

WHITGIFTIAN ASSOCIATION

Financial Statements

For the Year Ended 31 August 2015

Thornton Springer LLP
Chartered Accountants
Registered Auditors
67 Westow Street
London
SE19 3RW

WHITGIFTIAN ASSOCIATION
ACCOUNTANTS REPORT TO THE MEMBERS FOR THE YEAR ENDED 31 AUGUST 2015

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 fair view of the state of the Association's affairs at 31 August 2015 and of its surplus for the year then ended.

**Thornton Springer LLP
Chartered Accountants
Registered Auditors
67 Westow Street
London
SE19 3RW**

27th November 2015

**WHITGIFTIAN ASSOCIATION
INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 AUGUST 2015**

| | Notes | 2015 | | 2014 | |
|--|-------|---------------|----------------------|---------------|----------------------|
| | | £ | £ | £ | £ |
| INCOME | | | | | |
| Member subscriptions | 1 | 66,341 | | 66,141 | |
| Property | | 10,320 | | 10,140 | |
| 500 Club | | 1,250 | | 1,250 | |
| Sundry income | | 701 | | 0 | |
| Interest received | | <u>356</u> | | <u>434</u> | |
| | | | 78,968 | | 77,965 |
| Merchandise sales | | 1,865 | | 5,277 | |
| Less: cost of sales | | <u>787</u> | | <u>3,025</u> | |
| Surplus on sales | | | 1,078 | | 2,252 |
| Event income | | 12,563 | | 17,283 | |
| Less: cost of events | | <u>10,939</u> | | <u>12,118</u> | |
| Surplus on events | | | <u>1,624</u> | | <u>5,165</u> |
| TOTAL INCOME | | | <u>81,670</u> | | <u>85,382</u> |
| EXPENDITURE | | | | | |
| Publications | | | 3,221 | | 2,504 |
| Property costs | | | | | |
| Maintenance and management costs | | 7,648 | | 9,140 | |
| Other running costs | | <u>1,127</u> | | <u>1,089</u> | |
| | | | 8,775 | | 10,229 |
| General administrative expenses | | | | | |
| Administrator costs | | 30,000 | | 26,500 | |
| Computer and internet | | 478 | | 955 | |
| Printing, postage, stationery and telephone | | 1,674 | | 1,891 | |
| Sundry expenses | | <u>470</u> | | <u>1,099</u> | |
| | | | 32,623 | | 30,445 |
| Financial expenses | | | | | |
| Provision against loan to Whitgift Sports Club | 5 | 25,000 | | 30,000 | |
| Unrecoverable VAT | | 3,964 | | 3,728 | |
| Audit and accountancy | | 4,000 | | 3,000 | |
| Merchant charges | | 720 | | 832 | |
| Bank charges | | 332 | | 442 | |
| Interest paid | | <u>922</u> | | <u>1,293</u> | |
| | | | <u>34,938</u> | | <u>39,286</u> |
| TOTAL EXPENDITURE | | | <u>79,557</u> | | <u>82,464</u> |
| Surplus for the year before Corporation Tax | | | 2,113 | | 2,918 |
| Corporation Tax | | | <u>309</u> | | <u>(1,668)</u> |
| SURPLUS FOR THE YEAR | | | <u>1,804</u> | | <u>4,586</u> |

**WHITGIFTIAN ASSOCIATION
BALANCE SHEET
AS AT 31 AUGUST 2015**

| | Notes | 2015 | | 2014 | |
|---|-------|---------------|----------------|---------------|----------------|
| | | £ | £ | £ | £ |
| FIXED ASSETS | | | | | |
| Freehold sports ground and pavilion at cost | | | 200,874 | | 200,874 |
| Less: Loan from Whitgift Foundation (secured) | 2 | | <u>10,000</u> | | <u>15,000</u> |
| | | | 190,874 | | 185,874 |
| Leasehold property at cost less depreciation | 3 | | 25,348 | | 25,348 |
| Whitgiftian Association Trust | 4 | | 5,000 | | 5,000 |
| Loan to Whitgift Sports Club | 5 | 85,000 | | 60,000 | |
| Less: Provision against loan | | <u>85,000</u> | 0 | <u>60,000</u> | 0 |
| CURRENT ASSETS | | | | | |
| Trade debtors | | 3,044 | | 5,795 | |
| Sundry debtors | | 0 | | 1,215 | |
| VAT repayable | | 1,732 | | 0 | |
| Bank deposit accounts and cash | | <u>23,675</u> | | <u>15,744</u> | |
| | | <u>28,451</u> | | <u>22,754</u> | |
| Less | | | | | |
| CURRENT LIABILITIES | | | | | |
| Trade creditors | | 3,300 | | 2,870 | |
| Sundry creditors | | 1,105 | | 6,848 | |
| Vat liability | | 0 | | 0 | |
| 500 Club | | 1,017 | | 0 | |
| Corporation tax | 6 | <u>309</u> | | <u>0</u> | |
| | | <u>5,731</u> | | <u>9,718</u> | |
| NET CURRENT ASSETS | | | <u>22,720</u> | | <u>13,036</u> |
| NET ASSETS | | | <u>243,942</u> | | <u>229,258</u> |
| Financed by: | | | | | |
| RESERVES | | | | | |
| Balance as at 1 September 2014 | | | 24,731 | | 20,145 |
| Surplus for the year | | | <u>1,804</u> | | <u>4,586</u> |
| | | | 26,535 | | 24,731 |
| ARCHIVE FUND | 7 | | 3,780 | | 3,780 |
| ADVANCE MEMBERSHIP SCHEME | 8 | | <u>213,627</u> | | <u>200,747</u> |
| | | | <u>243,942</u> | | <u>229,258</u> |

The Financial Statements were approved by the Whitgiftian Association Committee on 27th November 2015 and were signed on its behalf by:

M R Endersby
Honorary Treasurer
27th November 2015

WHITGIFTIAN ASSOCIATION
HONORARY TREASURER'S NOTES TO THE FINANCIAL STATEMENTS
AS AT 31 AUGUST 2015

1. Member Subscriptions

Membership is categorised into two sections, Non-AMS Members and AMS Members. The subscription income from each category is:

| | 2015 | 2014 | 2013 |
|---------------------------|---------------|---------------|---------------|
| Non-AMS Members | 24,341 | 26,891 | 29,180 |
| AMS Members | <u>42,000</u> | <u>39,250</u> | <u>40,000</u> |
| Total subscription income | <u>66,341</u> | <u>66,141</u> | <u>69,180</u> |

The number of members in each category, further subdivided, is:

| | 2015 | 2014 | 2013 |
|-------------------------|------|---------|---------|
| Non-AMS | | No Data | |
| Full | 207 | | 209 |
| Country/Overseas | 255 | | 265 |
| Under 28 | 5 | | No Data |
| Sports | 69 | | No Data |
| Sports – Under 24 | 1 | | No Data |
| Patron/Friend | 59 | | 74 |
| AMS | 852 | | 763 |
| Total number of members | 1448 | | 1311 |

2. Loan from the Whitgift Foundation

Loan taken out on 2 May 1963

The Association has a loan of £20,000 which has no fixed repayment terms and bears interest at a fixed annual rate of 7%

| | |
|--------------------------------------|----------------|
| | £ |
| | 20,000 |
| Less: repayment made 1 May 2014 | (5,000) |
| Less: repayment made 22 January 2015 | <u>(5,000)</u> |
| Balance as at 31 August 2015 | <u>10,000</u> |

3. Leasehold Property

Cost less accumulated depreciation as at 31 August 2015

25,348

4. 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.

Support of the Whitgift Sports Club

5. 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.

Corporation Tax

6. Corporation tax is paid on income received from outside the Association including such items as bank interest and rental income.

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.

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 undervalued 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 prudent to continue with the policy established last year.

| Movements in the fund for the year ended 31 August 2015 were as follows: | 2015 | 2014 |
|---|-----------------------|-----------------------|
| Balance as at 1 September 2014 | 200,747 | 188,157 |
| Receipts in respect of present Whitgiftians | 54,880 | 51,840 |
| Transfer to income and expenditure account in respect of eligible members | <u>(42,000)</u> | <u>(39,250)</u> |
| Balance as at 31 August 2015 | <u>213,627</u> | <u>200,747</u> |

Other matters

A review is to be conducted into a number of long-standing accounting, funding and other practices of the Association.