly payments are made over a period of five years by parents taking advantage of the scheme, the amounts received by the Association being credited to the scheme and subsequently taken to subscription income over the period for which membership has been secured.

A similar review of the fund that was undertaken last year was performed again. Previous evidence suggested that the fund was under-valued but current year results now suggest it is over-valued. We are concerned by the accuracy of the underlying data provided by the Foundation. Accordingly, until such time as we are confident about this data, we believe it is prudent to continue with the policy established last year.

Movements in the fund for the year ended 31 August 2014 were as follows:

	2014	2013
Balance as at 1 September 2013	188,157	177,022
Receipts in respect of present Whitgiftians	51,840	51,135
Transfer to income and expenditure account in respect of eligible members	(39,250)	(40,000)
Balance as at 31 August 2014	<u>200,747</u>	<u>188,157</u>