

Charity registration number 1114120

THE COLLINS EDUCATIONAL TRUST
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

THE COLLINS EDUCATIONAL TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr F Collins Mr J M Collard Mr K M Butcher
Charity number	1114120
Principal address	10 Collett Way Frome Somerset BA11 2XR
Independent examiner	David Owen & Co 17 The Market Place Devizes Wiltshire SN10 1BA
Solicitors	Mogers Drewett LLP St James' House The Square Lower Bristol Road Bath BA2 3BH

THE COLLINS EDUCATIONAL TRUST

CONTENTS

	Page
Trustees report	1 - 2
Statement of trustees responsibilities	3
Independent examiner's report	4 - 5
Statement of financial activities	6
Balance sheet	7
Notes to the financial statements	8 - 12

THE COLLINS EDUCATIONAL TRUST

TRUSTEES REPORT

FOR THE YEAR ENDED 30 JUNE 2022

The trustees present their report and accounts for the year ended 30 June 2022.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's Trust Deed, the Charities Act 2011 and "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).

Objectives and activities

The Charity's objectives are to help young people and children in their education and training by way of awarding scholarships, exhibitions, bursaries or maintenance allowances tenable at any School, University or educational establishment approved by the Trustees to persons who are in need of financial assistance in order to attend such educational establishment and in otherwise furthering the education of such persons.

The Trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the Charity should undertake.

Achievements and performance

During the course of the year the Charity received donations from the Collins family amounting to £6,000 gross. We assisted 12 GCSE/A-level students during the year - total grants £43,566 - plus 4 higher education students.

Financial review

Income this year did not cover the bursaries given, not least because the natural income from the investments fell. The Trustees would still aim in years to come to increase the natural income to cover the bursaries, but we retain a 'total return' policy in terms of reviewing the performance of our portfolio. Thusly, over the medium term, we aim for the income plus capital growth to cover the bursaries and expenditure and at least maintain the real value of the underlying investments, averaged over a 5-year period.

As at 30 June 2022 the Charity had made grant commitments for future assistance to students for the duration of courses amounting to approximately £117,066 payable through to 2027.

The Trustees are very alert to the possibility that income flows from the investments may be disrupted due to current market conditions, but in conjunction with their financial advisers are maintaining a long-term view with a 'total return' strategy with a view to maintaining bursary levels in the short term. In addition, asset value fell this year, but this reflected current short term market conditions.

The reserves policy of the Charity is one of sustainability; we manage the investments to ensure the long-term sustainability of the fund, with the aim that the overall return on investments (capital and income) is sufficient to meet the grant commitments and grow the capital base at least to keep up with inflation so that the Charity is self-sustaining. Cash flow is carefully managed to ensure that there is always sufficient cash available to meet the grant commitments as they fall due.

The trustees also invested in branding and website and developing our on-line application process during the year which will assist in the promotion of the Charity and administration of applications going forward.

The Trustees have assessed the major risks to which the Charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

THE COLLINS EDUCATIONAL TRUST

TRUSTEES REPORT (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

Structure, governance and management

The Charity was established by a charitable trust deed on 1 July 2005.

The Trustees who served during the year and up to the date of signature of the financial statements were:

Mr F Collins

Mr J M Collard

Mr K M Butcher

Miss L Croft

(Deceased 24 September 2022)

Trustees are recruited so as to ensure the Trustee Board continues to have the necessary range of skills to enable the Charity to fulfil its charitable objectives. Where necessary the Trustees are given training in their role as a Trustee.

There are no staff. Day to day administration is carried out mostly by Mr F G Collins, one of the Trustees, and the Trustees meet as required.

The Trustees report was approved by the Board of Trustees.



Mr F Collins

Dated: 13 February 2023

THE COLLINS EDUCATIONAL TRUST

STATEMENT OF TRUSTEES RESPONSIBILITIES

FOR THE YEAR ENDED 30 JUNE 2022

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 England and Wales 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 year.

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 operation.

The trustees are responsible for keeping sufficient 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 Charity (Accounts and Reports) Regulations 2008 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.

THE COLLINS EDUCATIONAL TRUST

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF THE COLLINS EDUCATIONAL TRUST

I report on the financial statements of the charity for the year ended 30 June 2022, which are set out on pages 6 to 12.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the financial statements. The charity's trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed.

It is my responsibility to:

- (i) examine the financial statements under section 145 of the 2011 Act;
- (ii) to follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- (iii) to state whether particular matters have come to my attention.

Basis of independent examiner's report

My examination was carried out in accordance with the general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the financial statements presented with those records. It also includes consideration of any unusual items or disclosures in the financial statements, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the financial statements present a 'true and fair view' and the report is limited to those matters set out in the next statement.

THE COLLINS EDUCATIONAL TRUST

INDEPENDENT EXAMINER'S REPORT (CONTINUED) TO THE TRUSTEES OF THE COLLINS EDUCATIONAL TRUST

Independent examiner's statement

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with Accounting and reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for the financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

In connection with my examination, no other matter except that referred to in the previous paragraph has come to my attention:

- (a) which gives me reasonable cause to believe that in any material respect the requirements:
 - (i) to keep accounting records in accordance with section 130 of the 2011 Act; and
 - (ii) to prepare financial statements which accord with the accounting records and comply with the accounting requirements of the 2011 Act;have not been met or
- (b) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the financial statements to be reached.

Andrew Coombes FCCA
David Owen & Co

Chartered Accountants
17 The Market Place
Devizes
Wiltshire
SN10 1BA

Dated:

THE COLLINS EDUCATIONAL TRUST

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 30 JUNE 2022

	Notes	Unrestricted funds 2022 £	Unrestricted funds 2021 £
Income from:			
Donations and legacies	2	7,875	7,125
Investments	3	33,010	41,953
Total income		<u>40,885</u>	<u>49,078</u>
Expenditure on:			
Raising funds	4	<u>10,000</u>	<u>10,000</u>
Charitable activities	5	<u>63,127</u>	<u>52,500</u>
Total expenditure		<u>73,127</u>	<u>62,500</u>
Net gains/(losses) on investments	10	<u>(116,520)</u>	<u>109,958</u>
Net movement in funds		<u>(148,762)</u>	<u>96,536</u>
Fund balances at 1 July 2021		<u>1,269,854</u>	<u>1,173,318</u>
Fund balances at 30 June 2022		<u><u>1,121,092</u></u>	<u><u>1,269,854</u></u>

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

THE COLLINS EDUCATIONAL TRUST

BALANCE SHEET AS AT 30 JUNE 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Investments	11		1,115,460		1,252,829
Current assets					
Cash at bank and in hand		6,842		18,115	
Creditors: amounts falling due within one year	13	(1,210)		(1,090)	
Net current assets			5,632		17,025
Total assets less current liabilities			<u>1,121,092</u>		<u>1,269,854</u>
Income funds					
Unrestricted funds			<u>1,121,092</u>		<u>1,269,854</u>
			<u>1,121,092</u>		<u>1,269,854</u>

The financial statements were approved by the Trustees on 13 February 2023

Mr F Collins
Trustee

Mr K M Butcher
Trustee

THE COLLINS EDUCATIONAL TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

1 Accounting policies

Charity information

The Collins Educational Trust was established by a charitable trust deed on 1 July 2005.

1.1 Accounting convention

The accounts have been prepared in accordance with the charity's trust deed, the Charities Act 2011 and "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)" (as amended for accounting periods commencing from 1 January 2016).

The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The accounts have been prepared under the historical cost convention, modified to include certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

Investment income is recognised when receivable and can be measured reliably by the charity.

1.5 Expenditure

All expenditure is accounted for on an accruals basis.

1.6 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

THE COLLINS EDUCATIONAL TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2022

(Continued)

1 Accounting policies

1.7 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.8 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.9 Unrestricted Funds

Unrestricted funds consist of income received or generated for the objects of the Trust without further specified purposes and thus available as general funds.

THE COLLINS EDUCATIONAL TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2022

2 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Donations and gifts	<u>7,875</u>	<u>7,125</u>

3 Investments

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Income from listed investments	<u>33,010</u>	<u>41,953</u>

4 Raising funds

	2022	2021
	£	£
Investment management	<u>10,000</u>	<u>10,000</u>
	<u>10,000</u>	<u>10,000</u>

5 Charitable activities

	Grants 2022	Grants 2021
	£	£
Grant funding of activities (see note 6)	52,766	51,304
Share of governance costs (see note 7)	<u>10,361</u>	<u>1,196</u>
	<u>63,127</u>	<u>52,500</u>

THE COLLINS EDUCATIONAL TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

6 Grants payable

	2022 £	2021 £
Grants to individuals	52,766	51,304
	<u>52,766</u>	<u>51,304</u>

Commitments

The Trust has grant commitments totalling £117,066. The amount payable in the year to 30 June 2023 amounts to £52,766.

7 Support costs

	Support costs £	Governance costs £	2022 £	2021 £
Accountancy	-	1,218	1,218	1,112
Charges	-	30	30	-
Web hosting	-	263	263	84
Brand development	-	8,850	8,850	-
	<u>-</u>	<u>10,361</u>	<u>10,361</u>	<u>1,196</u>
Analysed between Charitable activities	<u>-</u>	<u>10,361</u>	<u>10,361</u>	<u>1,196</u>

Governance costs includes payments to the independent examiners of £1,218 (2021 £1,112) for independent examination fees.

8 Trustees

During the year to 30 June 2022, no Trustees received any funds from the charity. This was the same for the year to 30 June 2021.

9 Employees

There were no employees during the year.

THE COLLINS EDUCATIONAL TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2022

10 Net gains/(losses) on investments

	2022	2021
	£	£
Revaluation of investments	(99,518)	57,781
Gain/(loss) on sale of investments	(17,002)	52,177
	<u>(116,520)</u>	<u>109,958</u>

11 Fixed asset investments

	Listed investments £
Cost or valuation	1,252,829
At 1 July 2021	858,785
Additions	(99,518)
Valuation changes	(896,636)
Disposals	<u>1,115,460</u>
At 30 June 2022	
Carrying amount	1,115,460
At 30 June 2022	<u>1,252,829</u>
At 30 June 2021	<u>1,252,829</u>

Fixed asset investments revalued

The historical cost of fixed asset investments was £1,172,497 (2021 £1,210,347).

12 Financial instruments

Carrying amount of financial assets

Instruments measured at fair value through profit or loss

2022	2021
£	£
<u>1,115,460</u>	<u>1,252,829</u>

13 Creditors: amounts falling due within one year

Accruals and deferred income

2022	2021
£	£
<u>1,210</u>	<u>1,090</u>