

**PERTH & KINROSS COUNCIL CHARITABLE FUNDS**

**Financial statements for the year ended 31 March 2023**

**AUDITED**

**PERTH & KINROSS COUNCIL CHARITABLE FUNDS**

**Financial statements for the year ended 31 March 2023**

<u>Contents</u>	<u>Page</u>
Trustees' Annual Report	1 - 4
Independent Auditor's Report	5 - 7
Statement of Financial Activities	8
Balance Sheet	9
Statement of Cash Flows	10
Notes to the Financial Statements	11 - 15

Charitable funds acco

# PERTH & KINROSS COUNCIL CHARITABLE FUNDS

## TRUSTEES' ANNUAL REPORT

For the Year ended 31 March 2023

### Reference and administrative information

#### Introduction

Perth & Kinross Council ("the Council") acts as administrator for a large number of trusts and funds that have charitable status and are registered with the Office of the Scottish Charity Regulator (OSCR), as detailed in Note 15.

The Council administers these funds, but their assets are not available to the Council and have not been included in the Council's own balance sheet.

The ex officio Trustees of the Perth & Kinross Council Charitable Funds are the Convenor and Vice Convenors of the Finance and Resources Committee, the leader of the largest Opposition Group, and the Head of Finance. The Senior Manager for Archives, Local and Family History and employed by Culture Perth & Kinross, is an additional Trustee for the Fothergill Bequest only.

**Charity trustees:**

- Councillor S Donaldson
- Councillor G Laing
- Councillor J Duff
- Councillor M Lyle (until 5<sup>th</sup> May 2022)
- S MacKenzie (Head of Finance, Perth and Kinross Council)

Ishbel MacKinnon (Culture Perth & Kinross)

**Registered office:**

- 2 High Street
- Perth
- PH1 5PH

**Investment manager:**

- Brooks Macdonald
- Hobart House
- 80 Hanover Street
- Edinburgh
- EH2 1EL

**Auditor:**

- Audit Scotland
- 4<sup>th</sup> Floor,
- 102 West Port,
- Edinburgh
- EH3 9DN

## **PERTH & KINROSS COUNCIL CHARITABLE FUNDS**

### **TRUSTEES' ANNUAL REPORT**

For the Year ended 31 March 2023

#### **Structure, governance and management**

The trusts and funds that the Council administers are constituted in a variety of different ways. Full details of how each trust and fund was originally established are, where known, available from the Council.

These trusts and funds are managed by a Committee comprising the charity trustees listed on page 1, who served throughout the period covered by these financial statements. The Trustees meet and communicate electronically on a regular basis to discuss how the funds should be expended (by reviewing applications for funding) and to review the financial position of each charity.

These accounts are prepared under the connected charities provision which allows for registered charities which have a common or related purpose, or have a common controlling body or administration, to prepare a single set of accounts.

#### **Statement of trustees' responsibilities**

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

The law applicable to charities in Scotland 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 of the Charities Statement of Recommended Practice
- make judgments 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
- 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 charitable funds and enable them to ensure that the financial statements comply with the Charities and Trustee Investment (Scotland) Act 2005, Charities Accounts (Scotland) Regulations 2006 (as amended) and the provisions of each charity's constitution. They are also responsible for safeguarding the assets of the charities and trusts and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

#### **Objectives and activities**

The majority of the funds are held within the Welfare Trust (SC040516) for the purpose of the prevention or relief of poverty and the relief of those in need by reason of ill health, disability, financial hardship or other disadvantage. A full listing of the other funds administered by the Council on behalf of the charity trustees is shown in Note 15 and the purpose of each trust is provided on the Office of the Scottish Charity Regulator (OSCR) website.

## **PERTH & KINROSS COUNCIL CHARITABLE FUNDS**

### **TRUSTEES' ANNUAL REPORT**

For the Year ended 31 March 2023

#### **Risk management**

The Management Committee has implemented systems and procedures to identify and mitigate the major risks that the charities and trusts face and to ensure a consistent quality of delivery for all operational aspects of the charitable funds.

#### **Achievements and performance**

The reorganisation of the Perth & Kinross Council Charitable Funds is ongoing and J&H Mitchell WS continue to assist with the review of several small Trusts.

Detailed below are the other activities undertaken by the Perth & Kinross Charitable Funds during Financial Year 2022/23. As a consequence of the cost of living pressures, the demand has nearly doubled in the volume of grant funding since 2021/22.

- The following grants were paid from the Welfare Trust: -
  - £60,130 to support 193 residents/families who were in financial need with dependent children and/or disabilities. The value of financial assistance payments ranged from £50 to £1,310 with an average grant award of £312. In comparison, £34,119 was awarded to 121 residents/families in 2021/22, with an average grant award of £282.
  - £200 to five residents within the area for coal (no change from 2021/22).

#### **Financial review**

There is no explicit reserves policy for Perth & Kinross Council Charitable Funds (the Charitable Funds), however as a general principle the "Capital" of the funds is held as a permanent endowment with only the annual income from investments available for disbursement in the year.

The main funding source for the Charitable Funds is income from the investments managed by an investment manager. In addition, one trust receives income from the rental of shop premises in Perth and interest is received on the revenue balances held on deposit with the Perth & Kinross Council Loans Fund. All funds are presently treated as endowment funds due to custom and practice over a long period of time and to ensure the long term sustainability of the funds, albeit the Perth & Kinross Welfare Trust does provide the Trustees with powers to access capital balances if required.

Cornelian Asset Managers were appointed as Fund manager from 1 November 2018. Brooks Macdonald acquired Cornelian Asset Managers on 28 February 2020 and the investment portfolio transferred to Brooks Macdonald during Financial Year 2020/21. The terms and conditions, fees, investment strategy and portfolio diversification were unchanged. The initial three-year contract ended on 30 September 2021, and the Trustees approved the extension of the contract on existing terms and conditions for a further two years.

The fund managed by the investment manager is invested for total return through a diversified portfolio of UK and overseas equities and bonds. The portfolio is managed as medium risk with a focus on income to achieve the required return. This approach is appropriate for seeking a return in excess of inflation over the long term and the Trustees are willing to take capital risk to achieve objectives. Portfolios are well diversified but may contain a high allocation to a single asset class, such as equities. The investment manager provides the Trustees with quarterly updates on the performance of the portfolio; and provides an annual report at a meeting of the Trustees following the financial year end.

## **PERTH & KINROSS COUNCIL CHARITABLE FUNDS**

### **TRUSTEES' ANNUAL REPORT**

For the Year ended 31 March 2023

#### **Financial review (continued)**

The investment manager completed a portfolio suitability assessment at the meeting of the Trustees on 1 November 2022 and there was no change to the investment objectives and risk profile.

The investment portfolio made a loss for the year of £107,746 (gain of £28,995 in 2021/22). The income generated from investments, including interest on balances, is £75,368 (£57,047 in 2021/22).

#### **Strategic plans**

The strategic plans to date have focussed upon the reorganisation of the trusts to further the charitable activities of Perth & Kinross Welfare Trust. As noted above, the reorganisation process, which includes the update of Trust deeds to ensure the effective use of the various Funds, will continue during Financial Year 2023/24. J&H Mitchell WS is engaged to pursue this task on behalf of the Trustees.

The administration of grants continues to be managed by the Welfare Rights Team within the Council, and this has provided opportunity to award funding to individuals and families most in need of financial assistance. Ad hoc requests for funding from charitable bodies operating within the Council area will be considered by the Trustees.

The longer-term consequences arising from world-wide events are largely unknown, however, it is anticipated that the main beneficiaries of the Fund during Financial Year 2023/24 will continue to be the clients of the Welfare Rights Team.

**Stewart MacKenzie CPFA**

**Trustee**

**Signed by one on behalf of all charity trustees**

# **Independent auditor's report to the trustees of Perth & Kinross Council Charitable Funds and the Accounts Commission**

## **Reporting on the audit of the financial statements**

### **Opinion on financial statements**

I certify that I have audited the financial statements in the statement of accounts of Perth & Kinross Council Charitable Funds for the year ended 31 March 2023 under Part VII of the Local Government (Scotland) Act 1973 and section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005. The financial statements comprise the Statement of Financial Activities, the Balance Sheet, Statement of Cash Flows and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and the United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In my opinion the accompanying financial statements:

- give a true and fair view of the state of affairs of the charities as at 31 March 2023 and of their incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities and Trustee Investment (Scotland) Act 2005, and regulation 8 of The Charities Accounts (Scotland) Regulations 2006.

### **Basis for opinion**

I conducted my audit in accordance with applicable law and International Standards on Auditing (UK) (ISAs (UK)), as required by the [Code of Audit Practice](#) approved by the Accounts Commission for Scotland. My responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of my report. I am independent of the charities in accordance with the ethical requirements that are relevant to my audit of the financial statements in the UK including the Financial Reporting Council's Ethical Standard, and I have fulfilled my other ethical responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

### **Conclusions relating to going concern basis of accounting**

I have concluded that the use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work I have performed, I have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charities' ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from when the financial statements are authorised for issue.

### **Responsibilities of the trustees for the financial statements**

The trustees are responsible for the preparation of financial statements that give a true and fair view in accordance with the financial reporting framework, and for such internal control as the trustees determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charities' ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees intend to discontinue the charities' operations, or have no realistic alternative but to do so.

### **Auditor's responsibilities for the audit of the financial statements**

My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. I design procedures in line with my responsibilities outlined above to detect material misstatements in respect of irregularities, including fraud. Procedures include:

- using my understanding of the local government sector and charity sector to identify that the Local Government (Scotland) Act 1973, the Charities and Trustee Investment (Scotland) Act 2005, and The Charities Accounts (Scotland) Regulations 2006 are significant in the context of the charities;
- inquiring of the Trustees as to other laws or regulations that may be expected to have a fundamental effect on the operations of the charities;
- inquiring of the Trustees concerning the charities' policies and procedures regarding compliance with the applicable legal and regulatory framework;
- discussions among my audit team on the susceptibility of the financial statements to material misstatement, including how fraud might occur; and
- considering whether the audit team collectively has the appropriate competence and capabilities to identify or recognise non-compliance with laws and regulations.

The extent to which my procedures are capable of detecting irregularities, including fraud, is affected by the inherent difficulty in detecting irregularities, the effectiveness of the charities' controls, and the nature, timing and extent of the audit procedures performed.

Irregularities that result from fraud are inherently more difficult to detect than irregularities that result from error as fraud may involve collusion, intentional omissions, misrepresentations, or the override of internal control. The capability of the audit to detect fraud and other irregularities depends on factors such as the skilfulness of the perpetrator, the frequency and extent of manipulation, the degree of collusion involved, the relative size of individual amounts manipulated, and the seniority of those individuals involved.

A further description of the auditor's responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of my auditor's report.

### **Reporting on other requirements**

#### **Other information**

The trustees are responsible for the other information in the statement of accounts. The other information comprises the Trustees' Annual Report.

My responsibility is to read all the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the



course of the audit or otherwise appears to be materially misstated. If I identify such material inconsistencies or apparent material misstatements, I am required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

My opinion on the financial statements does not cover the other information and I do not express any form of assurance conclusion thereon except on the Trustees' Annual Report to the extent explicitly stated in the following opinion prescribed by the Accounts Commission.

### **Opinions prescribed by the Accounts Commission on the Trustees' Annual Report**

In my opinion, based on the work undertaken in the course of the audit, the information given in the Trustees' Annual Report for the financial year for which the financial statements are prepared is consistent with the financial statements and that report has been prepared in accordance with the Charities SORP (FRS 102).

### **Matters on which I am required to report by exception**

I am required by The Charity Accounts (Scotland) Regulations 2006 to report to you if, in my opinion:

- proper accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- I have not received all the information and explanations I require for my audit.

I have nothing to report in respect of these matters.

### **Use of my report**

This report is made solely to the parties to whom it is addressed in accordance with Part VII of the Local Government (Scotland) Act 1973 and for no other purpose. In accordance with paragraph 108 of the Code of Audit Practice, I do not undertake to have responsibilities to members or officers, in their individual capacities, or to third parties.

Maggie Bruce CA  
Senior Audit Manager  
Audit Scotland  
1st Floor, Room F03  
The Green House  
Beechwood Business Park North  
Inverness, IV2 3BL

Maggie Bruce is eligible to act as an auditor in terms of Part VII of the Local Government (Scotland) Act 1973.

## PERTH & KINROSS COUNCIL CHARITABLE FUNDS

### Statement of Financial Activities for the year ending 31 March 2023

	Notes	Endowment Funds £	Total Funds £	Prior Period Total Funds 2022 £
<b>Income and endowments from:</b>				
Donations and legacies	3	0	0	600,000
Investments	4	<u>84,648</u>	<u>84,648</u>	<u>66,327</u>
<b>Total Income</b>		<b>84,648</b>	<b>84,648</b>	<b>666,327</b>
<b>Expenditure:</b>				
Expenditure on raising funds				
Investment management costs		11,107	11,107	11,073
Expenditure on charitable activities				
Charitable activities	5	60,330	60,330	35,897
Governance and support costs	6	11,333	11,333	11,461
Other expenditure				
Reorganisations to external charities	7	0	0	4,011
<b>Total Expenditure</b>		<u>82,770</u>	<u>82,770</u>	<u>62,442</u>
Net gains/(losses) on investments	8 & 9	(107,746)	(107,746)	28,995
<b>Net income/(expenditure)</b>		<u>(105,868)</u>	<u>(105,868)</u>	<u>632,880</u>
<b>Reconciliation of funds:</b>				
Total funds brought forward	13	2,359,314	2,359,314	1,726,434
<b>Total funds carried forward</b>	13	<u>2,253,446</u>	<u>2,253,446</u>	<u>2,359,314</u>

## PERTH & KINROSS COUNCIL CHARITABLE FUNDS

### Balance Sheet as at 31 March 2023

	Notes	Total Funds 31 March 2023 £	Prior year funds 31 March 2022 £
<b>Fixed assets:</b>			
Investments	8 & 9	<u>2,137,032</u>	<u>2,255,885</u>
Total fixed assets		<u>2,137,032</u>	<u>2,255,885</u>
<b>Current assets:</b>			
Debtors	10	2,535	1,611
Cash at bank and in hand	11	<u>131,095</u>	<u>110,664</u>
Total current assets		<u>133,630</u>	<u>112,275</u>
<b>Liabilities:</b>			
Creditors: Amounts falling due within one year	12	<u>17,216</u>	<u>8,846</u>
Total current liabilities		<u>17,216</u>	<u>8,846</u>
Net current assets		<b>116,414</b>	103,429
Total assets less current liabilities		<b>2,253,446</b>	2,359,314
<b>Total net assets</b>		<b><u>2,253,446</u></b>	<b><u>2,359,314</u></b>
<b>The funds of the charity:</b>			
Endowment funds	13	<b>2,253,446</b>	2,359,314
<b>Total charity funds</b>		<b><u>2,253,446</u></b>	<b><u>2,359,314</u></b>

The unaudited accounts were issued on 26 June 2023 and the audited accounts were authorised for issue on 11 December 2023.

**Stewart MacKenzie CPFA**  
Trustee

## PERTH & KINROSS COUNCIL CHARITABLE FUNDS

### Statement of Cash Flows for year ending 31 March 2023

	Total Funds 31 March 2023 £	Prior year funds 31 March 2022 £
<b>Cash flows from operating activities:</b>		
Net cash used in operating activities	<u>(64,217)</u>	<u>538,187</u>
	<u>(64,217)</u>	<u>538,187</u>
<b>Cash flows from investing activities</b>		
Dividends, interest and rents from investments	84,648	66,327
Purchase of investments	0	(600,000)
Sale of investments	0	4,011
<b>Net cash provided by/(used in) investing activities</b>	<u>84,648</u>	<u>(529,662)</u>
<b>Change in cash and cash equivalents in the reporting period</b>	<b>20,431</b>	<b>8,525</b>
Cash and cash equivalents at the beginning of the reporting period	<u>110,664</u>	<u>102,139</u>
<b>Cash and cash equivalents at the end of the reporting period</b>	<u><b>131,095</b></u>	<u><b>110,664</b></u>

#### Reconciliation of net expenditure to net cash flow used in operating activities:-

	Total Funds 31 March 2023 £	Prior year funds 31 March 2022 £
Net income/(expenditure) for the reporting period (as per the statement of financial activities)	<b>(105,868)</b>	632,880
Adjustments for:-		
(Gains)/losses on investments	107,746	(28,995)
Management Fees	11,107	0
Dividends, interest and rents from investments	(84,648)	(66,327)
Decrease/(increase) in debtors	(924)	29
Increase/(decrease) in creditors	8,370	600
<b>Net cash used in operating activities</b>	<u><b>(64,217)</b></u>	<u><b>538,187</b></u>

#### Analysis of cash and cash equivalents:-

	Total Funds 31 March 2023 £	Prior year funds 31 March 2022 £
<b>Cash in hand</b>	<u><b>131,095</b></u>	<u><b>110,664</b></u>

## PERTH & KINROSS COUNCIL CHARITABLE FUNDS

### Notes forming part of the financial statements for the year ended 31 March 2023

#### 1 Basis of preparation

These financial statements are prepared under the historical cost convention as modified by the inclusion of investments at market value and in accordance with the Charities Accounts (Scotland) Regulations 2006 (as amended) and the principles of 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 United Kingdom and Republic of Ireland (FRS 102), commonly referred to as the Charities SORP.

In line with Regulation 7 of the 2006 Regulations, these financial statements have been prepared on the basis that the Trust funds for which the Trustees act are connected charities. As such, the accounts of the individual charities have been prepared on a collective basis. These financial statements contain all the relevant information that the individual charity accounts would have contained if they had been prepared on an individual basis.

#### 2 Principal accounting policies

##### (a) Incoming resources

Investment income is accounted for in the period in which the receipt due to the charitable trusts is probable and the amount can be measured reliably.

##### (b) Resources expended

Expenditure and liabilities are recognised as soon as there is a legal or constructive obligation committing the charitable funds to pay out resources.

Costs of raising funds comprise those costs directly attributable to managing the investment portfolio and raising the investment income.

##### (c) Investments

Investments are included at market value at the balance sheet date. Any gain or loss on revaluation is taken to the Statement of Financial Activities.

##### (d) Investment Property

Investment property is measured initially at cost and subsequently at fair value, being the price that would be received to sell such an asset in an orderly transaction between market participants at the measurement date. Investment properties are not depreciated and are instead revalued annually according to market conditions at year-end.

##### (e) Cash at bank and in hand

Cash at bank and in hand is held to meet short-term cash commitments as they fall due rather than for investment purposes. Perth & Kinross Council manages the funds on behalf of the trusts; the deposits are therefore held within the Council's Loans Fund and the trusts do not hold separate bank accounts.

#### 3 Donations & legacies

No donations or legacies were received during the year 2022/23 (£600,000 was received in 2021/22).

## PERTH & KINROSS COUNCIL CHARITABLE FUNDS

### Notes (continued)

#### 4 Investment Income

	2023	2022
	£	£
Rental Income	9,280	9,280
Dividends and interest on listed investments	75,368	57,047
	<u>84,648</u>	<u>66,327</u>

#### 5 Charitable activities

Information on the £60,330 (2021/22 £35,897) grants awarded to claimants is included in the Trustees' Annual Report on page 3 under "Achievements and performance".

#### 6 Governance and Support costs

No trustee received any remuneration or expenses during either of the two years ending 31 March 2023. There are no employees of the Perth & Kinross Council Charitable Funds.

	2023	2022
	£	£
Audit Fees	6,000	6,700
Legal Fees	2,270	2,400
Finance & Admin Support Costs	3,063	2,361
	<u>11,333</u>	<u>11,461</u>

#### 7 Other Resources Expended

Information on the resources expended as part of the reorganisation process is included in the Trustees' Annual Report on pages 3 and 4 under "Achievements and performance". There were no trusts transferred to external bodies during 2022/23 and the corresponding value is NIL (2021/22 £4,011).

#### 8 Investment Properties

The Fraser Mortification Trust owns a property at 17 High Street, Perth. This was revalued by Jonathan Janes MRICS, Senior Estates Surveyor, on an open market basis as at 31 March 2023.

	2023	2022
	£	£
Balance at start of year	80,000	90,000
Net gain/(loss) from fair value adjustments	0	(10,000)
Balance at end of year	<u>80,000</u>	<u>80,000</u>

## PERTH & KINROSS COUNCIL CHARITABLE FUNDS

### Notes (continued)

#### 9 Investments

	2023	2022
	£	£
Market value at beginning of year	2,175,885	1,540,901
Management Fees	(11,107)	0
Additional Investment	0	600,000
Withdrawal of Investment	0	(4,011)
Net gain/(loss) on acquisitions, disposals and revaluation	(107,746)	38,995
Market value at end of year	<u>2,057,032</u>	<u>2,175,885</u>

Analysis of investments at market value:

	2023	2022
	£	£
Overseas Equities	481,529	470,951
UK Equities	443,026	472,386
International Bonds	383,333	435,104
Hedge Funds	235,922	269,522
GBP Bonds	230,187	224,451
Structured Return	113,607	114,071
Oversees Bonds	79,191	89,248
UK Commercial Property	57,652	82,910
Cash Funds	32,585	17,242
	<u>2,057,032</u>	<u>2,175,885</u>

#### 10 Debtors: amounts falling due within one year

	2023	2022
	£	£
Investment Manager – income due	2,535	1,611
	<u>2,535</u>	<u>1,611</u>

#### 11 Related Parties

Perth and Kinross Council manage funds on behalf of the charities and trusts. The charitable and other trusts do not have separate bank accounts and the revenue balance is held within the Council's Loans Fund. The balance held at 31 March is noted within the Balance Sheet as 'Cash at bank and in hand' as the funds are held to meet short term cash commitments as they fall due.

The balance held on deposit with Perth and Kinross Council was £131,095 at 31 March 2023 (2021/22 £110,664).

There is a Finance & Administration recharge in respect of the time incurred by Council staff supporting the charitable trusts of £2,363 (£2,361 in 2021/22).

## PERTH & KINROSS COUNCIL CHARITABLE FUNDS

### Notes (continued)

#### 12 Creditors: amounts falling due within one year

	2023	2022
	£	£
Audit Fee	13,400	6,700
J & H Mitchell	2,270	600
Rents paid in advance	1,546	1,546
	<u>17,216</u>	<u>8,846</u>

#### 13 Funds of the charity

	2023	2022
	£	£
Charitable trusts	2,253,446	2,359,314
	<u>2,253,446</u>	<u>2,359,314</u>

All funds are presently treated as endowment funds due to custom and practice over a long period of time and to ensure the long term sustainability of the funds, albeit the Perth & Kinross Welfare Trust does provide the Trustees with powers to access capital balances if required.

#### 14 Post Balance Sheet Events

There were no adjusting events after the balance sheet date.

#### 15 Analysis of charitable funds

As detailed below there is one trust where there is no governance documentation, however there are details of the original purpose and this information is also held by OSCR. The Trustees' decisions to spend any funds associated with these trusts is based on the governance documents, being the original trust deed or will. If documentation is not held, decisions are based on the outline purpose of the trust and custom and practice over a number of years.

Detailed information for individual charities: summary of movements on funds during the year:-

Name of fund	Charity number	Governance Documentation	Funds brought forward at 01/04/2022	Transfer In/(Out)	Income in year	Expenditure in year	Gain/(loss) on investments	Funds carried forward at 31/03/2023
			£	£	£	£	£	£
Welfare Fund	SC040516	Yes	1,502,547	0	47,999	(75,473)	(68,618)	1,406,455
Fraser Mortification	SC017114	No	197,979	0	15,604	(1,696)	(9,041)	202,846
Kinnoull Hill Endowment Fund	SC019650	Yes	18,392	0	587	(158)	(840)	17,981
St Magdalene's Hill Endowment Fund	SC009422	Yes	9,231	0	295	(79)	(422)	9,025
Perth & Kinross Charitable Funds	SC025085		14,943	0	478	(85)	(683)	14,653
Fothergill Bequest	SC051007	Yes	616,222	0	19,685	(5,279)	(28,142)	602,486
			<b>2,359,314</b>	<b>0</b>	<b>84,648</b>	<b>(82,770)</b>	<b>(107,746)</b>	<b>2,253,446</b>



## PERTH & KINROSS COUNCIL CHARITABLE FUNDS

### Analysis of charitable funds (continued)

Name of fund	Charity number	Governance Documentation	Funds brought forward at 01/04/2022 £	Transfer In/(Out) £	Income in year £	Expenditure in year £	Gain/(loss) on investments £	Funds carried forward at 31/03/2023 £
<b>Public Trusts included in Perth &amp; Kinross Charitable Funds:</b>	<b>SC025085</b>							
Clow Bequest	Public Trust	Yes	6,566		210	(37)	(300)	6,439
Den O'Alyth Fund	Public Trust	No	8,377		268	(48)	(383)	8,214
			<b>14,943</b>	<b>0</b>	<b>478</b>	<b>(85)</b>	<b>(683)</b>	<b>14,653</b>