

Charity registration number: 1096936

The Sir Tom Cowie Charitable Trust

Annual Report and Financial Statements
for the Year Ended 31 August 2020

The Sir Tom Cowie Charitable Trust

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The Sir Tom Cowie Charitable Trust

Reference and Administrative Details

Trustees	Mr D A Gray Mr P R Blackett Lady D Cowie
Principal Office	Estate Office Broadwood Hall Lanchester County Durham DH7 0TD
Charity Registration Number	1096936
Solicitors	BHP Law Westgate House Faverdale Darlington Co Durham DL3 7RT
Bankers	Barclays Bank plc Newcastle City 71 Grey Street Newcastle upon Tyne NE1 6EF
Auditor	MHA Tait Walker Chartered Accountants & Statutory Auditor Bulman House Regent Centre Gosforth Newcastle upon Tyne NE3 3LS

The Sir Tom Cowie Charitable Trust

Trustees' Report

The trustees present the annual report together with the financial statements and auditors' report of the charity for the year ended 31 August 2020.

Structure, governance and management

Nature of governing document

The Sir Tom Cowie Charitable Trust is a registered charity (registered number 1096936).

The governing document is the Trust Deed dated 20th January 2003, including the following restrictions:

- There shall be at least two trustees at all times, who shall be at least 18 years old.
- No trustee shall require any interest in property belonging to the charity, receive any remuneration from the charity or be interested in any contract entered into by the trustees.
- Trustees shall be able to receive payment in good faith for:
 - Professional charges provided the benefiting trustee was not present at any meeting at which his appointment or remuneration was discussed.
 - Interest on money lent to the charity provided the interest rate does not exceed 2% less than the bank clearing rate.
 - Rental income for premises let to the charity provided the benefiting trustee was not present at any meeting at which the lease or rentals payable was discussed.
- Reimbursement of reasonable out of pocket expenses, incurred in their capacity as a trustee.
- The trustees shall hold at least two ordinary meetings in each year. Decisions are determined by the majority of votes at meetings. If no majority is determined the chairman shall have the casting vote.

The trustees also act as the organising committee of the charity.

Arrangements for setting key management personnel remuneration

The charity does not employ any one directly. The board, together with the charity correspondent, run the day to day grant giving activities of the charity. As a result there are no key management personnel.

Risk Management

The trustees have conducted a review of the major risks to which the charity is exposed and the systems have been established to mitigate those risks.

The Sir Tom Cowie Charitable Trust

Trustees' Report

Objectives and activities

Objects and aims

The objectives of the charity are the promotion for public benefit within the City of Sunderland and County Durham by all or any of the following means:

- The relief of poverty in such ways as may be thought fit.
- The advancement of education in such ways as may be thought fit.
- The relief of unemployment in such ways as may be thought fit.
- The provision of assistance in the provision of housing for those who are in conditions of need and the improvement of housing, provided that such powers shall not extend to relieving any local authorities or other bodies of a statutory duty to provide or improve housing.
- The maintenance, improvement or provision of public amenities.
- The preservation of buildings or sites of historical or architectural importance.
- The provision or assistance in the provision of recreational facilities for the public at large and/or those who, by reason of their youth, old age, infirmity or disablement, poverty or social and economic circumstances, need such facilities.
- The protection or conservation of the environment.
- The preservation and protection of health.
- The promotion of public safety and prevention of crime.
- Such other means as may from time to time be determined subject to prior consent of the commissioners.

Fundraising disclosures

The charity is required to report how it deals with fundraising from the public. The charity does not use a professional fundraiser or commercial participator to raise funds. Any monies raised direct from the public follows all guidelines set out by the Charity Commission and UK law in every respect. We respect the privacy and contact preferences of all public donors.

Public benefit

The Charity intends to continue to benefit the public of Sunderland and County Durham area.

The Charity continues to run its own website, www.stcct.co.uk, to which all potential applicants are now directed to see if they meet the criteria for grants and, if so, to make their application online.

The Trustees confirm that they obtain as much media coverage as possible when donations are made. Where appropriate and possible, the Trustees also encourage the inclusion of the Charity's name and logo when donations are made. The Trustees consider that the above publicity raises awareness of the Charity which in turn ensures that the public are aware of the Charity and therefore provides the opportunity for people to apply to the Charity for consideration.

The trustees confirm that they have complied with the requirements of section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

Grant making policies

The charity invites applications for funding from individuals or institutions located within its area of benefit. The trustees meet regularly to review applications and approve or refuse grants.

The Sir Tom Cowie Charitable Trust

Trustees' Report

Achievements and performance

The following significant grants were awarded:

The University of Sunderland Development Trust Futures Fund - £20,000;

Dame Dorothy Primary School, Sunderland - £11,208 including a donation of over £10,000 towards the alterations of the old caretaker's house into a community hub;

Willow Fields Primary School, Sunderland - £12,100 including £10,000 towards the necessary equipment to create a library, including the provision of new books;

School visits and music projects in Sunderland, approximately £10,000, it should be noted that the project was restricted, due to the COVID-19 outbreak.

In response to the COVID-19 pandemic, the Trustees agreed to set aside monies to assist local communities and schools in respect of the issues that arose out of the lockdown restrictions and a total of £17,500 was paid to the East Durham Community Development Trust, Derwentside Trust and Sunderland Community Soup Kitchen, focussed on the provision of food parcels to the local community. Whilst a further £9,500 was split between six schools in Sunderland who applied for help in respect of the provision of priority food parcels.

The Trust has also made several smaller donations to organisations that the Trustees believe fall within the public benefit criteria.

Finally, various commitments were made in respect of other projects that, unfortunately, were not fulfilled during the accountancy year, due to the COVID-19 restrictions and it is hoped that a number of these projects will move forward in the 2020/21 year.

Financial review

The financial position for the year shows a deficit in net incoming funds of £154,650 including net losses on investment assets of £72,671. Total funds amount to £5,488,491 as at 31st August 2020, of which endowment funds are £5,457,461, and restricted funds of £68. The trustees consider the financial position of the charity to be satisfactory.

The trustees have considered the financial position in light of the ongoing situation in relation to the Covid-19 virus and on conclusion of this work and given the strong cash and investment balance, consider that there are no material uncertainties about the charity's ability to continue as a going concern.

Policy on reserves

The trustees have reviewed future outgoings and consider the current level of reserves appropriate to generate sufficient income to pay future donations and expenses.

Investment policy and objectives

Trustees may invest as they see fit, having regard for the standard investment criteria as defined by section 4 of the Trustee Act 2000.

The Sir Tom Cowie Charitable Trust

Trustees' Report

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.

Disclosure of information to auditor

Each trustee has taken steps that they ought to have taken as a trustee in order to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information. The trustees confirm that there is no relevant information that they know of and of which they know the auditor is unaware.

Reappointment of auditor

A resolution for the re-appointment of MHA Tait Walker as auditors of the charity is to be proposed at the forthcoming Annual General Meeting.

The annual report was approved by the trustees of the charity on 20th May 2021 and signed on its behalf by:

Mr D A Gray
Trustee

The Sir Tom Cowie Charitable Trust

Independent Auditor's Report to the Members of The Sir Tom Cowie Charitable Trust

Opinion

We have audited the financial statements of The Sir Tom Cowie Charitable Trust (the 'charity') for the year ended 31 August 2020, which comprise the Statement of Financial Activities, Balance Sheet, and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is United Kingdom Accounting Standards, comprising Charities SORP - FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and applicable law (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 August 2020 and of its incoming resources and application of resources, including its income and expenditure 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 Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

The Sir Tom Cowie Charitable Trust

Independent Auditor's Report to the Members of The Sir Tom Cowie Charitable Trust

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Report.

We have nothing to report in respect of the following matters where the Charities Act 2011 requires us to report to you if, in our opinion:

- sufficient accounting records have not been kept, or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine 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 charity's 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 either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our 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 our 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.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

The Sir Tom Cowie Charitable Trust

Independent Auditor's Report to the Members of The Sir Tom Cowie Charitable Trust

Use of our report

This report is made solely to the charity trustees, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our work has been undertaken so that we might state to the trustees those matters we are required to state to trustees in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and its trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Simon Brown BA ACA DChA (Senior Statutory Auditor)
For and on behalf of MHA Tait Walker
Chartered Accountants
Statutory Auditor
Bulman House
Regent Centre
Gosforth
Newcastle upon Tyne
NE3 3LS

Date: 24/5/2021

MHA Tait Walker is a trading name of Tait Walker LLP.

The Sir Tom Cowie Charitable Trust

Statement of Financial Activities for the Year Ended 31 August 2020

	Note	Unrestricted funds £	Restricted funds £	Endowment funds £	Total 31 August 2020 £	Total 1 June 2018 to 31 August 2019 £
Income and Endowments from:						
Donations and legacies		-	-	-	-	10,078
Investment income	3	103,978	-	-	103,978	164,764
Total Income		103,978	-	-	103,978	174,842
Expenditure on:						
Raising funds	4	(9,191)	-	(27,575)	(36,766)	(46,468)
Charitable activities	5	(120,086)	-	(29,105)	(149,191)	(173,290)
Other expenditure	6	-	-	-	-	(38)
Total Expenditure		(129,277)	-	(56,680)	(185,957)	(219,796)
Gains/(losses) on investment assets		32,162	-	(104,833)	(72,671)	202,759
Net income/(expenditure)		6,863	-	(161,513)	(154,650)	157,805
Gross transfers between funds		(17,357)	-	17,357	-	-
Net movement in funds		(10,494)	-	(144,156)	(154,650)	157,805
Reconciliation of funds						
Total funds brought forward		41,456	68	5,601,617	5,643,141	5,485,336
Total funds carried forward	14	30,962	68	5,457,461	5,488,491	5,643,141

All of the charity's activities derive from continuing operations during the above two periods.

The Sir Tom Cowie Charitable Trust

Comparative Statement of Financial Activities for the Year Ended 31 August 2019

	Note	Unrestricted funds £	Restricted funds £	Endowment funds £	Total 31 August 2019 £
Income and Endowments from:					
Donations and legacies		-	10,078	-	10,078
Investment income	3	164,764	-	-	164,764
Total income		164,764	10,078	-	174,842
Expenditure on:					
Raising funds		(11,617)	-	(34,851)	(46,468)
Charitable activities		(124,755)	(10,010)	(38,525)	(173,290)
Other expenditure	6	(38)	-	-	(38)
Total expenditure		(136,410)	(10,010)	(73,376)	(219,796)
Gains/(losses) on investment assets		(124,081)	-	326,840	202,759
Net (expenditure)/income		(95,727)	68	253,464	157,805
Gross transfers between funds		119,753	-	(119,753)	-
Net movement in funds		24,026	68	133,711	157,805
Reconciliation of funds					
Total funds brought forward		17,430	-	5,467,906	5,485,336
Total funds carried forward	14	41,456	68	5,601,617	5,643,141

The Sir Tom Cowie Charitable Trust

(Registration number: 1096936)

Balance Sheet as at 31 August 2020

	Note	31 August 2020 £	31 August 2019 £
Fixed assets			
Investments	11	5,361,868	5,520,577
Current assets			
Debtors	12	667	662
Cash at bank and in hand		188,026	220,481
		188,693	221,143
Creditors: Amounts falling due within one year	13	(62,070)	(98,579)
Net current assets		126,623	122,564
Net assets		5,488,491	5,643,141
Funds of the charity:			
Endowment funds		5,457,461	5,601,617
Restricted funds		68	68
Unrestricted income funds			
Unrestricted funds		30,962	41,456
Total funds	14	5,488,491	5,643,141

The financial statements on pages 9 to 24 were approved by the trustees, and authorised for issue on 20 May 2021 and signed on their behalf by:

MA Gray

Mr D A Gray
Trustee

The Sir Tom Cowie Charitable Trust

Notes to the Financial Statements for the Year Ended 31 August 2020

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 2019) - (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

The Sir Tom Cowie Charitable Trust 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.

The functional currency is sterling.

Exemption from preparing a cash flow statement

The charity opted to early adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cash flow statement in these financial statements.

Going concern

The trustees have considered the financial position in light of the ongoing situation in relation to the Covid-19 virus and on conclusion of this work, given the strong cash and investment balance, consider that there are no material uncertainties about the charity's ability to continue as a going concern.

Estimation uncertainty and judgements

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported.

Management have provided depreciation, prepayments, accruals and other cut-off adjustments. Whilst management believe that these estimates and judgements are accurate, there is every likelihood that they will not be exact.

These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The Sir Tom Cowie Charitable Trust

Notes to the Financial Statements for the Year Ended 31 August 2020

1 Accounting policies (continued)

Income and endowments

Voluntary income including donations, gifts and legacies and grants that provide core funding or are of general nature are recognised where there is entitlement, certainty of receipt and the amount can be measured with sufficient reliability. Such income is only deferred when:

- The donor specifies that the grant or donation must only be used in future accounting periods; or
- The donor has imposed conditions which must be met before the charity has unconditional entitlement.

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

Dividends are recognised once the dividend has been declared and notification has been received of the dividend due.

Income from investments is included in incoming resources when the charity is entitled to receipt.

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.

Raising funds

These are costs incurred in attracting voluntary income, the management of investments and those incurred in trading activities that raise funds.

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.

Governance costs

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

The Sir Tom Cowie Charitable Trust

Notes to the Financial Statements for the Year Ended 31 August 2020

1 Accounting policies (continued)

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Fixed asset investments

Fixed asset investments are included at market value at the balance sheet date. Realised gains and losses on investments are calculated as the difference between sales proceeds and their market value at the start of the year, or their subsequent cost, and are charged or credited to the Statement of Financial Activities in the period of disposal.

Unrealised gains and losses represent the movement in market values during the year and are credited or charged to the Statement of Financial Activities based on the market value at the year end.

Trade debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

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.

Trade creditors

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provision are normally recognised at their settlement amount after allowing for any trade discounts due.

Fund structure

Unrestricted funds comprise those funds which the trustees are free to use for any purpose in furtherance of the charitable objects. Unrestricted funds can include designated funds where the trustees, at their discretion, have created a fund for a specific purpose.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor or trust deed.

The Sir Tom Cowie Charitable Trust

Notes to the Financial Statements for the Year Ended 31 August 2020

1 Accounting policies (continued)

The charity has an expendable endowment fund, created by a donation from Sir Tom Cowie. The income of this fund is used to purchase properties and investments, to generate funds for the expenditure required to meet the charitable objectives. The terms of the fund allow the income to be accumulated and the capital to be spent if the trustees so determine. The intention of the trustees is to preserve the capital, as far as possible, spending the income earned from the investments. However, the trustees will continue to consider each potential application for funding on its own merit and may choose to support larger applications even if these erode the capital value of the endowment fund. The Endowment Reserve at each financial year end equates to the aggregate value of Fixed Asset Investments, Cash held by the investment broker (which is recognised in current assets) less any liability to pay donations (which are recognised in current liabilities).

2 Income from donations and legacies

	Total 31 August 2020 £	Total 1 June 2018 to 31 August 2019 £
Donations and legacies;		
Donations to major appeals	-	10,078
	-	10,078

3 Investment income

	Unrestricted funds		
	General £	Total 31 August 2020 £	Total 1 June 2018 to 31 August 2019 £
Interest receivable and similar income;			
Interest receivable on bank deposits	413	413	411
Other income from fixed asset investments	103,565	103,565	164,353
	103,978	103,978	164,764

The Sir Tom Cowie Charitable Trust

Notes to the Financial Statements for the Year Ended 31 August 2020

4 Expenditure on raising funds

a) Investment management costs

		Unrestricted funds	Endowment funds	Total 31 August 2020 £	Total 1 June 2018 to 31 August 2019 £
	Note	General £	Expendable £		
Other investment management costs;					
Amounts payable to investment managers		9,191	27,575	36,766	46,468
		<u>9,191</u>	<u>27,575</u>	<u>36,766</u>	<u>46,468</u>

Investment management costs have been split 25% to unrestricted funds and 75% to endowment funds. This is in line with the 2019 apportionment.

The Sir Tom Cowie Charitable Trust

Notes to the Financial Statements for the Year Ended 31 August 2020

5 Expenditure on charitable activities

	Unrestricted funds	Endowment funds		Total 1 June 2018 to 31 August 2019 £
	General £	Expendable £	Total 31 August 2020 £	
Charitable Donations	108,783	-	108,783	119,383
Support Costs	11,303	29,105	40,408	53,907
	<u>120,086</u>	<u>29,105</u>	<u>149,191</u>	<u>173,290</u>

	Activity undertaken directly £	Activity support costs £	Total 31 August 2020 £	Total 1 June 2018 to 31 August 2019 £
Charitable donations	108,783	-	108,783	119,383
Governance Costs	-	40,408	40,408	53,907
	<u>108,783</u>	<u>40,408</u>	<u>149,191</u>	<u>173,290</u>

£149,191 (2019 - £163,280) of the above expenditure was attributable to unrestricted funds and £Nil (2019 - £10,010) to restricted funds.

Included within the unrestricted expenditure is £29,105 (2019 -£38,525), allocated to the Expendable Endowment fund.

In addition to the expenditure analysed above, there are also governance costs of £40,408 (2019 - £53,907) which relate directly to charitable activities. See note 7 for further details.

The Sir Tom Cowie Charitable Trust

Notes to the Financial Statements for the Year Ended 31 August 2020

5 Expenditure on charitable activities (continued)

	2020	2019
	£	£
Grants to Institutions		
Primary Schools - school visit transport	6,020	3,582
Woodshed Workshop	22,500	-
Southmoor Academy	616	2,125
Dame Dorothy Primary School Alterations	10,803	41,043
Grangetown	-	1,030
Gillas Lane Primary - New Roof	-	8,310
Bramston Primary - Books	-	5,418
University of Sunderland Development Trust Features Fund Bursary	20,000	37,500
Sunderland City - Coats for Kids	-	10,010
7 Colombo Road - Activities	568	375
Consett Rotary	600	-
Bowes Museum - Not utilised	-	(15,010)
Willowfields Primary - library	10,000	-
The Aged Merchant Seamen's Homes - Trafalgar House	-	20,000
Grangetown - Covid-19	4,000	-
Gillas Lane - Covid 19	1,000	-
Valley Road - Covid-19	2,000	-
Hudson Road - Covid-19	500	-
Dame Dorothy - Covid-19	2,000	-
Sunderland Community Soup Kitchen - Covid-19	2,500	-
Derwentside Trust - Covid-19	5,000	-
East Durham Community Development Trust - Covid-19	10,000	-
Boat trips	6,000	-
Villa Real	3,179	-
Burnmoor Scouts	598	-
Durham Association of Boys and Girls Clubs	1,500	-
Sir Tom Cowie Family Trust	190	-
Wearside Women in Need	(791)	5,000
Total Grants	108,783	119,383

The Sir Tom Cowie Charitable Trust

Notes to the Financial Statements for the Year Ended 31 August 2020

6 Other expenditure

	Total 31 August 2020 £	Total 1 June 2018 to 31 August 2019 £
Marketing and publicity	-	38
	-	38

All costs in 2019 were unrestricted.

7 Analysis of governance and support costs

Support costs allocated to charitable activities

	Governance costs £	Total 31 August 2020 £	Total 1 June 2018 to 31 August 2019 £
Audit fees	3,600	3,600	3,840
Tax fees	90	90	936
Legal fees	-	-	288
Trustee insurance	925	925	752
Subscriptions	1,022	1,022	626
Bank charges	193	193	81
Admin support costs	27,120	27,120	44,191
Bookkeeping Fees	5,760	5,760	2,400
Internet Charges	451	451	793
Entertainment	364	364	-
Exchange rate variance	883	883	-
	40,408	40,408	53,907

8 Trustees remuneration and expenses

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

No trustees have received any reimbursed expenses from the charity during the year.

The charity does not employ any other members of staff.

The Sir Tom Cowie Charitable Trust

Notes to the Financial Statements for the Year Ended 31 August 2020

9 Auditors' remuneration

	Year ended 31 August 2020 £	1 June 2018 to 31 August 2019 £
Audit of the financial statements	<u>3,600</u>	<u>3,840</u>
Other fees to auditors		
Taxation compliance services	-	936
All other non-audit services	<u>5,760</u>	<u>2,400</u>
	<u>5,760</u>	<u>3,336</u>

10 Taxation

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

11 Fixed asset investments

	31 August 2020 £	31 August 2019 £
Other investments	<u>5,361,868</u>	<u>5,520,577</u>

Other investments

	Listed investments £	Total £
Cost or Valuation		
At 1 September 2019	5,520,577	5,520,577
Additions	2,767,541	2,767,541
Disposals	(2,821,399)	(2,821,399)
Revaluation	<u>(104,851)</u>	<u>(104,851)</u>
At 31 August 2020	<u>5,361,868</u>	<u>5,361,868</u>
Net book value		
At 31 August 2020	<u>5,361,868</u>	<u>5,361,868</u>
At 31 August 2019	<u>5,520,577</u>	<u>5,520,577</u>

The Sir Tom Cowie Charitable Trust

Notes to the Financial Statements for the Year Ended 31 August 2020

11 Fixed asset investments (continued)

Historical cost of investments at year end was £4,531,243 (2019: £4,136,027)

The investments are made up as follows:

	31 August 2020 £	31 August 2019 £
UK Quoted Fixed Interest Securities	1,060,163	1,159,336
UK Quoted Shares	2,334,365	2,476,371
Non-UK Quoted Shares	1,696,071	1,693,878
Non UK Fixed interest	271,269	190,992
	<u>5,361,868</u>	<u>5,520,577</u>

No individual shareholding exceeds 5%.

12 Debtors

	31 August 2020 £	31 August 2019 £
Accrued income	<u>667</u>	<u>662</u>

13 Creditors: amounts falling due within one year

	31 August 2020 £	31 August 2019 £
Trade creditors	53,470	89,619
Accruals	<u>8,600</u>	<u>8,960</u>
	<u>62,070</u>	<u>98,579</u>

The Sir Tom Cowie Charitable Trust

Notes to the Financial Statements for the Year Ended 31 August 2020

14 Funds

	Balance at 1 September 2019 £	Incoming resources £	Resources expended £	Transfers £	Other recognised gains/(losses) £	Balance at 31 August 2020 £
Unrestricted funds						
<i>General</i>						
General	41,456	103,978	(129,277)	(17,357)	32,162	30,962
Restricted funds						
Coats for Kids	68	-	-	-	-	68
Endowment funds						
<i>Expendable</i>						
Expendable	5,601,617	-	(56,680)	17,357	(104,833)	5,457,461
	<u>5,601,617</u>	<u>-</u>	<u>(56,680)</u>	<u>17,357</u>	<u>(104,833)</u>	<u>5,457,461</u>
Total funds	<u>5,643,141</u>	<u>103,978</u>	<u>(185,957)</u>	<u>-</u>	<u>(72,671)</u>	<u>5,488,491</u>

Unrestricted funds comprise those funds which the trustees are free to use for any purpose in furtherance of the charitable objects. Unrestricted funds can include designated funds where the trustees, at their discretion, have created a fund for a specific purpose

The charity has an expendable endowment fund, created by a donation from Sir Tom Cowie. The income of this fund is used to purchase properties and investments, to generate funds for the expenditure required to meet the charitable objectives. The terms of the fund allow the income to be accumulated and the capital to be spent if the trustees so determine. The intention of the trustees is to preserve the capital, as far as possible, spending the income earned from the investments. However, the trustees will continue to consider each potential application for funding on its own merit and may choose to support larger applications even if these erode the capital value of the endowment fund. The Endowment Reserve at each financial year end equates to the aggregate value of Fixed Asset Investments, Cash held by the investment broker (which is recognised in current assets) less any liability to pay donations (which are recognised in current liabilities).

The specific purposes for which the funds are to be applied are as follows:

Coats for Kids Project- The fund was created to purchase coats to give free to children.

The Sir Tom Cowie Charitable Trust

Notes to the Financial Statements for the Year Ended 31 August 2020

15 Analysis of net assets between funds

	Unrestricted funds		Endowment funds	
	General	Restricted	Expendable	31 August 2019
	£	funds	£	Total funds
		£		£
Fixed asset investments	-	-	5,361,868	5,361,868
Current assets	41,002	68	147,623	188,693
Current liabilities	(10,040)	-	(52,030)	(62,070)
Total net assets	30,962	68	5,457,461	5,488,491
	Unrestricted funds		Endowment funds	
	General	Restricted	Expendable	31 May 2019
	£	funds	£	Total funds
		£		£
Fixed asset investments	-	-	5,520,577	5,520,577
Current assets	64,456	68	156,619	221,143
Current liabilities	(23,000)	-	(75,579)	(98,579)
Total net assets	41,456	68	5,601,617	5,643,141

16 Analysis of net funds

	At 1 September 2019	Cash flow	At 31 August 2020
	£	£	£
Cash at bank and in hand	220,481	(32,455)	188,026
Net debt	220,481	(32,455)	188,026
	At 1 June 2018	Cash flow	At 31 August 2019
	£	£	£
Cash at bank and in hand	47,627	172,854	220,481
Net debt	47,627	172,854	220,481

The Sir Tom Cowie Charitable Trust

Notes to the Financial Statements for the Year Ended 31 August 2020

17 Related party transactions

During the year the charity made the following related party transactions:

The Sir Tom Cowie Family Trust 2006

The two entities are related in that trustees Lady D Cowie, Mr D Gray and Mr P Blackett are trustees of The Sir Tom Cowie Family Trust 2006.

During the year the trust incurred administration support costs of £27,120 (2019 - £30,480) and other costs of £280 (2019 - £Nil). At the balance sheet date the amount due to/from from The Sir Tom Cowie Family Trust 2006 was £Nil (2019 - £13,560).

Cowie Estates Limited

The two entities are related in that trustees Mr D Gray and Mr P Blackett are directors of Cowie Estates Limited.

During the year the trust incurred management charges of £Nil (2019 - £5,460) from Cowie Estates Limited. At the balance sheet date the amount due to/from Cowie Estates Limited was £Nil (2019 - £Nil).