

ISLE OF ANGLESEY COUNTY COUNCIL

REPORT TO:	EXECUTIVE COMMITTEE
DATE:	29 April 2019
SUBJECT:	Anglesey Further Education Trust Annual Report and Accounts 2017/18
PORTFOLIO HOLDER(S):	Councillor Robin Williams (Resources) Councillor R G Parry OBE FRAGS (Highways, Property and Waste) Councillor R Meirion Jones (Learning)
HEAD OF SERVICE:	R MARC JONES
REPORT AUTHOR:	Bethan Owen
TEL:	(01248) 752663
E-MAIL:	BethanOwen2@anglesey.gov.uk
LOCAL MEMBERS:	

A - Recommendation/s and reason/s	
<ul style="list-style-type: none"> To approve the Annual Report and Accounts for the Anglesey Further Education Trust for the years 2017/18 (Appendix A). 	
B - What other options did you consider and why did you reject them and/or opt for this option?	
C - Why is this a decision for the Executive?	
This matter is delegated to the Executive.	
CH - Is this decision consistent with policy approved by the full Council?	
Yes	
D - Is this decision within the budget approved by the Council?	
Yes	
DD - Who did you consult?	What did they say?
1 Chief Executive / Strategic Leadership Team (SLT) (mandatory)	
2 Finance / Section 151 (mandatory)	n/a – this is the Section 151 Officer's report
3 Legal / Monitoring Officer (mandatory)	
4 Human Resources (HR)	
5 Property	
6 Information Communication Technology (ICT)	
7 Scrutiny	
8 Local Members	
9 Any external bodies / other/s	
E - Risks and any mitigation (if relevant)	
1 Economic	
2 Anti-poverty	
3 Crime and Disorder	
4 Environmental	
5 Equalities	
6 Outcome Agreements	
7 Other	

F - Appendices:

- Appendix A - Anglesey Further Education Trust Annual Report and Accounts 2017/18

FF - Background papers (please contact the author of the Report for any further information):

Anglesey Further Education Trust

1. Purpose

- 1.1 This report provides an overview of the background of the Anglesey Further Education Trust. It provides information about the legal status of the Trust and the different elements within it. The financial performance of the Trust is summarised. The key purpose of this report is to request the Executive's approval of the final Annual Report and Accounts for the financial year 2017/18.

2. Background

- 2.1 The Anglesey Further Education Trust is comprised of three funds: The David Hughes Endowment and the Anglesey Further Education Fund 1/3 and the Anglesey Education Trust Fund 2/3 which provide specific educational benefit.

2.1.1 David Hughes Charitable Estate (Endowment Fund)

Endowment dates back to 1608 and currently consists of several plots of smallholding land and cottages and other investments. This fund collects rents from its investment property and dividends and interest on its Investment Fund investments which are managed by Blackrock Investment Fund Managers. The management, financial and administration costs of the estate are deducted from the rents received to arrive at the net income for the year that can be distributed. A payment of a quarter of any net surplus income is made to an unconnected charity, "The David Hughes Charity for the "Poor", for purposes connected with the relief of poverty in the community of Llantrisant. The remaining income forms the Anglesey Further Education Fund, which is split into two.

2.1.2 Anglesey Further Education Trust Funds 1/3 (Restricted Fund)

In addition to the net income from the David Hughes Endowment Estate, this trust also receives income from investments managed by Blackrock similar to the David Hughes Endowment. One third of the Anglesey Further Education Fund is allocated to provide special benefit of any kind, not normally provided by the Authority, to assist senior pupils to finish their course at any one of the schools specified in the scheme, the five secondary schools maintained by the County Council. No grants were issued in 2017/18.

2.1.3 Anglesey Further Education Trust Funds 2/3 (Restricted Fund)

This element of the trust receives income similar to the above (2.1.2). The remaining two thirds of the Anglesey Further Education Fund is available to benefit persons under the age of 25 who have attended any one of the schools specified in the scheme for at least two years, who is in need of financial assistance for further or higher education or training. One grant was issued in 2017/18 for £1,000.

2.2 **Legal Status**

The Anglesey Further Education Trust is a registered charity for which the Isle of Anglesey County Council is the sole trustee. There is no specific reservation to full Council or delegation to an officer in respect of the Trusteeship, so the decision-making in relation to the Trust is delegated to the Executive Committee. Certain functions in respect of the trust have been delegated to officers in conjunction with the relevant portfolio holder. The Head of Service (Lifelong Learning) has the delegated authority in respect of educational grants. The Head of Service (Highways, Waste and Property) has the delegated authority to agree tenancies, set rents and organise a programme of maintenance and refurbishment. The Head of Function (Resources) / Section 151 Officer has delegated authority to sign the Annual Report and Accounts of the trust each year. The Chief Executive Officer can exercise any function which has been delegated to Heads of Service.

3. Financial Performance

- 3.1** The Trust earns income from rents from the David Hughes Endowment Trust Portfolio of Properties, dividends from equity investments, other interest and sale of investments. Expenditure relates to maintenance of properties, utilities, charitable purposes, governance fees (audit) and property management fees. The detailed information relating to income, expenditure and assets of the trust are appended in Appendix A, which includes the financial accounts for the Trust from 2017/18. The Executive is asked to approve these accounts.
- 3.2** In 2017/18, there is a net gain of £288,155, investment income amounts to £128,223 (of which £119,505 is from the David Hughes Estate and £8,718 come from dividends and interest) and the gains on the investments was £350,941. Expenditure for the period was £191,009, of which £119,473 relates to repairs and maintenance.
- 3.3** The Anglesey Further Education Trust accounts 2017/18 highlight that at 31 March 2018 the total funds of the Trust were £3,124,034, of which £218,570 was the cash balance of the Trust at this date.

4. Conclusion

- 4.1** An overview of the background of the Anglesey Further Education Trust has been provided. The report provides a summary of the legal status of the Trust and the financial performance of the Trust. The financial accounts for the financial year 2017/18 are included in Appendix A for approval. The trust's total funds at 31 March 2018 was £3,124,034.

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BELLACH YNYS MÔN**

ANGLESEY FURTHER EDUCATION TRUST FUND

**ADRODDIAD BLYNYDDOL A
CHYFRIFON**

**ANNUAL REPORT AND
ACCOUNTS**

2017/2018

**Rhif Cofrestru Elusen / Charity Registration No.
525254**

CONTENTS OF THE FINANCIAL STATEMENT FOR THE YEAR ENDED
31 MARCH 2018

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REPORT OF THE TRUSTEES FOR THE YEAR ENDED
31 MARCH 2018

The trustees present their report with the financial statements of the charity for the year ended 31 March 2018. The trustees have adopted the provisions of the Accounting and Reporting by Charities: Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standards applicable in the UK and the Republic of Ireland (FRS102) effective 1 January 2015.

LEGAL AND ADMINISTRATIVE DETAILS

Registered Charity Number:

525254

Principal Address:

Isle of Anglesey County Council
County Offices
Llangefni
Anglesey
LL77 7TW

Trustee:

The Isle of Anglesey County Council is the sole trustee of the Anglesey Further Education Trust and the activities of the Trust were administered on its behalf by the County Council.

Independent Examiner:

Mr. Brian Hughes
A. Hughes-Jones, Dyson & Co
Capel Moreia
South Penrallt
Caernarfon
Gwynedd
LL55 1NS

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document:

The charity is controlled by its governing document, a deed of trust, and constitutes an unincorporated charity.

The Anglesey Further Education Trust Fund is regulated by a scheme made by the Board of Education on 23 March 1939 and significantly modified by a scheme dated 18 July 1960. These specify the duties, powers and conditions under which the Trust is required to operate.

Recruitment and appointment of new trustees:

The Isle of Anglesey County Council is the sole trustee of the Anglesey Further Education Trust Fund. The charity is run by the Council's Executive Committee.

New trustees are briefed on their legal obligations under charity law, the content of the governing document and the decision making process. Any training needs are identified and addressed internally by other existing trustees and officers of the Council.

Organisational structure:

The Isle of Anglesey County Council is the sole trustee of the Anglesey Further Education Trust Fund and the activities of the Trust were administered on its behalf by the County Council.

The organisational structure has been as follows:

- The County Council's Executive Committee act as the Trustee.
- The Council's Head of Service (Lifelong Learning) in conjunction with the Portfolio Holder for Lifelong Learning have the delegated authority to award the annual grant funding.
- The Council's Head of Service (Highways, Waste and Property) in conjunction with the Portfolio Holder for Highways, Waste and Property have the delegated authority to manage tenancy agreements and to set rents of the property portfolio (the David Hughes Endowment).
- The Council's Executive Committee will approve the accounts of the Trust and the Section 151 Officer has the delegated authority to sign the Trust's Annual Accounts.

The strategic leaders of the County Council were:

- Chief Executive – Dr Gwynne Jones
- Assistant Chief Executive – Annwen Morgan
- Assistant Chief Executive – Caroline Turner
- Head of Function (Resources) and Section 151 Officer – Marc Jones
- Head of Function (Council Business) and Monitoring Officer – Lynn Ball

Related parties:

Due to the nature of the charity's operations and because the sole trustee of the charity is the Isle of Anglesey County Council, it is inevitable that transactions will take place with organisations related to the Council and its employees. All transactions involving organisations in which the Isle of Anglesey County Council may have an interest are conducted at arm's length. The Council has a policy that all trustees must declare an interest if a related party transaction occurs.

Risk management:

The major risks to which the Trust is exposed, as identified by the Trustee, have been reviewed and systems or procedures have been established to manage the risk.

OBJECTIVES AND ACTIVITIES

Aims and objectives:

The Anglesey Further Education Trust Fund is comprised of three funds: The David Hughes Endowment, the Anglesey Further Education Fund 1/3 and the Anglesey Further Education Fund 2/3 which aim to provide specific educational benefit.

The David Hughes Charitable Estate (Endowment Fund):

This fund collects rents from its investment property and interest on its investments. The management and administration costs of the estate are deducted from the rents received to arrive at the net income for the year that can be distributed or net expenditure.

A payment of a quarter of the net income is made to an unconnected charity, "The David Hughes Charity for the Poor" for purposes connected with the relief of poverty in the community of Llantrisant. The remaining income forms the Anglesey Further Education Fund:

Anglesey Further Education Trust Funds:

One third of the General Fund is allocated to provide special benefit, of any kind not normally provided by the Authority, to assist senior pupils to finish their courses at any one of the schools specified in the scheme - the five secondary schools maintained by the County Council. The remaining two thirds of the General Fund is available to benefit persons under the age of 25, who have attended any one of the schools specified in the scheme for at least two years, who are in need of financial assistance for Further or Higher Education or training. The Trust had not made any grants for a number of years until 2016/17 when it awarded grants to eligible individuals to help them to continue in Further or Higher Education or Training. Procedures are now being reviewed in order to increase the number of grants awarded.

Grant making:

Grants are made to individuals who have attended or are attending one of the five secondary schools maintained by the County Council who meet the above criteria.

Public benefit:

The trustees confirm that they have referred to the guidance contained in the Charity Commissioner's general guidance on public benefit when reviewing the charity's aims and objectives and in planning future activities and setting the grant making process.

ACHIEVEMENT AND PERFORMANCE

Charitable activities:

The charity has continued to safeguard the assets of the Trust.

During recent years, the charity has been in a period of consolidation and has been saving cash to reinvest in its ageing property portfolio. Undertaking this period of consolidation will mean that the assets of the charity will be able to provide income for years to come for its future beneficiaries. To this end, the charity has undertaken a significant programme of repairs and refurbishments to the David Hughes Estate, to bring a number of the farm buildings into a more suitable state of repair. This programme is now largely complete.

FINANCIAL REVIEW

Financial Performance:

The charity had an overall net increase in funds during the year of £288,155 due to unrealised gains related to revaluations of the David Hughes estate. Without these unrealised gains, the Trust had a Net Deficit of £62,786 for the year due to the continuing spend on the extensive programme of repairs to the David Hughes Estate mentioned above.

Total funds as at 31 March 2018 were £3,124,034, of which all funds are restricted.

Principal funding sources:

The principal funding sources of the charity are rental income from tenants and investment income in the form of dividends, investment interest or interest on deposits.

Investment policy and objectives:

The charity's ageing property portfolio has required substantial investment. The trustee of the charity has undergone a period of consolidation in order to generate the necessary cash reserves to reinvest in its assets. In addition, the charity holds approximately 10% of its Total Fixed Assets in Investment Funds, which generate dividend and interest income.

Plans for the Future:

The Anglesey Further Education Trust operates as a going concern for the charitable purposes stated above.

TRUSTEES RESPONSIBILITY STATEMENT

The trustees are responsible for preparing the Report of the Trustees 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 England and Wales, the Charities Act, Charity (Accounts and Reports) Regulations and the provisions of the trust deed, 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, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- 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 which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act, the Charity (Accounts and Reports) Regulations and the provisions of the trust deed. 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.

Signed by the Head of Function (Resources) / Section 151 Officer under delegated authority on behalf of the trust:

.....
R MARC JONES FCPFA **DATE:**
HEAD OF FUNCTION (RESOURCES) / SECTION 151 OFFICER

Independent examiner's report to the trustees of Anglesey Further Education Trust Fund

I report to the trustees on my examination of the accounts of the Anglesey Further Education Trust Fund for the year ended 31st March 2018 which are set out on pages 7-14.

Responsibilities and basis of report

As the charity trustees of the Trust, you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Trust's accounts carried out under Section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable directions given by the Charity Commission under Section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. Accounting records were not kept in respect of the Trust as required by Section 130 of the Act;
or
2. The accounts do not accord with those records; or
3. The accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulation 2008 other than any requirements that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Signature _____ **Date:** _____

Brian Hughes FCA
A.Hughes-Jones, Dyson & Co.
Chartered Accountants & Registered Auditors
Capel Moreia, South Penrallt, Caernarfon, Gwynedd

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED
31 MARCH 2018

				31.3.18	31.3.17
	Notes	Restricted Funds £	Endowment Funds £	Total Funds £	Total Funds £
Income and Endowments from:					
Investment Income	2	4,136	124,087	128,223	138,637
Total Income		4,136	124,087	128,223	138,637
Expenditure on:					
Investment Management	3	-	(177,917)	(177,917)	(53,184)
Charitable Activities	4	-	-	-	(1,000)
Support Costs	5	(1,354)	(11,738)	(13,092)	(11,721)
Total Expenditure		(1,354)	(189,655)	(191,009)	(65,905)
Net Income / (Expenditure) before Gains and Losses on Investments		2,782	(65,568)	(62,786)	72,732
Net Gains / (Losses) on Investments	7	(918)	351,859	350,941	30,130
Net Income / (Expenditure)		1,864	286,291	288,155	102,862
Exceptional Item: Impairment		-	-	-	(446,203)
Net Income / (Expenditure) after Exceptional Items		1,864	286,291	288,155	(343,341)
Net Movement in Funds		1,864	286,291	288,155	(343,341)
Reconciliation of Funds					
Total Funds brought forward		447,753	2,388,126	2,835,879	3,179,220
Total Funds carried forward		449,617	2,674,417	3,124,034	2,835,879

BALANCE SHEET FOR THE YEAR ENDED
31 MARCH 2018

				31.3.18	31.3.17
	Notes	Restricted Funds £	Endowment Fund £	Total Funds £	Total Funds £
Investment Properties - the David Hughes _Estate	7a	106,313	152,266	258,579	260,824
Investment Properties - the David Hughes _Estate	7b	-	2,599,600	2,599,600	2,416,550
Total Fixed Assets		106,313	2,751,866	2,858,179	2,677,374
Current Assets					
Debtors	8	-	63,109	63,109	67,382
Cash at bank and in hand	9	344,495	(125,925)	218,570	103,298
Total Current Assets		344,495	(62,816)	281,679	170,680
Liabilities					
Creditors: amounts falling due within one year	10	(1,191)	(14,633)	(15,824)	(12,175)
Net Current Assets or (Liabilities)		343,304	(77,449)	265,855	158,505
Creditors: amounts falling due after more than one year		-	-	-	-
Provisions for liabilities		-	-	-	-
Total Net Assets or (Liabilities)		449,617	2,674,417	3,124,034	2,835,879
The Funds of the Charity	11				
Endowment Funds		-	2,674,417	2,674,417	2,388,126
Restricted Income Funds		449,617	-	449,617	447,753
Total Charity Funds		449,617	2,674,417	3,124,034	2,835,879

The financial statements are signed by the Head of Function (Resources) / Section 151 Officer under delegated authority.

Signed: _____

Date: _____

**R MARC JONES FCPFA
HEAD OF FUNCTION (RESOURCES) / SECTION 151 OFFICER**

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 MARCH 2018

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention, with the exception of investments, which are included at market value. This is as modified by the revaluation of certain assets and in accordance with the Charities SORP (FRS102) (effective January 2015), the Charities Act 2011 and the requirements of the Statement of Recommended Practice, Accounting and Reporting by Charities.

Incoming resources

All incoming resources are recognised once the charity has entitlement to the resources, it is certain that the resources will be received and the monetary value of incoming resources can be measured with sufficient reliability.

Resources expended

Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings, they have been allocated to activities on a basis consistent with the use of resources.

Costs of generating funds

The costs of generating funds consist of investment management costs.

Investment property

Investment property is shown at the most recent internal valuation. Any aggregate surplus or deficit arising from changes in market value is transferred to the endowment fund.

Taxation

The charity is exempt from tax on its charitable activities.

Value Added Tax

The charity can reclaim Value Added Tax through its trustee, the Isle of Anglesey County Council, therefore, where applicable, expenditure is shown net of Value Added Tax.

Fund structure

The charity has three funds, one endowment and two restricted.

The David Hughes Charitable Estate (Endowment Fund)

This fund collects rents from its investment property and interest on its investments. The management and administration costs of the estate are deducted from the rents received to arrive at the net income for the year that can be distributed.

A payment of a quarter of the net income is made to an unconnected charity, "The David Hughes Charity for the Poor" for purposes connected with the relief of poverty in the community of Llantrisant.

The remaining income forms the Anglesey Further Education Trust Fund, which is split into two:

Anglesey Further Education Trust Fund 1/3 (Restricted Fund)

One third of the Anglesey Further Education Trust Fund is allocated to provide special benefit, of any kind not normally provided by the Authority, to assist senior pupils to finish their course at any one of the schools specified in the scheme - the five secondary schools maintained by the County Council.

Anglesey Further Education Trust Fund 2/3 (Restricted Fund)

The remaining two thirds of the Anglesey Further Education Trust Fund is available to benefit persons under the age of 25, who have attended any one of the schools specified in the scheme for at least two years, who are in need of financial assistance for further or higher education or training.

The charity has no unrestricted income.

Fixed asset investments

Investments are stated at market value as at the balance sheet date. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the year.

Realised gains and losses

All gains and losses are taken to the Statement of Financial Activities as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and opening market value (purchase date if later). Unrealised gains and losses are calculated as the difference between market value at the year end and opening market value (or purchase date if later). Realised and unrealised gains are not separated in the Statement of Financial Activities.

2. INVESTMENT INCOME

Investment Income	Restricted Funds	Endowment Funds	Total 31.03.18	Total 31.03.17
	£	£	£	£
Rents received	-	107,184	107,184	100,456
Water rates - recharges	-	7,682	7,682	3,968
Other income from David Hughes Estate	-	4,639	4,639	26,663
Dividends and Investment Interest	3,387	4,856	8,243	7,261
Other Interest	749	(274)	475	289
Total Investment Income	4,136	124,087	128,223	138,637

3. INVESTMENT MANAGEMENT COSTS

Investment Management Costs	Restricted Funds £	Endowment Funds £	Total 31.03.18 £	Total 31.03.17 £
Repairs and Maintenance of the David Hughes Estate	-	(119,473)	(119,473)	(25,019)
Water Charges	-	(12,375)	(12,375)	(6,130)
Professional Services	-	(5,351)	(5,351)	(22,035)
Other property expenses	-	(6,577)	(6,577)	-
Bad Debt provision	-	(34,141)	(34,141)	-
Total Investment Management Costs	-	(177,917)	(177,917)	(53,184)

4. CHARITABLE ACTIVITIES

Charitable Activities	Restricted Funds £	Endowment Funds £	Total 31.03.18 £	Total 31.03.17 £
25% contribution of net income to David Hughes Charity for the Poor	-	-	-	-
Education grants to individuals	-	-	-	(1,000)
Total Charitable Expenditure	-	-	-	(1,000)

The Trust is applying the exemption allowed under Charity Law and the SORP to keep the names of grant recipients confidential.

5. SUPPORT COSTS

Support Costs	Restricted Funds £	Endowment Funds £	Total 31.03.18 £	Total 31.03.17 £
Property management administrative costs	-	(8,891)	(8,891)	(8,250)
Accounting and support costs	(909)	(2,402)	(3,311)	(2,621)
Independent Examiner's / Auditor's Remuneration	(445)	(445)	(890)	(850)
Total Support Costs	(1,354)	(11,738)	(13,092)	(11,721)

6. TRUSTEES' REMUNERATION AND BENEFITS

Trustees' expenses

No trustees' remuneration was paid in the year ended 31 March 2018 or the year ended 31 March 2017. This relates to the trustee, that is, the members of the Executive Committee and the Isle of Anglesey County Council's Senior Leadership Team acting on its behalf. See related party note in connection with the fees paid to the corporate trustee for property and financial administration costs incurred.

7. INVESTMENTS

Net Gains / (Losses) on Investments	Restricted Funds £	Endowment Funds £	Total 31.03.18 £	Total 31.03.17 £
Gains / (Losses) on listed Investment Funds	(918)	(1,326)	(2,244)	37,320
Gains / (Losses) on Investment Properties	-	353,185	353,185	(7,190)
Total Net Gains / (Losses)	(918)	351,859	350,941	30,130

a. INVESTMENTS LISTED OR TRADED ON A RECOGNISED STOCK EXCHANGE

Investments Listed or Traded on a Recognised Stock Exchange	Restricted Funds £	Endowment Funds £	Total 31.03.18 £	Total 31.03.17 £
Market Value				
At 1 April	107,231	153,593	260,824	223,504
Additions	-	-	-	-
Disposals	-	-	-	-
Revaluations	(918)	(1,327)	(2,245)	37,320
Transfers	-	-	-	-
Net Book Value at 31 March	106,313	152,266	258,579	260,824

There were no investment assets outside the UK.

The investments are mainly in Charinco and Charishare Common Investment Funds with small holdings in gilts and equity.

Investments are shown at market value, historical value is £67,029.

b. INVESTMENT PROPERTY

Investment Property	31.03.18 £	31.03.17 £
Market Value at 1 April	2,416,550	2,184,398
Additions	-	710,545
Less Disposals	(132,500)	(14)
Less Impairment	-	(446,203)
Revaluation Gain/(Loss)	315,550	(32,176)
Transfers	-	-
Net Book Value at 31 March	2,599,600	2,416,550

The David Hughes Endowment is comprised of 14 farm dwellings and 2 parcels of land, with a total area of 1,144.15 acres. During the year, the Tŷ Llwyd smallholding was sold, resulting in a capital receipt of £170k. The Trust made a gain of over £37k on this sale. As at 31 March 2018, Bryn Llwyd is valued as an Asset Held for Sale as it is due to be sold during the next financial year. The continuation of the refurbishment programme saw expenditure on repairs and maintenance of £119k.

The Estate was valued as at March 2018 at a total value of £2,599,600 on the existing use value basis by Barry Wyn Jones, the Isle of Anglesey County Council's Estates Internal Valuer.

8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

Debtors: Amounts Falling due within One Year	31.03.18	31.03.17
	£	£
Amounts recoverable on contract	97,250	67,382
Bad Debt Provision	(34,141)	-
Total Debtors	63,109	67,382

It was decided that it would be prudent to create a provision for bad debts owing to the amount of historic debts that have built up, although efforts to collect the amounts owed from previous tenants have recently increased.

9. CASH AT BANK

This represents the balance within the cash reserves held by the Isle of Anglesey County Council on behalf of the Anglesey Further Education Trust.

Cash at Bank	Further Education Trust 1/3	Further Education Trust 2/3	David Hughes Charitable Estate	Total Funds 31.3.18	Total Funds 31.3.17
	£	£	£	£	£
Cash at bank	207,184	137,311	(125,925)	218,570	103,298
Bank Deposits	207,184	137,311	(125,925)	218,570	103,298

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

Creditors: Amounts Falling due within One Year	Restricted Funds	Endowment Funds	31.03.18	31.03.17
	£	£	£	£
Other creditors	(1,191)	(14,633)	(15,824)	(12,175)
Total Creditors	(1,191)	(14,633)	(15,824)	(12,175)

11. MOVEMENT IN FUNDS

a.

Movement in Funds	01.04.17 £	Net Movement in Funds £	31.03.18 £
Further Education Trust 1/3	277,193	1,479	278,672
Further Education Trust 2/3	170,560	385	170,945
Restricted Funds	447,753	1,864	449,617
David Hughes Charitable Estate	2,388,126	286,291	2,674,417
Total Funds	2,835,879	288,155	3,124,034

b. Net movement in funds, included in the above, are as follows:

Net Movement in Funds included in the above:	Income Resources £	Expenditure £	Gains and Losses £	Movement in Funds £
Further Education Trust 1/3	2,748	(677)	(592)	1,479
Further Education Trust 2/3	1,388	(677)	(326)	385
Restricted Funds	4,136	(1,354)	(918)	1,864
David Hughes Charitable Trust	124,087	(189,655)	351,859	286,291
Total Funds	128,223	(191,009)	350,941	288,155

12. RELATED PARTY DISCLOSURES

Isle of Anglesey County Council

The Anglesey Further Education Trust Fund is administered by the Isle of Anglesey County Council. A property management fee of £8,891 (£8,250 in 2016/17) was charged by the Council for the administration of the David Hughes Estate. In addition, a financial management fee of £2,986 (£2,621 in 2016/17) has been charged to the Trust for financial administration and accounts production. Total fees recharged by the Council were, therefore, £11,877. In 2016/17, Architectural Services in relation to the repairs and refurbishment of the Estate were also provided internally, for which the Trust was charged £22,035.

Due to the nature of the charity's operations and because the sole trustee of the charity is the Isle of Anglesey County Council, it is inevitable that transactions will take place with organisations related to the Council and its employees. All transactions involving organisations in which the Isle of Anglesey County Council may have an interest are conducted at arm's length. The Council has a policy that all Councillors and members of the Senior Leadership Team must declare an interest if a related party transaction occurs.