

THE SHEPHERD STREET TRUST

England & Wales · Charity number 222922

Details

Other names	SHEPHERD STREET MISSION, THE SHEPHERD STREET MISSION
Status	Registered
Legal form	Other
Registered	1973-07-30
Register	View on the Charity Commission register

Contact

Address	Po Box 658 Longridge Preston PR3 2WJ
Phone	01200427625
Email	enquiries@shepherdstreettrust.co.uk
Website	www.shepherdstreettrust.co.uk

Activities

Objects: TO PROVIDE FOR THE BENEFITS OF PERSONS UNDER THE AGE OF 21 YEARS AND RESIDING WITHIN A RADIUS OF FIFTY MILES OF PRESTON TOWN HALL BY A) RELIEVING THE NEED, HARDSHIP OR DISTRESS OF SUCH PERSONS. B) PROMOTING THE EDUCATION INCLUDING SOCIAL AND PHYSICAL TRAINING OF SUCH PERSONS. C) PROVIDING FINANCIAL ASSISTANCE, OUTFITS, CLOTHING, TOOLS, INSTRUMENTS, EQUIPMENT OR BOOKS TO ENABLE SUCH PERSONS ON LEAVING SCHOOL, UNIVERSITY OR OTHER EDUCATIONAL ESTABLISHMENT TO PREPARE FOR OR TO ENTER A PROFESSION TRADE OR CALLING. D) PROVIDING OR ASSISTING IN THE PROVISION FOR SUCH PERSONS OF FACILITIES FOR RECREATION OR OTHER LEISURE-TIME OCCUPATION IN THE INTERESTS OF SOCIAL WELFARE WITH THE OBJECT OF IMPROVING CONDITONS OF LIFE FOR SUCH PERSONS. E)IN MAKING GRANTS OR DONATIONS TO CHARITABLE INSTITUTIONS OR ORGANISATIONS HAVING FOR THEIR OBJECT THE BENEFIT OF SUCH PERSONS. F) IN PROVIDING FINANCIAL ASSISTANCE TO ENABLE SUCH PERSONS TO RECIVE SPECIALIST MEDICAL ATTENTION BOTH IN THE UNITED KINGDOM AND ABROAD. G) PROVIDING FINANCIAL ASSISTANCE FOR THE CHILDRENS WARD AT THE ROYAL PRESTON HOSPITAL.

Activities: PROVISION OF GRANTS FOR THE BENEFIT OF PERSONS UNDER THE AGE OF TWENTY ONE YEARS WHO RESIDE WITHIN A RADIUS OF FIFTY MILES OF PRESTON CITY CENTRE.GRANTS ARE PROVIDED FOR SPECIALIST MEDICAL ATTENTION AND EQUIPMENT, TO RELIEVE HARDSHIP

AND DISTRESS, TO PROVIDE EDUCATIONAL TRAINING AND TO ASSIST IN THE PROVISION OF FACILITIES FOR RECREATION AND LEISURE ACTIVITIES.

Classification

- **How:** Makes Grants To Individuals, Makes Grants To Organisations
- **What:** Education/training, The Advancement Of Health Or Saving Of Lives, Disability, The Prevention Or Relief Of Poverty, Arts/culture/heritage/science, Amateur Sport
- **Who:** Children/young People, Other Charities Or Voluntary Bodies

Geography

- **Area of benefit:** PRESTON
- Lancashire

Finances

Period end	Income	Expenditure	Assets	Employees
2025-06-30	£43,122	£66,036	-	-
2024-06-30	£42,266	£58,930	-	-
2023-06-30	£56,782	£57,043	-	-
2022-06-30	£54,919	£61,380	-	-
2021-06-30	£54,691	£52,817	-	-

Trustees

Name	Role	Appointed
CATHERINE PENNY	Chair	
DIANA SUSAN ROBERTSON		2014-05-13
Dr MARTIN JOHN WHEATMAN		2013-02-06
Jeremy George Frederick Harries		2017-01-10
MRS KATE WHITAKER		2014-07-15
STUART SHORTHOUSE		
Susan McConkey		2023-03-15
TIMOTHY JAMES SCOTT		
WENDY EVANS		2011-03-21

THE SHEPHERD STREET TRUST

England & Wales - Charity number 222922

Accounts

Charity No: 222922

The Shepherd Street Trust

Financial Statements

**For The Year Ended
30 June 2025**

THE SHEPHERD STREET TRUST

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THE SHEPHERD STREET TRUST

CHARITY INFORMATION

Trustees	Mrs C Penny MBE DL – Chairman S Shorthouse – Joint Vice Chairman Dr M Wheatman – Joint Vice Chairman Mrs W Evans J Harries Mrs D S Robertson T J Scott Mrs K Whitaker Mrs S McConkey
Secretary	Mrs J Turner
Registered office	P O Box 658 Longridge Preston PR3 2WJ Website: www.shepherdstreettrust.co.uk e-mail: enquiries@shepherdstreettrust.co.uk
Charity Number	222922
Independent examiner	N Mason FCA, DChA MHA Richard House Winckley Square Preston PR1 3HP
Investment agents	TrinityBridge 10 Crown Place London EC2A 4FT

THE SHEPHERD STREET TRUST
TRUSTEES' ANNUAL REPORT
FOR THE YEAR ENDED 30 JUNE 2025

The trustees have pleasure in presenting their report for the year ended 30 June 2025.

The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities' (FRS102) in preparing the annual report and financial statements of the charity.

The financial statements have been prepared in accordance with the accounting policies set out in the notes to the accounts and comply with the charity's governing document, 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 published in October 2019.

Objects and activities for the public benefit

Following the amendments to the scheme of operation, The Shepherd Street Trust, which was formerly known as The Shepherd Street Mission and Children's Home, now exists to provide benefits for persons under the age of twenty-one years who reside within a radius of fifty miles of Preston city centre.

Grants are made for specialist medical attention and equipment, to relieve hardship and distress, to provide educational training and to assist in the provision of facilities for recreation and leisure activities.

The trust makes known its grant awarding activities through its website. Applicants are invited to submit a summary of their proposals on a specific form.

The trustees award grants in accordance with the terms of the trust deed. Applications for grants of £500 and more will be discussed at the trustee meetings held every two months unless there is a pressing need for funds, in which case, earlier consideration will be made. Applications for grants of less than £500 will be decided upon by the trustees within four weeks of receipt.

There have been no changes in the trust's objects or activities since the last annual report.

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Trust's aims and objectives and in planning future activities and setting the grant making policy for the year.

Trustees

The trustees listed on page 1 were appointed in accordance with the trust deed. The trustees acting shall not be less than three nor more than ten in number.

New trustees are appointed by the trustees. The trustees look to appoint new trustees with expertise and knowledge and who have an involvement in the care of children and activities for which grants are sought.

They are elected to serve without limit of time, though the Chairman of Trustees and other office holders are appointed by the trustees annually.

Charitable status

The trust is a registered charity governed by an indenture dated 23 July 1894 and trust deed dated 13 March 1990.

Structure, governance and management

The trust is a registered charity governed by trust deed.

The trustees meet every two months to address the business of the trust and to consider grant applications. The secretary deals with the day to day administration of the trust.

THE SHEPHERD STREET TRUST
TRUSTEES' ANNUAL REPORT (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2025

Financial review (figures for 2024 are shown in brackets)

The accounts annexed to this report show income generated for the year on the grant fund (page 6) of £43,122 (£42,266). After deducting expenditure of £9,877 (£9,349), £33,245 (£32,917) was available of which £46,103 (£39,964) was paid out during the year in grants. The funds available for grants at the year end amounted to £64,141 (£76,999). Grants approved but not paid at the year end amounted to £2,000 (£Nil).

The investment fund increased in value over the course of the year from £1,627,985 at 30 June 2024 to £1,688,659 at 30 June 2025. This occurred as a result of gains in the year of £70,730 (Gain of £124,980).

Investment policy

The trust deed authorises the trustees to make investments using the general funds of the charity. Quoted investments and other securities are held on behalf of the trust by the investment agents, who act as nominees. The trust's investments are held in accordance with the trustees' powers.

The investment fund is managed by Close Asset Management Limited. Their remit is to manage the trust's investments within a medium risk balanced portfolio avoiding investments which adversely affect children.

The Trustees meet twice a year with the investment agent to review the investment portfolio of the charity and to discuss any proposals made by the investment agent.

It is the trustees' policy to invest surplus funds in a spread of fixed interest and equity stocks as well as in high street bank and building society deposit accounts in order to generate income for grants and provide for the capital growth in funds. In the trustees' opinion, funds exist to enable the trust to continue in operation into the foreseeable future.

Reserves policy

It is the policy of the trust to maintain unrestricted funds, which are free reserves of the trust, at a level that provides sufficient funds to cover grants payable and administration costs and to respond to emergency applications for grants which arise from time to time. Unrestricted funds were maintained at similar levels throughout the year.

The trustees confirmed the free reserves of the trust at the year end as £65,681 (2024: £41,343).

The trustees will continue to monitor reserves carefully to ensure that future commitments can be met.

Risk management

The trustees have examined the major strategic, business and operational risks which the charity faces and confirm that systems have been established to enable regular reports to be produced so that the necessary steps can be taken to lessen those risks.

The trustees consider the variability of investment returns on the Unrestricted investment fund to constitute a financial risk. This is mitigated by retaining expert investment managers and the holding of a diversified investment portfolio. The trustees take a long term view and will take appropriate action in the future in consultation with the investment manager.

THE SHEPHERD STREET TRUST
TRUSTEES' ANNUAL REPORT (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2025

Future periods

The trustees intend to continue to manage the trust in accordance with its present aims and objectives for the foreseeable future.

Trustees' responsibilities in relation to the financial statements

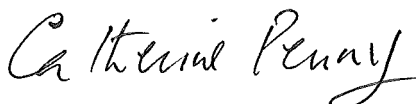
The trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities 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 Statement of Recommended Practice 2019 (FRS102);
- 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;
- 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 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 2011, the Charities (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.

This report was approved by the board of trustees on 12 November 2025 and signed on its behalf.



Mrs C Penny MBE DL - Chairman

P O Box 658
Longridge
Preston
PR3 2WJ

THE SHEPHERD STREET TRUST
INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES
FOR THE YEAR ENDED 30 JUNE 2025

I report to the trustees on my examination of the accounts of The Shepherd Street Trust for the year ended 30 June 2025 set out on pages 6 to 18.

Responsibilities and basis of report

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

I report in respect of my examination of the trustee'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 2011 Act.

Independent examiner's statement

I have completed my examination. I can 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 Shepherd Street 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) Regulations 2008 other than any requirement 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.



Nicola Mason FCA, DChA

MHA
Chartered Accountants
Richard House
Winckley Square
Preston
PR1 3HP

Date 12/11/25 .

THE SHEPHERD STREET TRUST
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 30 JUNE 2025

	Note	Unrestricted grant fund £	Unrestricted investment fund £	Total funds 2025 £	Total funds 2024 £
Incoming resources					
Donations and legacies	2	267	-	267	-
Charitable activities	3	-	-	-	-
Investment income	4	42,855	-	42,855	42,266
Total incoming resources		43,122	-	43,122	42,266
Resources expended					
Cost of raising funds					
Investment management costs	5	-	10,056	10,056	9,617
Charitable activities					
Grants	6	46,103	-	46,103	39,964
Support costs	7	9,877	-	9,877	9,349
Total resources expended		55,980	10,056	66,036	58,930
Net incoming/(outgoing) resources before revaluations, investment asset disposals and transfers		(12,858)	(10,056)	(22,914)	(16,664)
Net investment gains/(losses):	8	-	70,730	70,730	124,980
Net movement in funds		(12,858)	60,674	47,816	108,316
Resources brought forward		76,999	1,627,985	1,704,984	1,596,668
Resources carried forward		64,141	1,688,659	1,752,800	1,704,984

The notes on pages 8 to 17 form part of these accounts

THE SHEPHERD STREET TRUST

BALANCE SHEET

AS AT 30 JUNE 2025

	Note	Unrestricted grant Fund £	Unrestricted Investment Fund £	Total 2025 £	Total 2024 £
Fixed assets					
Investments	8	-	1,687,119	1,687,119	1,663,641
Current assets					
Debtors	9	7,797		7,797	6,410
Cash at bank	10	62,436	4,158	66,594	41,848
		70,233	4,158	74,391	48,258
Creditors:					
Amounts falling due within one year	11	(6,092)	(2,618)	(8,710)	(6,915)
Net current assets		64,141	1,540	65,681	41,343
Net assets		64,141	1,688,659	1,752,800	1,704,984
Represented by:					
Funds					
Unrestricted grant fund		64,141	-	64,141	76,999
Unrestricted investment fund		-	1,688,659	1,688,659	1,627,985
Total funds		64,141	1,688,659	1,752,800	1,704,984

These accounts were approved by the board on 12/1/25 . and signed on its behalf by:

Catherine Penny

Mrs C Penny MBE DL – Chairman

T J Scott

T J Scott – Trustee

The notes on page 8 to 17 form part of these accounts

THE SHEPHERD STREET TRUST

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 30 JUNE 2025

1 Accounting policies

Basis of preparation

The Shepherd Street Trust is a charity registered in England and Wales. The address of the registered office is given in the charity information on page 1 of these financial statements. The nature of the charity's operations and principal activities are set out on page 2 of the trustees' report.

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 United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011 and UK Generally Accepted Practice as it applies from 1 January 2019.

The charity has taken advantage of the exemption available for small charities from preparing a cash flow statement in accordance with the Charities SORP (FRS102).

The charity constitutes a public benefit entity as defined by FRS 102.

In law, unincorporated charities are required to prepare their accounts in accordance with the Charities (Accounts and Reports) Regulations 2008, which are based on the Charities SORP 2005. However, this has been withdrawn, and replaced with The Charities SORP (FRS 102) but as yet the Charities (Accounts and Reports) Regulations 2008 have not been updated to be based on The Charities SORP (FRS 102). In order to show a true and fair view the accounts have departed from the Charities (Accounts and reports) Regulations 2008, and are prepared in accordance with The Charities SORP (FRS 102), as this is now U.K. Generally Accepted Accounting Practice.

The financial statements have been prepared under the historical cost convention, modified to include certain items at fair value. The financial statements are presented in sterling which is the functional currency of the charity.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

Going concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainty exists that casts doubt on the trusts' ability to continue to operate. The trustees have considered the level of funds held and the expected level of income and expenditure for the twelve months from the date of the authorising of these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the trust to be able to continue as a going concern. The trustees together with the investment manager, TrinityBridge, will continue to monitor the position of the investments.

THE SHEPHERD STREET TRUST
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2025

1 Accounting policies (continued)

Income recognition

All income is recognised once the charity has entitlement to receipt and it is probable that the income will be received and the amount of income receivable can be measured reliably. All income is included in the Statement of Financial Activities.

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance before the charity is entitled to the funds then the income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the charity and it is probable that they will be fulfilled.

The entitlement to legacies is taken as the earlier of the date on which either: the charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executor to the charity that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably, and the charity has been notified of the executor's intention to make a distribution. Where legacies have been notified to the charity, or the charity is aware of the granting of probate and the criteria for income recognition has not been met, then the legacy is treated as a contingent asset and disclosed if material.

Where a gift is in the form of an asset other than cash or a financial asset traded on an acknowledged stock exchange, recognition is subject to the value of the gift being reliably measurable with a degree of reasonable accuracy and the title to the asset having been transferred to the charity. Investment income is recognised in the period in which the charity is entitled to receipt.

Expenditure recognition

All expenditure is accounted for on an accruals basis and has been allocated to the fund to which it relates. Expenditure is recognised where there is a legal or constructive obligation to make payment, it is probable that settlement will be required and the amount of the obligation can be measured reliably. The charity is not registered for VAT, consequently, input VAT incurred is charged against the expenditure heading to which it relates.

Grants approved are only accounted for when they are paid. Grants which have been awarded but not paid at the period end are noted as a commitment.

Allocation of support and governance costs

Support costs are those costs incurred that assist the work of the charity but do not directly represent charitable activities. They are in sustained support of expenditure on the objects of the charity.

Governance costs are those costs relating to the public accountability of the charity and its compliance with regulations and good charity practices. The trustees have decided that all such costs be met from unrestricted funds.

Investments

Investments are initially recognised at their transaction value and subsequently measured at their fair value at the balance sheet date using the closing quoted mid market price as quoted on the London Stock Exchange and, in the case of foreign investments, on their respective stock exchanges.

Financial instruments

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

THE SHEPHERD STREET TRUST
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2025

1 Accounting policies (continued)

Basic financial assets

Basic financial assets, which include loans, debtors and cash and bank balances, are measured at transaction price including transaction costs.

Other financial assets

All the charity's financial assets fall to be classed as basic financial assets and the charity therefore has no other financial assets.

Impairment of financial assets

Financial assets, other than those held at fair value through statement of financial activities, are assessed for indicators of impairment at each reporting end date.

Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected. If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in the statement of financial activities.

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the charity transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

Classification of financial liabilities

Financial liabilities are classified according to the substance of the contractual arrangements entered into.

Basic financial liabilities

Basic financial liabilities, including creditors, 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 receipts discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business 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.

Other financial liabilities

All the charity's financial liabilities fall to be classed as basic financial liabilities and the charity therefore has no other financial liabilities.

THE SHEPHERD STREET TRUST
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2025

1 Accounting policies (continued)

Derecognition of financial liabilities

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

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 sale proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year. Unrealised gains and losses are calculated as the difference between cost, if acquired during the year, their fair value at the previous year end and their fair value at the current year end.

Unrestricted funds

Unrestricted funds are funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

The trust's funds are divided between a grant fund, which carries out the objectives of the charity, and a designated investment fund which comprises of investments which generate the income used in the grant fund.

2 Donations and legacies

	2025 £	2024 £
Donations	267	-
	<u>267</u>	<u>-</u>

3 Charitable activities

	2025 £	2024 £
Grants returned	-	-
	<u>-</u>	<u>-</u>

THE SHEPHERD STREET TRUST
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2025

4 Investment income

		2025	2024
		£	£
Interest:	Corporate loan stock	11,776	9,506
Dividends	Ordinary shares	19,369	21,823
	Mutual and unitised funds	11,314	10,670
		<u>42,459</u>	<u>41,999</u>
Interest on bank deposits		396	267
		<u>42,855</u>	<u>42,266</u>

5 Cost of fund raising - investment management costs

	2025	2024
	£	£
Investment agent's charges	<u>10,056</u>	<u>9,617</u>
	<u>10,056</u>	<u>9,617</u>

6 Charitable activities

	Preston area	North West area	2025 Total	2024 Total
	£	£	£	£
Grants paid				
Individuals				
Education & training	1,185	2,835	4,020	5,810
Hardship	1,014	433	1,447	1,330
Medical and counselling	-	-	-	-
Sports & play	-	1,266	1,266	945
Institutions				
Education & training	5,133	10,728	15,861	13,258
Hardship	5,725	4,344	10,069	12,300
Guides, scouts & youth groups	-	-	-	-
Medical and counselling	-	-	-	-
Sports & play	<u>2,638</u>	<u>10,802</u>	<u>13,440</u>	<u>6,321</u>
	<u>15,695</u>	<u>30,408</u>	<u>46,103</u>	<u>39,964</u>

All grants are made in accordance with the objects of the charity.

THE SHEPHERD STREET TRUST
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2025

7 Support costs

	2025 £	2024 £
Secretary's fees	4,707	3,753
Postage and stationery	515	476
Telephone	237	405
Insurance	260	306
Travelling expenses	277	245
Website and computer costs	210	209
Data protection fees	47	35
Bank charges	60	60
Governance costs (see analysis below)	3,564	3,860
	<u>9,877</u>	<u>9,349</u>

No remuneration was paid to any trustee (2024:nil).

There were no expenses reimbursed to any trustees during the year (2024:nil).

The insurance charge of £298 (2024:£ 291) includes cover for trustees liability insurance.

Governance costs

	2025 £	2024 £
Accountancy charges	2,964	3,260
Independent examination charges	600	600
Investment administration charges	-	-
	<u>3,564</u>	<u>3,860</u>

8 Investments

	2025 £	2024 £
Movement in investments		
Market value at 1 July 2024	1,663,641	1,494,454
Additions to investments at cost	206,292	238,034
Disposals at market value	(253,544)	(193,827)
Net investment gains/(losses) on revaluation	70,730	124,980
Market value at 30 June 2025	<u>1,687,119</u>	<u>1,663,641</u>

Net cash realised from investments sold in the year was £253,544 (2024: £193,827).

THE SHEPHERD STREET TRUST
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2025

8 Investments (continued)

	2025 Market value £	2025 Cost £	2024 Market value £	2024 Cost £
Investments comprise:				
Quoted investments				
Corporate loan stock	261,862	274,546	258,885	273,306
Ordinary shares	849,468	684,323	875,558	720,286
Mutual and unitised funds	457,686	344,290	410,968	329,174
Hedge funds	118,103	95,870	118,230	95,870
	<u>1,687,119</u>	<u>1,399,029</u>	<u>1,663,641</u>	<u>1,418,636</u>

The market value of investments has been calculated using the mid market price at 30 June 2025 by the trust's investment agents, TrinityBridge.

Investments are held by TrinityBridge as nominees on behalf of the trust.

9 Debtors

	2025 £	2024 £
Income tax recoverable	1,901	1,413
Prepayments	199	160
Accrued Income	<u>5,697</u>	<u>4,837</u>
	<u>7,797</u>	<u>6,410</u>

10 Cash at bank and on short term deposit

	Unrestricted grant fund £	Unrestricted investment fund £	2025 £	2024 £
Close deposit account	35,632	4,158	39,790	2,577
CAF deposit account	26,796	-	26,796	39,263
Cash	<u>8</u>	<u>-</u>	<u>8</u>	<u>8</u>
	<u>62,436</u>	<u>4,158</u>	<u>66,594</u>	<u>41,848</u>

THE SHEPHERD STREET TRUST

NOTES TO THE ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2025

11 Creditors – amounts falling due within one year

	2025 £	2024 £
Accruals – Grant fund	6,092	3,894
Accruals – Investment fund	2,618	3,021
	<u>8,710</u>	<u>6,915</u>

12 Contingencies

There were no contingent liabilities at 30 June 2025 (2024:nil).

13 Monies available for grant purposes

	2025 £	2024 £
Grant fund		
Balance at 30 June 2025	64,141	76,999
Less: Grants approved but not paid at the year end	<u>(2,000)</u>	<u>-</u>
Available for future grants	<u>62,141</u>	<u>76,999</u>

14 Monies available for grant purposes (continued)

	Preston area £	North West area £	2025 Total £	2024 Total £
Grants approved but not paid				
Individuals				
Education & training	-	-	-	-
Hardship	-	-	-	-
Medical and counselling	-	-	-	-
Institutions				
Education & training	2,000	-	2,000	-
Guides, scouts & youth groups	-	-	-	-
Sports & play	-	-	-	-
	<u>2,000</u>	<u>-</u>	<u>2,000</u>	<u>-</u>

All grants are made in accordance with the objects of the charity.

THE SHEPHERD STREET TRUST
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2025

15 Analysis of charitable funds

The unrestricted grant fund is available for use at the direction of the trustees in furtherance of the general objectives of the charity and which has not been designated for other purposes.

The unrestricted investment fund is a fund established from previously owned investments together with the proceeds from the disposal of the charity's property and assets from when it was the Shepherd Street Mission and Children's Home. The investments in the fund are held for their capital appreciation and also to generate income for the unrestricted grant fund.

Movement in funds – current year

	At 1 July 2024 £	Incoming resources £	Resources expended £	Investment gains/ losses £	At 30 June 2025 £
Unrestricted grant fund	76,999	43,122	(55,980)	-	64,141
Unrestricted investment fund	1,627,985	-	(10,056)	70,730	1,688,659
	1,704,984	43,122	(66,036)	70,730	1,752,800

Movement in funds – previous year

	At 1 July 2023 £	Incoming resources £	Resources expended £	Investment gains/ losses £	At 30 June 2024 £
Unrestricted grant fund	84,046	42,266	(49,313)	-	76,999
Unrestricted investment fund	1,512,622	-	(9,617)	124,980	1,627,985
	1,596,668	42,266	(58,930)	124,980	1,704,984

16 Analysis of net assets between funds – current year

	Unrestricted grant fund £	Unrestricted investment fund £	Total funds £
Investments	-	1,687,119	1,687,119
Net current assets	64,141	1,540	65,681
	64,141	1,688,659	1,752,800

THE SHEPHERD STREET TRUST
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2025

16 Analysis of net assets between funds (continued)

Analysis of net assets between funds – previous year

	Unrestricted grant fund £	Unrestricted investment fund £	Total funds £
Investments	-	1,663,641	1,663,641
Net current assets	<u>76,999</u>	<u>(35,656)</u>	<u>41,343</u>
	<u>76,999</u>	<u>1,627,985</u>	<u>1,704,984</u>

17 Related party transactions

There were no related party transactions during the year (2024:Nil).

THE SHEPHERD STREET TRUST
FINANCIAL SUMMARY
FOR THE FIVE YEARS ENDED 30 JUNE 2025

	2025 £	2024 £	2023 £	2022 £	2021 £
Incoming resources					
Donations and legacies	267	-	10,030	-	200
Charitable activities	-	-	-	-	1,510
Investment income	42,855	42,266	46,752	54,919	52,981
Total incoming resources	43,122	42,266	56,782	54,919	54,691
Resources expended					
Grants and donations	46,103	39,964	37,192	42,451	34,206
Total charity costs*	19,933	18,966	19,851	18,929	18,611
Total resources expended	66,036	58,930	57,043	61,380	52,817
Net incoming/(outgoing) resources for the year before revaluations, investment asset disposals and transfers	(22,914)	(16,664)	(261)	(6,461)	1,874
Realised and unrealised gains/(losses) on investments	70,730	124,980	26,086	(66,366)	165,455
Net movement in funds	47,816	108,316	25,825	(72,827)	167,329
Resources brought forward	1,704,984	1,596,668	1,570,843	1,643,670	1,476,341
Resources carried forward	1,752,800	1,704,984	1,596,668	1,570,843	1,643,670
Grant funds	64,141	76,999	84,046	75,101	71,581
Investment fund	1,688,659	1,627,985	1,512,622	1,495,742	1,572,089
Total funds	1,752,800	1,704,984	1,596,668	1,570,843	1,643,670

Grants to date totalling £1,613,952 have been paid out to applicants since the trust began making awards in 1990.

*Total charity costs comprise investment management, grant administration and governance costs.

THE SHEPHERD STREET TRUST

England & Wales - Charity number 222922

Accounts

Charity No: 222922

The Shepherd Street Trust

Financial Statements

**For The Year Ended
30 June 2024**

THE SHEPHERD STREET TRUST
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THE SHEPHERD STREET TRUST

CHARITY INFORMATION

Trustees	Mrs C Penny MBE DL – Chairman S Shorthouse – Joint Vice Chairman Dr M Wheatman – Joint Vice Chairman Mrs W Evans J Harries Mrs D S Robertson T J Scott Mrs K Whitaker Mrs S McConkey
Secretary	Mrs J Turner
Registered office	P O Box 658 Longridge Preston PR3 2WJ Website: www.shepherdstreettrust.co.uk e-mail: enquiries@shepherdstreettrust.co.uk
Charity Number	222922
Independent examiner	N Mason FCA, DChA MHA Richard House Winckley Square Preston PR1 3HP
Investment agents	Close Asset Management Limited 10 Crown Place London EC2A 4FT

THE SHEPHERD STREET TRUST
TRUSTEES' ANNUAL REPORT
FOR THE YEAR ENDED 30 JUNE 2024

The trustees have pleasure in presenting their report for the year ended 30 June 2024.

The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities' (FRS102) in preparing the annual report and financial statements of the charity.

The financial statements have been prepared in accordance with the accounting policies set out in the notes to the accounts and comply with the charity's governing document, 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 published in October 2019.

Objects and activities for the public benefit

Following the amendments to the scheme of operation, The Shepherd Street Trust, which was formerly known as The Shepherd Street Mission and Children's Home, now exists to provide benefits for persons under the age of twenty-one years who reside within a radius of fifty miles of Preston city centre.

Grants are made for specialist medical attention and equipment, to relieve hardship and distress, to provide educational training and to assist in the provision of facilities for recreation and leisure activities.

The trust makes known its grant awarding activities through its website. Applicants are invited to submit a summary of their proposals on a specific form.

The trustees award grants in accordance with the terms of the trust deed. Applications for grants of £500 and more will be discussed at the trustee meetings held every two months unless there is a pressing need for funds, in which case, earlier consideration will be made. Applications for grants of less than £500 will be decided upon by the trustees within four weeks of receipt.

There have been no changes in the trust's objects or activities since the last annual report.

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Trust's aims and objectives and in planning future activities and setting the grant making policy for the year.

Trustees

The trustees listed on page 1 were appointed in accordance with the trust deed. The trustees acting shall not be less than three nor more than ten in number.

New trustees are appointed by the trustees. The trustees look to appoint new trustees with expertise and knowledge and who have an involvement in the care of children and activities for which grants are sought.

They are elected to serve without limit of time, though the Chairman of Trustees and other office holders are appointed by the trustees annually.

Charitable status

The trust is a registered charity governed by an indenture dated 23 July 1894 and trust deed dated 13 March 1990.

Structure, governance and management

The trust is a registered charity governed by trust deed.

The trustees meet every two months to address the business of the trust and to consider grant applications. The secretary deals with the day to day administration of the trust.

THE SHEPHERD STREET TRUST
TRUSTEES' ANNUAL REPORT (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2024

Financial review (figures for 2023 are shown in brackets)

The accounts annexed to this report show income generated for the year on the grant fund (page 6) of £42,266 (£56,782). After deducting expenditure of £9,349 (£10,645), £32,917 (£46,137) was available of which £39,964 (£37,192) was paid out during the year in grants. The funds available for grants at the year end amounted to £76,999 (£81,276). Grants approved but not paid at the year end amounted to £Nil (£2,770).

The investment fund increased in value over the course of the year from £1,512,622 at 30 June 2023 to £1,627,985 at 30 June 2024. This occurred as a result of gains in the year of £124,980 (Gain of £26,086).

Investment policy

The trust deed authorises the trustees to make investments using the general funds of the charity. Quoted investments and other securities are held on behalf of the trust by the investment agents, who act as nominees. The trust's investments are held in accordance with the trustees' powers.

The investment fund is managed by Close Asset Management Limited. Their remit is to manage the trust's investments within a medium risk balanced portfolio avoiding investments which adversely affect children.

The Trustees meet twice a year with the investment agent to review the investment portfolio of the charity and to discuss any proposals made by the investment agent.

It is the trustees' policy to invest surplus funds in a spread of fixed interest and equity stocks as well as in high street bank and building society deposit accounts in order to generate income for grants and provide for the capital growth in funds. In the trustees' opinion, funds exist to enable the trust to continue in operation into the foreseeable future.

Reserves policy

It is the policy of the trust to maintain unrestricted funds, which are free reserves of the trust, at a level that provides sufficient funds to cover grants payable and administration costs and to respond to emergency applications for grants which arise from time to time. Unrestricted funds were maintained at similar levels throughout the year.

The trustees confirmed the free reserves of the trust at the year end as £41,343 (2023: £102,214).

The trustees will continue to monitor reserves carefully to ensure that future commitments can be met.

Risk management

The trustees have examined the major strategic, business and operational risks which the charity faces and confirm that systems have been established to enable regular reports to be produced so that the necessary steps can be taken to lessen those risks.

The trustees consider the variability of investment returns on the Unrestricted investment fund to constitute a financial risk. This is mitigated by retaining expert investment managers and the holding of a diversified investment portfolio. The trustees take a long term view and will take appropriate action in the future in consultation with the investment manager.

THE SHEPHERD STREET TRUST
TRUSTEES' ANNUAL REPORT (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2024

Future periods

The trustees intend to continue to manage the trust in accordance with its present aims and objectives for the foreseeable future.

Trustees' responsibilities in relation to the financial statements

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 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 Statement of Recommended Practice 2019 (FRS102);
- 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;
- 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 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 2011, the Charities (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.

This report was approved by the board of trustees on 13 November 2024 and signed on its behalf.



Mrs C Penny MBE DL - Chairman

P O Box 658
Longridge
Preston
PR3 2WJ

THE SHEPHERD STREET TRUST
INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES
FOR THE YEAR ENDED 30 JUNE 2024

I report to the trustees on my examination of the accounts of The Shepherd Street Trust for the year ended 30 June 2024 set out on pages 6 to 17.

Responsibilities and basis of report

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

I report in respect of my examination of the trustee'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 2011 Act.

Independent examiner's statement

I have completed my examination. I can 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 Shepherd Street 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) Regulations 2008 other than any requirement 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.



Nicola Mason FCA, DChA

MHA
Chartered Accountants
Richard House
Winckley Square
Preston
PR1 3HP

Date

13/11/2024

THE SHEPHERD STREET TRUST
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 30 JUNE 2024

	Note	Unrestricted grant fund £	Unrestricted investment fund £	Total funds 2024 £	Total funds 2023 £
Incoming resources					
Donations and legacies	2	-	-	-	10,030
Charitable activities	3	-	-	-	-
Investment income	4	42,266	-	42,266	46,752
Total incoming resources		42,266	-	42,266	56,782
Resources expended					
Cost of raising funds					
Investment management costs	5	-	9,617	9,617	9,206
Charitable activities					
Grants	6	39,964	-	39,964	37,192
Support costs	7	9,349	-	9,349	10,645
Total resources expended		49,313	9,617	58,930	57,043
Net incoming/(outgoing) resources before revaluations, investment asset disposals and transfers		(7,047)	(9,617)	(16,664)	(261)
Net investment gains/(losses):	8	-	124,980	124,980	26,086
Net movement in funds		(7,047)	115,363	108,316	25,825
Resources brought forward		84,046	1,512,622	1,596,668	1,570,843
Resources carried forward		76,999	1,627,985	1,704,984	1,596,668

The notes on pages 8 to 17 form part of these accounts

THE SHEPHERD STREET TRUST

BALANCE SHEET

AS AT 30 JUNE 2024

	Note	Unrestricted grant Fund £	Unrestricted Investment Fund £	Total 2024 £	Total 2023 £
Fixed assets					
Investments	8	-	1,663,641	1,663,641	1,494,454
Current assets					
Debtors	9	6,410		6,410	6,217
Cash at bank	10	74,483	(32,635)	41,848	105,347
		80,893	(32,635)	48,258	111,564
Creditors:					
Amounts falling due within one year	11	(3,894)	(3,021)	(6,915)	(9,350)
Net current assets		76,999	(35,656)	41,343	102,214
Net assets		76,999	1,627,985	1,704,984	1,596,668
Represented by:					
Funds					
Unrestricted grant fund		76,999	-	76,999	84,046
Unrestricted investment fund		-	1,627,985	1,627,985	1,512,622
Total funds		76,999	1,627,985	1,704,984	1,596,668

These accounts were approved by the board on 13/11/2024 and signed on its behalf by:

Catherine Penny

Mrs C Penny MBE DL – Chairman

T J Scott

T J Scott – Trustee

The notes on page 8 to 17 form part of these accounts

THE SHEPHERD STREET TRUST
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2024

1 Accounting policies

Basis of preparation

The Shepherd Street Trust is a charity registered in England and Wales. The address of the registered office is given in the charity information on page 1 of these financial statements. The nature of the charity's operations and principal activities are set out on page 2 of the trustees' report.

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 United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011 and UK Generally Accepted Practice as it applies from 1 January 2019.

The charity has taken advantage of the exemption available for small charities from preparing a cash flow statement in accordance with the Charities SORP (FRS102).

The charity constitutes a public benefit entity as defined by FRS 102.

In law, unincorporated charities are required to prepare their accounts in accordance with the Charities (Accounts and Reports) Regulations 2008, which are based on the Charities SORP 2005. However, this has been withdrawn, and replaced with The Charities SORP (FRS 102) but as yet the Charities (Accounts and Reports) Regulations 2008 have not been updated to be based on The Charities SORP (FRS 102). In order to show a true and fair view the accounts have departed from the Charities (Accounts and reports) Regulations 2008, and are prepared in accordance with The Charities SORP (FRS 102), as this is now U.K. Generally Accepted Accounting Practice.

The financial statements have been prepared under the historical cost convention, modified to include certain items at fair value. The financial statements are presented in sterling which is the functional currency of the charity.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

Going concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainty exists that casts doubt on the trusts' ability to continue to operate. The trustees have considered the level of funds held and the expected level of income and expenditure for the twelve months from the date of the authorising of these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the trust to be able to continue as a going concern. The trustees together with the investment manager, Messrs Close Asset Management Limited, will continue to monitor the position of the investments.

THE SHEPHERD STREET TRUST
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2024

1 Accounting policies (continued)

Income recognition

All income is recognised once the charity has entitlement to receipt and it is probable that the income will be received and the amount of income receivable can be measured reliably. All income is included in the Statement of Financial Activities.

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance before the charity is entitled to the funds then the income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the charity and it is probable that they will be fulfilled.

The entitlement to legacies is taken as the earlier of the date on which either: the charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executor to the charity that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably, and the charity has been notified of the executor's intention to make a distribution. Where legacies have been notified to the charity, or the charity is aware of the granting of probate and the criteria for income recognition has not been met, then the legacy is treated as a contingent asset and disclosed if material.

Where a gift is in the form of an asset other than cash or a financial asset traded on an acknowledged stock exchange, recognition is subject to the value of the gift being reliably measurable with a degree of reasonable accuracy and the title to the asset having been transferred to the charity. Investment income is recognised in the period in which the charity is entitled to receipt.

Expenditure recognition

All expenditure is accounted for on an accruals basis and has been allocated to the fund to which it relates. Expenditure is recognised where there is a legal or constructive obligation to make payment, it is probable that settlement will be required and the amount of the obligation can be measured reliably. The charity is not registered for VAT, consequently, input VAT incurred is charged against the expenditure heading to which it relates.

Grants approved are only accounted for when they are paid. Grants which have been awarded but not paid at the period end are noted as a commitment.

Allocation of support and governance costs

Support costs are those costs incurred that assist the work of the charity but do not directly represent charitable activities. They are in sustained support of expenditure on the objects of the charity.

Governance costs are those costs relating to the public accountability of the charity and its compliance with regulations and good charity practices. The trustees have decided that all such costs be met from unrestricted funds.

Investments

Investments are initially recognised at their transaction value and subsequently measured at their fair value at the balance sheet date using the closing quoted mid market price as quoted on the London Stock Exchange and, in the case of foreign investments, on their respective stock exchanges.

Financial instruments

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

THE SHEPHERD STREET TRUST
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2024

1 Accounting policies (continued)

Basic financial assets

Basic financial assets, which include loans, debtors and cash and bank balances, are measured at transaction price including transaction costs.

Other financial assets

All the charity's financial assets fall to be classed as basic financial assets and the charity therefore has no other financial assets.

Impairment of financial assets

Financial assets, other than those held at fair value through statement of financial activities, are assessed for indicators of impairment at each reporting end date.

Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected. If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in the statement of financial activities.

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the charity transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

Classification of financial liabilities

Financial liabilities are classified according to the substance of the contractual arrangements entered into.

Basic financial liabilities

Basic financial liabilities, including creditors, 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 receipts discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business 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.

Other financial liabilities

All the charity's financial liabilities fall to be classed as basic financial liabilities and the charity therefore has no other financial liabilities.

THE SHEPHERD STREET TRUST
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2024

1 Accounting policies (continued)

Derecognition of financial liabilities

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

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 sale proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year. Unrealised gains and losses are calculated as the difference between cost, if acquired during the year, their fair value at the previous year end and their fair value at the current year end.

Unrestricted funds

Unrestricted funds are funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

The trust's funds are divided between a grant fund, which carries out the objectives of the charity, and a designated investment fund which comprises of investments which generate the income used in the grant fund.

2 Donations and legacies

	2024 £	2023 £
Donations	-	10,030
		10,030

3 Charitable activities

	2024 £	2023 £
Grants returned	-	-
	-	-

THE SHEPHERD STREET TRUST
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2024

4 Investment income

		2024	2023
		£	£
Interest:	Corporate loan stock	9,506	4,467
Dividends	Ordinary shares	21,823	26,129
	Mutual and unitised funds	10,670	16,072
		<u>41,999</u>	<u>46,668</u>
Interest on bank deposits		267	84
		<u>42,266</u>	<u>46,752</u>

5 Cost of fund raising - investment management costs

	2024	2023
	£	£
Investment agent's charges	9,617	9,206
	<u>9,617</u>	<u>9,206</u>

6 Charitable activities

	Preston area	North West area	2024 Total	2023 Total
	£	£	£	£
Grants paid				
Individuals				
Education & training	514	5,296	5,810	11,350
Hardship	-	1,330	1,330	2,949
Medical and counselling	-	-	-	-
Sports & play	-	945	945	-
Institutions				
Education & training	4,000	9,258	13,258	442
Hardship	7,000	5,300	12,300	-
Guides, scouts & youth groups	-	-	-	6,830
Medical and counselling	-	-	-	6,000
Sports & play	1,171	5,150	6,321	9,621
	<u>12,685</u>	<u>27,279</u>	<u>39,964</u>	<u>37,192</u>

All grants are made in accordance with the objects of the charity.

THE SHEPHERD STREET TRUST
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2024

7 Support costs

	2024	2023
	£	£
Secretary's fees	3,753	4,237
Postage and stationery	476	485
Telephone	405	623
Insurance	306	280
Travelling expenses	245	250
Website and computer costs	209	647
Data protection fees	35	35
Bank charges	60	64
Governance costs (see analysis below)	3,860	4,024
	<u>9,349</u>	<u>10,645</u>

No remuneration was paid to any trustee (2023:nil).

There were no expenses reimbursed to any trustees during the year (2023:nil).

The insurance charge of £291 (2023:£264) includes cover for trustees liability insurance.

Governance costs

	2024	2023
	£	£
Accountancy charges	3,260	3,424
Independent examination charges	600	600
Investment administration charges	-	-
	<u>3,860</u>	<u>4,024</u>

8 Investments

	2024	2023
	£	£
Movement in investments		
Market value at 1 July 2023	1,494,454	1,453,920
Additions to investments at cost	238,034	323,843
Disposals at market value	(193,827)	(309,395)
Net investment gains/(losses) on revaluation	124,980	26,086
Market value at 30 June 2024	<u>1,663,641</u>	<u>1,494,454</u>

Net cash realised from investments sold in the year was £193,827 (2023: £309,395).

THE SHEPHERD STREET TRUST
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2024

8 Investments (continued)

	2024	2024	2023	2023
Investments comprise:	Market	Cost	Market	Cost
	value		value	
	£	£	£	£
Quoted investments				
Corporate loan stock	258,885	273,306	245,015	273,305
Ordinary shares	875,558	720,286	726,809	624,394
Mutual and unitised funds	410,968	329,174	387,447	358,442
Hedge funds	118,230	95,870	135,183	122,104
	<u>1,663,641</u>	<u>1,418,636</u>	<u>1,494,454</u>	<u>1,378,246</u>

The market value of investments has been calculated using the mid market price at 30 June 2024 by the trust's investment agents, Messrs Close Asset Management Limited.

Investments are held by Close Asset Management Limited as nominees on behalf of the trust.

9 Debtors

	2024	2023
	£	£
Income tax recoverable	1,413	939
Prepayments	160	176
Accrued Income	<u>4,837</u>	<u>5,102</u>
	<u>6,410</u>	<u>6,217</u>

10 Cash at bank and on short term deposit

	Unrestricted	Unrestricted	2024	2023
	grant	investment		
	fund	fund	£	£
	£	£		
Close deposit account	35,212	(32,635)	2,577	56,385
CAF deposit account	39,263	-	39,263	48,954
Cash	<u>8</u>	<u>-</u>	<u>8</u>	<u>8</u>
	<u>74,483</u>	<u>(32,635)</u>	<u>41,848</u>	<u>105,347</u>

THE SHEPHERD STREET TRUST

NOTES TO THE ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2024

11 Creditors – amounts falling due within one year

	2024 £	2023 £
Accruals – Grant fund	3,894	6,345
Accruals – Investment fund	3,021	3,005
	<u>6,915</u>	<u>9,350</u>

12 Contingencies

There were no contingent liabilities at 30 June 2024 (2023:nil).

13 Monies available for grant purposes

	2024 £	2023 £
Grant fund		
Balance at 30 June 2024	76,999	84,046
Less: Grants approved but not paid at the year end	-	2,770
Available for future grants	<u>76,999</u>	<u>81,276</u>

14 Monies available for grant purposes (continued)

	Preston area £	North West area £	2024 Total £	2023 Total £
Grants approved but not paid				
Individuals				
Education & training	-	-	-	1,600
Hardship	-	-	-	-
Medical and counselling	-	-	-	-
Institutions				
Education & training	-	-	-	-
Guides, scouts & youth groups	-	-	-	1,170
Sports & play	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,770</u>

All grants are made in accordance with the objects of the charity.

THE SHEPHERD STREET TRUST
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2024

15 Analysis of charitable funds

The unrestricted grant fund is available for use at the direction of the trustees in furtherance of the general objectives of the charity and which has not been designated for other purposes.

The unrestricted investment fund is a fund established from previously owned investments together with the proceeds from the disposal of the charity's property and assets from when it was the Shepherd Street Mission and Children's Home. The investments in the fund are held for their capital appreciation and also to generate income for the unrestricted grant fund.

Movement in funds – current year

	At 1 July 2023 £	Incoming resources £	Resources expended £	Investment gains/ losses £	At 30 June 2024 £
Unrestricted grant fund	84,046	42,266	(49,313)	-	76,999
Unrestricted investment fund	1,512,622	-	(9,617)	124,980	1,627,985
	1,596,668	42,266	(58,930)	124,980	1,704,984

Movement in funds – previous year

	At 1 July 2022 £	Incoming resources £	Resources expended £	Investment gains/ losses £	At 30 June 2023 £
Unrestricted grant fund	75,101	56,782	(47,837)	-	84,046
Unrestricted investment fund	1,495,742	-	(9,206)	26,086	1,512,622
	1,570,843	56,782	(57,043)	26,086	1,596,668

16 Analysis of net assets between funds – current year

	Unrestricted grant fund £	Unrestricted investment fund £	Total funds £
Investments	-	1,663,641	1,663,641
Net current assets	76,999	(35,656)	41,343
	76,999	1,627,985	1,704,984

THE SHEPHERD STREET TRUST
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2024

16 Analysis of net assets between funds (continued)

Analysis of net assets between funds – previous year

	Unrestricted grant fund £	Unrestricted investment fund £	Total funds £
Investments	-	1,494,454	1,494,454
Net current assets	84,046	18,168	102,214
	84,046	1,512,622	1,596,668

17 Related party transactions

There were no related party transactions during the year (2023:Nil).

THE SHEPHERD STREET TRUST
FINANCIAL SUMMARY
FOR THE FIVE YEARS ENDED 30 JUNE 2024

	2024 £	2023 £	2022 £	2021 £	2020 £
Incoming resources					
Donations and legacies	-	10,030	-	200	417
Charitable activities	-	-	-	1,510	2,413
Investment income	42,266	46,752	54,919	52,981	51,686
Total incoming resources	42,266	56,782	54,919	54,691	54,516
Resources expended					
Grants and donations	39,964	37,192	42,451	34,206	42,466
Total charity costs*	18,966	19,851	18,929	18,611	19,110
Total resources expended	58,930	57,043	61,380	52,817	61,576
Net incoming/(outgoing) resources for the year before revaluations, investment asset disposals and transfers	(16,664)	(261)	(6,461)	1,874	(7,060)
Realised and unrealised gains/(losses) on investments	124,980	26,086	(66,366)	165,455	(145,551)
Net movement in funds	108,316	25,825	(72,827)	167,329	(152,611)
Resources brought forward	1,596,668	1,570,843	1,643,670	1,476,341	1,628,952
Resources carried forward	1,704,984	1,596,668	1,570,843	1,643,670	1,476,341
Grant funds	76,999	84,046	75,101	71,581	60,416
Investment fund	1,627,985	1,512,622	1,495,742	1,572,089	1,415,925
Total funds	1,704,984	1,596,668	1,570,843	1,643,670	1,476,341

Grants to date totalling £1,567,849 have been paid out to applicants since the trust began making awards in 1990.

*Total charity costs comprise investment management, grant administration and governance costs.

THE SHEPHERD STREET TRUST

England & Wales - Charity number 222922

Accounts

The Shepherd Street Trust

Financial Statements

**For The Year Ended
30 June 2023**

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THE SHEPHERD STREET TRUST

CHARITY INFORMATION

Trustees

Mrs C Penny DL – Chairman
S Shorthouse – Joint Vice Chairman
Dr M Wheatman – Joint Vice Chairman
Mrs W Evans
J Harries
Mrs D S Robertson
Mrs R Rycroft
T J Scott
Mrs K Whitaker
Mrs S McConkey (Appointed 15th March 2023)

Secretary

Mrs J Turner

Registered office

P O Box 658
Longridge
Preston
PR3 2WJ

Website: www.shepherdstreettrust.co.uk
e-mail: enquiries@shepherdstreettrust.co.uk

Charity Number

222922

Independent examiner

N Mason FCA, DChA
MHA Moore and Smalley
Richard House
Winckley Square
Preston
PR1 3HP

Investment agents

Close Asset Management Limited
10 Crown Place
London
EC2A 4FT

THE SHEPHERD STREET TRUST

TRUSTEES' ANNUAL REPORT

FOR THE YEAR ENDED 30 JUNE 2023

The trustees have pleasure in presenting their report for the year ended 30 June 2023.

The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities' (FRS102) in preparing the annual report and financial statements of the charity.

The financial statements have been prepared in accordance with the accounting policies set out in the notes to the accounts and comply with the charity's governing document, 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 published in October 2019.

Objects and activities for the public benefit

Following the amendments to the scheme of operation, The Shepherd Street Trust, which was formerly known as The Shepherd Street Mission and Children's Home, now exists to provide benefits for persons under the age of twenty-one years who reside within a radius of fifty miles of Preston city centre.

Grants are made for specialist medical attention and equipment, to relieve hardship and distress, to provide educational training and to assist in the provision of facilities for recreation and leisure activities.

The trust makes known its grant awarding activities through its website. Applicants are invited to submit a summary of their proposals on a specific form.

The trustees award grants in accordance with the terms of the trust deed. Applications for grants of £500 and more will be discussed at the trustee meetings held every two months unless there is a pressing need for funds, in which case, earlier consideration will be made. Applications for grants of less than £500 will be decided upon by the trustees within four weeks of receipt.

There have been no changes in the trust's objects or activities since the last annual report.

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Trust's aims and objectives and in planning future activities and setting the grant making policy for the year.

Trustees

The trustees listed on page 1 were appointed in accordance with the trust deed. The trustees acting shall not be less than three nor more than ten in number.

New trustees are appointed by the trustees. The trustees look to appoint new trustees with expertise and knowledge and who have an involvement in the care of children and activities for which grants are sought.

They are elected to serve without limit of time, though the Chairman of Trustees and other office holders are appointed by the trustees annually.

Charitable status

The trust is a registered charity governed by an indenture dated 23 July 1894 and trust deed dated 13 March 1990.

Structure, governance and management

The trust is a registered charity governed by trust deed.

The trustees meet every two months to address the business of the trust and to consider grant applications. The secretary deals with the day to day administration of the trust.

THE SHEPHERD STREET TRUST
TRUSTEES' ANNUAL REPORT (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2023

Financial review (figures for 2022 are shown in brackets)

The accounts annexed to this report show income generated for the year on the grant fund (page 6) of £56,782 (£54,919). After deducting expenditure of £10,645 (£8,948), £46,137 (£45,971) was available of which £37,192 (£42,451) was paid out during the year in grants. The funds available for grants at the year end amounted to £81,276 (£75,101). Grants approved but not paid at the year end amounted to £2,770 (£5,000).

The investment fund increased in value over the course of the year from £1,495,792 at 30 June 2022 to £1,512,622 at 30 June 2023. This occurred as a result of gains in the year of £26,086 (Loss of £66,366).

Investment policy

The trust deed authorises the trustees to make investments using the general funds of the charity. Quoted investments and other securities are held on behalf of the trust by the investment agents, who act as nominees. The trust's investments are held in accordance with the trustees' powers.

The investment fund is managed by Close Asset Management Limited. Their remit is to manage the trust's investments within a medium risk balanced portfolio avoiding investments which adversely affect children.

The Trustees meet twice a year with the investment agent to review the investment portfolio of the charity and to discuss any proposals made by the investment agent.

It is the trustees' policy to invest surplus funds in a spread of fixed interest and equity stocks as well as in high street bank and building society deposit accounts in order to generate income for grants and provide for the capital growth in funds. In the trustees' opinion, funds exist to enable the trust to continue in operation into the foreseeable future.

Reserves policy

It is the policy of the trust to maintain unrestricted funds, which are free reserves of the trust, at a level that provides sufficient funds to cover grants payable and administration costs and to respond to emergency applications for grants which arise from time to time. Unrestricted funds were maintained at similar levels throughout the year.

The trustees confirmed the free reserves of the trust at the year end as £102,214 (2022:£116,923).

The trustees will continue to monitor reserves carefully to ensure that future commitments can be met.

Risk management

The trustees have examined the major strategic, business and operational risks which the charity faces and confirm that systems have been established to enable regular reports to be produced so that the necessary steps can be taken to lessen those risks.

The trustees consider the variability of investment returns on the Unrestricted investment fund to constitute a financial risk. This is mitigated by retaining expert investment managers and the holding of a diversified investment portfolio. The trustees take a long term view and will take appropriate action in the future in consultation with the investment manager.

THE SHEPHERD STREET TRUST
TRUSTEES' ANNUAL REPORT (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2023

Future periods

The trustees intend to continue to manage the trust in accordance with its present aims and objectives for the foreseeable future.

Trustees' responsibilities in relation to the financial statements

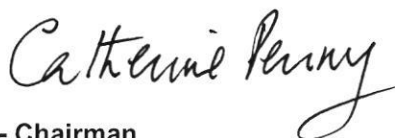
The trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities 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 Statement of Recommended Practice 2019 (FRS102);
- 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;
- 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 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 2011, the Charities (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.

This report was approved by the board of trustees on 9 November 2022 and signed on its behalf.



C Penny - Chairman

P O Box 658
Longridge
Preston
PR3 2WJ

THE SHEPHERD STREET TRUST

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES

FOR THE YEAR ENDED 30 JUNE 2023

I report to the trustees on my examination of the accounts of The Shepherd Street Trust for the year ended 30 June 2023 set out on pages 6 to 17.

Responsibilities and basis of report

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

I report in respect of my examination of the trustee'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 2011 Act.

Independent examiner's statement

I have completed my examination. I can 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 Shepherd Street 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) Regulations 2008 other than any requirement 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.



Nicola Mason FCA, DChA

MHA Moore and Smalley
Chartered Accountants
Richard House
Winckley Square
Preston
PR1 3HP

Date

8/11/23

THE SHEPHERD STREET TRUST
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 30 JUNE 2023

	Note	Unrestricted grant fund £	Unrestricted investment fund £	Total funds 2023 £	Total funds 2022 £
Incoming resources					
Donations and legacies	2	10,030	-	10,030	-
Charitable activities	3	-	-	-	-
Investment income	4	46,752	-	46,752	54,919
Total incoming resources		56,782	-	56,782	54,691
Resources expended					
Cost of raising funds					
Investment management costs	5	-	9,206	9,206	9,981
Charitable activities					
Grants	6	37,192	-	37,192	42,451
Support costs	7	10,645	-	10,645	8,948
Total resources expended		47,837	9,206	57,043	61,380
Net incoming/(outgoing) resources before revaluations, investment asset disposals and transfers		8,945	(9,206)	(261)	(6,461)
Net investment gains/(losses):	8	-	26,086	26,086	(66,366)
Net movement in funds		8,945	16,880	25,825	(72,827)
Resources brought forward		75,101	1,495,742	1,570,843	1,643,670
Resources carried forward		84,046	1,512,622	1,596,668	1,570,843

The notes on pages 8 to 17 form part of these accounts

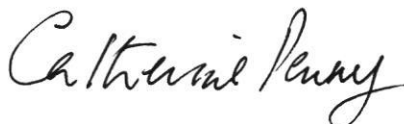
THE SHEPHERD STREET TRUST

BALANCE SHEET

AS AT 30 JUNE 2023

	Note	Unrestricted grant Fund £	Unrestricted Investment Fund £	Total 2023 £	Total 2022 £
Fixed assets					
Investments	8	-	1,494,454	1,494,454	1,453,920
Current assets					
Debtors	9	6,217	-	6,217	6,450
Cash at bank	10	84,174	21,173	105,347	120,296
		90,391	21,173	111,564	126,746
Creditors:					
Amounts falling due within one year	11	(6,345)	(3,005)	(9,350)	(9,823)
Net current assets		84,046	18,168	102,214	116,923
Net assets		84,046	1,512,622	1,596,668	1,570,843
Represented by:					
Funds					
Unrestricted grant fund		84,046	-	84,046	75,101
Unrestricted investment fund		-	1,512,622	1,512,622	1,495,742
Total funds		84,046	1,512,622	1,596,668	1,570,843

These accounts were approved by the board on 8/11/23 and signed on its behalf by:



C Penny - Chairman



T J Scott – Trustee

The notes on page 8 to 17 form part of these accounts

THE SHEPHERD STREET TRUST

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 30 JUNE 2023

1 Accounting policies

Basis of preparation

The Shepherd Street Trust is a charity registered in England and Wales. The address of the registered office is given in the charity information on page 1 of these financial statements. The nature of the charity's operations and principal activities are set out on page 2 of the trustees' report.

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 United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011 and UK Generally Accepted Practice as it applies from 1 January 2019.

The charity has taken advantage of the exemption available for small charities from preparing a cash flow statement in accordance with the Charities SORP (FRS102).

The charity constitutes a public benefit entity as defined by FRS 102.

In law, unincorporated charities are required to prepare their accounts in accordance with the Charities (Accounts and Reports) Regulations 2008, which are based on the Charities SORP 2005. However, this has been withdrawn, and replaced with The Charities SORP (FRS 102) but as yet the Charities (Accounts and Reports) Regulations 2008 have not been updated to be based on The Charities SORP (FRS 102). In order to show a true and fair view the accounts have departed from the Charities (Accounts and reports) Regulations 2008, and are prepared in accordance with The Charities SORP (FRS 102), as this is now U.K. Generally Accepted Accounting Practice.

The financial statements have been prepared under the historical cost convention, modified to include certain items at fair value. The financial statements are presented in sterling which is the functional currency of the charity.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

Going concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainty exists that casts doubt on the trusts' ability to continue to operate. The trustees have considered the level of funds held and the expected level of income and expenditure for the twelve months from the date of the authorising of these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the trust to be able to continue as a going concern. The trustees together with the investment manager, Messrs Close Asset Management Limited, will continue to monitor the position of the investments.

THE SHEPHERD STREET TRUST
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2023

1 Accounting policies (continued)

Income recognition

All income is recognised once the charity has entitlement to receipt and it is probable that the income will be received and the amount of income receivable can be measured reliably. All income is included in the Statement of Financial Activities.

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance before the charity is entitled to the funds then the income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the charity and it is probable that they will be fulfilled.

The entitlement to legacies is taken as the earlier of the date on which either: the charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executor to the charity that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably, and the charity has been notified of the executor's intention to make a distribution. Where legacies have been notified to the charity, or the charity is aware of the granting of probate and the criteria for income recognition has not been met, then the legacy is treated as a contingent asset and disclosed if material.

Where a gift is in the form of an asset other than cash or a financial asset traded on an acknowledged stock exchange, recognition is subject to the value of the gift being reliably measurable with a degree of reasonable accuracy and the title to the asset having been transferred to the charity. Investment income is recognised in the period in which the charity is entitled to receipt.

Expenditure recognition

All expenditure is accounted for on an accruals basis and has been allocated to the fund to which it relates. Expenditure is recognised where there is a legal or constructive obligation to make payment, it is probable that settlement will be required and the amount of the obligation can be measured reliably. The charity is not registered for VAT, consequently, input VAT incurred is charged against the expenditure heading to which it relates.

Grants approved are only accounted for when they are paid. Grants which have been awarded but not paid at the period end are noted as a commitment.

Allocation of support and governance costs

Support costs are those costs incurred that assist the work of the charity but do not directly represent charitable activities. They are in sustained support of expenditure on the objects of the charity.

Governance costs are those costs relating to the public accountability of the charity and its compliance with regulations and good charity practices. The trustees have decided that all such costs be met from unrestricted funds.

Investments

Investments are initially recognised at their transaction value and subsequently measured at their fair value at the balance sheet date using the closing quoted mid market price as quoted on the London Stock Exchange and, in the case of foreign investments, on their respective stock exchanges.

Financial instruments

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

THE SHEPHERD STREET TRUST
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2023

1 Accounting policies (continued)

Basic financial assets

Basic financial assets, which include loans, debtors and cash and bank balances, are measured at transaction price including transaction costs.

Other financial assets

All the charity's financial assets fall to be classed as basic financial assets and the charity therefore has no other financial assets.

Impairment of financial assets

Financial assets, other than those held at fair value through statement of financial activities, are assessed for indicators of impairment at each reporting end date.

Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected. If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in the statement of financial activities.

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the charity transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

Classification of financial liabilities

Financial liabilities are classified according to the substance of the contractual arrangements entered into.

Basic financial liabilities

Basic financial liabilities, including creditors, 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 receipts discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business 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.

Other financial liabilities

All the charity's financial liabilities fall to be classed as basic financial liabilities and the charity therefore has no other financial liabilities.

THE SHEPHERD STREET TRUST
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2023

1 Accounting policies (continued)

Derecognition of financial liabilities

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

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 sale proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year. Unrealised gains and losses are calculated as the difference between cost, if acquired during the year, their fair value at the previous year end and their fair value at the current year end.

Unrestricted funds

Unrestricted funds are funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

The trust's funds are divided between a grant fund, which carries out the objectives of the charity, and a designated investment fund which comprises of investments which generate the income used in the grant fund.

2 Donations and legacies

	2023 £	2022 £
Donations	10,030	-
	<u>10,030</u>	<u>-</u>

3 Charitable activities

	2023 £	2022 £
Grants returned	-	-
	<u>-</u>	<u>-</u>

THE SHEPHERD STREET TRUST
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2023

4 Investment income

		2023 £	2022 £
Interest:	Corporate loan stock	4,467	4,888
Dividends	Ordinary shares	26,129	39,037
	Mutual and unitised funds	16,072	10,981
		<u>46,668</u>	<u>54,906</u>
Interest on bank deposits		84	13
		<u>46,752</u>	<u>54,919</u>

5 Cost of fund raising - investment management costs

	2023 £	2022 £
Investment agent's charges	9,206	9,981
	<u>9,206</u>	<u>9,981</u>

6 Charitable activities

	Preston area £	North West area £	2023 Total £	2022 Total £
Grants paid				
Individuals				
Education & training	-	11,350	11,350	6,941
Hardship	150	2,799	2,949	3,258
Medical and counselling	-	-	-	2,000
Sports & play	-	-	-	-
Institutions				
Education & training	442	-	442	10,054
Hardship	-	-	-	3,500
Guides, scouts & youth groups	-	6,830	6,830	11,053
Medical and counselling	3,000	3,000	6,000	5,645
Sports & play	7,859	1,762	9,621	-
	<u>11,451</u>	<u>25,741</u>	<u>37,192</u>	<u>42,451</u>

All grants are made in accordance with the objects of the charity.

THE SHEPHERD STREET TRUST
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2023

7 Support costs

	2023 £	2022 £
Secretary's fees	4,237	3,649
Postage and stationery	485	538
Telephone	623	546
Insurance	280	264
Travelling expenses	250	224
Website and computer costs	647	173
Data protection fees	35	40
Bank charges	64	118
Governance costs (see analysis below)	4,024	3,396
	<u>10,645</u>	<u>8,948</u>

No remuneration was paid to any trustee (2022:nil).

There were no expenses reimbursed to any trustees during the year (2022:nil).

The insurance charge of £264 (2022:£293) includes cover for trustees liability insurance.

Governance costs

	2023 £	2022 £
Accountancy charges	3,424	2,896
Independent examination charges	600	500
Investment administration charges	-	-
	<u>4,024</u>	<u>3,396</u>

8 Investments

	2023 £	2022 £
Movement in investments		
Market value at 1 July 2022	1,453,920	1,534,734
Additions to investments at cost	323,843	272,085
Disposals at market value	(309,395)	(286,533)
Net investment gains/(losses) on revaluation	26,086	(66,366)
Market value at 30 June 2023	<u>1,494,454</u>	<u>1,453,920</u>

Net cash realised from investments sold in the year was £309,395 (2022: £286,533).

THE SHEPHERD STREET TRUST
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2023

8 Investments (continued)

	2023	2023	2022	2022
Investments comprise:	Market	Cost	Market	Cost
	value		value	
	£	£	£	£
Quoted investments				
Corporate loan stock	245,015	273,305	245,083	271,250
Ordinary shares	726,809	624,394	747,959	760,237
Mutual and unitised funds	387,447	358,442	325,549	203,712
Hedge funds	135,183	122,104	135,329	122,104
	<u>1,494,454</u>	<u>1,378,246</u>	<u>1,453,920</u>	<u>1,357,303</u>

The market value of investments has been calculated using the mid market price at 30 June 2023 by the trust's investment agents, Messrs Close Asset Management Limited.

Investments are held by Close Asset Management Limited as nominees on behalf of the trust.

9 Debtors

	2023	2022
	£	£
Income tax recoverable	939	520
Prepayments	176	176
Accrued Income	<u>5,102</u>	<u>5,754</u>
	<u>6,217</u>	<u>6,450</u>

10 Cash at bank and on short term deposit

	Unrestricted	Unrestricted	2023	2022
	grant	investment		
	fund	fund	£	£
	£	£		
Close deposit account	35,212	21,173	56,385	79,992
CAF deposit account	48,954	-	48,954	40,296
Cash	<u>8</u>	<u>-</u>	<u>8</u>	<u>8</u>
	<u>84,174</u>	<u>21,173</u>	<u>105,347</u>	<u>120,296</u>

THE SHEPHERD STREET TRUST

NOTES TO THE ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2023

11 Creditors – amounts falling due within one year

	2023 £	2022 £
Accruals – Grant fund	6,345	6,865
Accruals – Investment fund	3,005	2,958
	<u>9,350</u>	<u>9,823</u>

12 Contingencies

There were no contingent liabilities at 30 June 2023 (2022:nil).

13 Monies available for grant purposes

	2023 £	2022 £
Grant fund		
Balance at 30 June 2023	84,046	75,181
Less: Grants approved but not paid at the year end	<u>2,770</u>	<u>5,000</u>
Available for future grants	<u>81,276</u>	<u>70,181</u>

14 Monies available for grant purposes (continued)

	Preston area £	North West area £	2023 Total £	2022 Total £
Grants approved but not paid				
Individuals				
Education & training	-	1,600	1,600	-
Hardship	-	-	-	-
Medical and counselling	-	-	-	-
Institutions				
Education & training	-	-	-	5,000
Guides, scouts & youth groups	-	1,170	1,170	-
Sports & play	-	-	-	-
	<u>-</u>	<u>2,770</u>	<u>2,770</u>	<u>5,000</u>

All grants are made in accordance with the objects of the charity.

THE SHEPHERD STREET TRUST
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2023

15 Analysis of charitable funds

The unrestricted grant fund is available for use at the direction of the trustees in furtherance of the general objectives of the charity and which has not been designated for other purposes.

The unrestricted investment fund is a fund established from previously owned investments together with the proceeds from the disposal of the charity's property and assets from when it was the Shepherd Street Mission and Children's Home. The investments in the fund are held for their capital appreciation and also to generate income for the unrestricted grant fund.

Movement in funds – current year

	At 1 July 2022 £	Incoming resources £	Resources expended £	Investment gains/ losses £	At 30 June 2023 £
Unrestricted grant fund	75,101	56,782	(47,837)	-	84,046
Unrestricted investment fund	1,495,742	-	(9,206)	26,086	1,512,622
	1,570,843	56,782	(57,043)	26,086	1,596,668

Movement in funds – previous year

	At 1 July 2021 £	Incoming resources £	Resources expended £	Investment gains/ losses £	At 30 June 2022 £
Unrestricted grant fund	71,581	54,919	(51,399)	-	75,101
Unrestricted investment fund	1,572,089	-	(9,981)	(66,366)	1,495,742
	1,643,670	54,919	(61,380)	(66,366)	1,570,843

16 Analysis of net assets between funds – current year

	Unrestricted grant fund £	Unrestricted investment fund £	Total funds £
Investments	-	1,494,454	1,494,454
Net current assets	84,046	18,168	102,214
	84,046	1,512,622	1,596,668

THE SHEPHERD STREET TRUST
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2023

16 Analysis of net assets between funds (continued)

Analysis of net assets between funds – previous year

	Unrestricted grant fund £	Unrestricted investment fund £	Total funds £
Investments	-	1,453,920	1,453,920
Net current assets	75,101	41,822	116,923
	<u>75,101</u>	<u>1,495,742</u>	<u>1,570,843</u>

17 Related party transactions

There were no related party transactions during the year (2022:Nil).

THE SHEPHERD STREET TRUST
FINANCIAL SUMMARY
FOR THE FIVE YEARS ENDED 30 JUNE 2023

	2023 £	2022 £	2021 £	2020 £	2019 £
Incoming resources					
Donations and legacies	10,030	-	200	417	-
Charitable activities	-	-	1,510	2,413	355
Investment income	46,752	54,919	52,981	51,686	54,434
Total incoming resources	56,782	54,919	54,691	54,516	58,789
Resources expended					
Grants and donations	37,192	42,451	34,206	42,466	36,795
Total charity costs*	19,851	18,929	18,611	19,110	18,158
Total resources expended	57,043	61,380	52,817	61,576	54,953
Net incoming/(outgoing) resources for the year before revaluations, investment asset disposals and transfers	(261)	(6,461)	1,874	(7,060)	3,836
Realised and unrealised gains/(losses) on investments	26,086	(66,366)	165,455	(145,551)	(10,083)
Net movement in funds	25,825	(72,827)	167,329	(152,611)	(6,247)
Resources brought forward	1,570,843	1,643,670	1,476,341	1,628,952	1,635,199
Resources carried forward	1,596,668	1,570,843	1,643,670	1,476,341	1,628,952
Grant funds	84,046	75,101	71,581	60,416	58,207
Investment fund	1,512,622	1,495,742	1,572,089	1,415,925	1,570,745
Total funds	1,596,668	1,570,843	1,643,670	1,476,341	1,628,952

Grants to date totalling £1,527,885 have been paid out to applicants since the trust began making awards in 1990.

*Total charity costs comprise investment management, grant administration and governance costs.

THE SHEPHERD STREET TRUST

England & Wales - Charity number 222922

Accounts

The Shepherd Street Trust

Financial Statements

**For The Year Ended
30 June 2022**

THE SHEPHERD STREET TRUST

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THE SHEPHERD STREET TRUST

CHARITY INFORMATION

Trustees

Mrs C Penny DL – Chairman
S Shorthouse – Joint Vice Chairman
Dr M Wheatman – Joint Vice Chairman
Mrs W Evans
J Harries
Mrs D S Robertson
Mrs R Rycroft
T J Scott
Mrs K Whitaker

Secretary

Mrs J Turner

Registered office

P O Box 658
Longridge
Preston
PR3 2WJ

Website: www.shepherdstreettrust.co.uk
e-mail: enquiries@shepherdstreettrust.co.uk

Charity Number

222922

Independent examiner

N Mason FCA, DChA
MHA Moore and Smalley
Richard House
Winckley Square
Preston
PR1 3HP

Investment agents

Close Asset Management Limited
10 Crown Place
London
EC2A 4FT

THE SHEPHERD STREET TRUST

TRUSTEES' ANNUAL REPORT

FOR THE YEAR ENDED 30 JUNE 2022

The trustees have pleasure in presenting their report for the year ended 30 June 2022.

The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities' (FRS102) in preparing the annual report and financial statements of the charity.

The financial statements have been prepared in accordance with the accounting policies set out in the notes to the accounts and comply with the charity's governing document, 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 published in October 2019.

Objects and activities for the public benefit

Following the amendments to the scheme of operation, The Shepherd Street Trust, which was formerly known as The Shepherd Street Mission and Children's Home, now exists to provide benefits for persons under the age of twenty-one years who reside within a radius of fifty miles of Preston city centre.

Grants are made for specialist medical attention and equipment, to relieve hardship and distress, to provide educational training and to assist in the provision of facilities for recreation and leisure activities.

The trust makes known its grant awarding activities through its website. Applicants are invited to submit a summary of their proposals on a specific form.

The trustees award grants in accordance with the terms of the trust deed. Applications for grants exceeding £500 will be discussed at the trustee meetings held every two months unless there is a pressing need for funds, in which case, earlier consideration will be made. Applications for grants of less than £500 will be decided upon by the trustees within four weeks of receipt.

There have been no changes in the trust's objects or activities since the last annual report.

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Trust's aims and objectives and in planning future activities and setting the grant making policy for the year.

Trustees

The trustees listed on page 1 were appointed in accordance with the trust deed. The trustees acting shall not be less than three nor more than ten in number.

New trustees are appointed by the trustees. The trustees look to appoint new trustees with expertise and knowledge and who have an involvement in the care of children and activities for which grants are sought.

They are elected to serve without limit of time, though the Chairman of Trustees and other office holders are appointed by the trustees annually.

During the year Mrs C Penny and Mr S Shorthouse were both reappointed as Chairman and Vice Chairman, respectively. Dr M Wheatman was appointed as Joint Vice Chairman.

Charitable status

The trust is a registered charity governed by an indenture dated 23 July 1894 and trust deed dated 13 March 1990.

Structure, governance and management

The trust is a registered charity governed by trust deed.

The trustees meet every two months to address the business of the trust and to consider grant applications. The secretary deals with the day to day administration of the trust.

THE SHEPHERD STREET TRUST
TRUSTEES' ANNUAL REPORT (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2022

Financial review (figures for 2021 are shown in brackets)

The accounts annexed to this report show income generated for the year on the grant fund (page 6) of £54,919 (£54,691). After deducting expenditure of £8,948 (£9,320), £45,971 (£45,371) was available of which £42,451 (£34,206) was paid out during the year in grants. The funds available for grants at the year end amounted to £75,101 (£71,581). Grants approved but not paid at the year end amounted to £5,000 (£15,324).

The investment fund reduced in value over the course of the year from £1,572,089 at 30 June 2021 to £1,495,742 at 30 June 2022. This occurred as a result of losses in the year of £66,366 (Gain on £165,455).

Investment policy

The trust deed authorises the trustees to make investments using the general funds of the charity. Quoted investments and other securities are held on behalf of the trust by the investment agents, who act as nominees. The trust's investments are held in accordance with the trustees' powers.

The investment fund is managed by Close Asset Management Limited. Their remit is to manage the trust's investments within a medium risk balanced portfolio avoiding investments which adversely affect children.

The Trustees meet twice a year with the investment agent to review the investment portfolio of the charity and to discuss any proposals made by the investment agent.

It is the trustees' policy to invest surplus funds in a spread of fixed interest and equity stocks as well as in high street bank and building society deposit accounts in order to generate income for grants and provide for the capital growth in funds. In the trustees' opinion, funds exist to enable the trust to continue in operation into the foreseeable future.

Reserves policy

It is the policy of the trust to maintain unrestricted funds, which are free reserves of the trust, at a level that provides sufficient funds to cover grants payable and administration costs and to respond to emergency applications for grants which arise from time to time. Unrestricted funds were maintained at similar levels throughout the year.

The trustees confirmed the free reserves of the trust at the year end as £116,923 (2021:£108,936).

The trustees will continue to monitor reserves carefully to ensure that future commitments can be met.

Risk management

The trustees have examined the major strategic, business and operational risks which the charity faces and confirm that systems have been established to enable regular reports to be produced so that the necessary steps can be taken to lessen those risks.

The trustees consider the variability of investment returns on the Unrestricted investment fund to constitute a financial risk. This is mitigated by retaining expert investment managers and the holding of a diversified investment portfolio. The trustees have considered the effect of Covid -19 on the value of the trust's investments and the income received therefrom, and continue to monitor the situation together with the investment managers, Messrs Close Asset Management Limited. The trustees will take a long term view and will take appropriate action in the future in consultation with the investment manager.

THE SHEPHERD STREET TRUST
TRUSTEES' ANNUAL REPORT (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2022

Future periods

The trustees intend to continue to manage the trust in accordance with its present aims and objectives for the foreseeable future.

Trustees' responsibilities in relation to the financial statements

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 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 Statement of Recommended Practice 2019 (FRS102);
- 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;
- 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 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 2011, the Charities (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.

This report was approved by the board of trustees on 9 November 2022 and signed on its behalf.

C Penny - Chairman

**P O Box 658
Longridge
Preston
PR3 2WJ**

THE SHEPHERD STREET TRUST
INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES
FOR THE YEAR ENDED 30 JUNE 2022

I report to the trustees on my examination of the accounts of The Shepherd Street Trust for the year ended 30 June 2022 set out on pages 6 to 17.

Responsibilities and basis of report

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

I report in respect of my examination of the trustee'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 2011 Act.

Independent examiner's statement

I have completed my examination. I can 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 Shepherd Street 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) Regulations 2008 other than any requirement 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.

Nicola Mason FCA, DChA

MHA Moore and Smalley
Chartered Accountants
Richard House
Winckley Square
Preston
PR1 3HP

Date

THE SHEPHERD STREET TRUST
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 30 JUNE 2022

	Note	Unrestricted grant fund £	Unrestricted investment fund £	Total funds 2022 £	Total funds 2021 £
Incoming resources					
Donations and legacies	2	-	-	-	200
Charitable activities	3	-	-	-	1,510
Investment income	4	54,919		54,919	52,981
Total incoming resources		54,919	-	54,919	54,691
Resources expended					
Cost of raising funds					
Investment management costs	5	-	9,981	9,981	8,871
Charitable activities					
Grants	6	42,451	-	42,451	34,206
Support costs	7	8,948	-	8,948	9,740
Total resources expended		51,399	9,981	61,380	52,817
Net incoming/(outgoing) resources before revaluations, investment asset disposals and transfers		3,520	(9,981)	(6,461)	1,874
Net investment gains/(losses):	8	-	(66,366)	(66,366)	165,455
Net movement in funds		3,520	(76,347)	(72,827)	167,329
Resources brought forward		71,581	1,572,089	1,643,670	1,476,341
Resources carried forward		75,101	1,495,742	1,570,843	1,643,670

The notes on pages 8 to 17 form part of these accounts

THE SHEPHERD STREET TRUST

BALANCE SHEET

AS AT 30 JUNE 2022

	Note	Unrestricted grant fund £	Unrestricted investment fund £	Total 2022 £	Total 2021 £
Fixed assets					
Investments	8	-	1,453,920	1,453,920	1,534,734
Current assets					
Debtors	9	6,450	-	6,450	5,356
Cash at bank	10	75,516	44,780	120,296	109,166
		81,966	44,780	126,746	114,522
Creditors:					
Amounts falling due within one year	11	(6,865)	(2,958)	(9,823)	(5,586)
Net current assets		75,101	41,822	116,923	108,936
Net assets		75,101	1,495,742	1,570,843	1,643,670
Represented by:					
Funds					
Unrestricted grant fund		75,101	-	75,101	71,581
Unrestricted investment fund		-	1,495,742	1,495,742	1,572,089
Total funds		75,101	1,495,742	1,570,843	1,643,670

These accounts were approved by the board on

and signed on its behalf by:

C Penny - Chairman

T J Scott – Trustee

The notes on page 8 to 17 form part of these accounts

THE SHEPHERD STREET TRUST

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 30 JUNE 2022

1 Accounting policies

Basis of preparation

The Shepherd Street Trust is a charity registered in England and Wales. The address of the registered office is given in the charity information on page 1 of these financial statements. The nature of the charity's operations and principal activities are set out on page 2 of the trustees' report.

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 United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011 and UK Generally Accepted Practice as it applies from 1 January 2019.

The charity has taken advantage of the exemption available for small charities from preparing a cash flow statement in accordance with the Charities SORP (FRS102).

The charity constitutes a public benefit entity as defined by FRS 102.

In law, unincorporated charities are required to prepare their accounts in accordance with the Charities (Accounts and Reports) Regulations 2008, which are based on the Charities SORP 2005. However, this has been withdrawn, and replaced with The Charities SORP (FRS 102) but as yet the Charities (Accounts and Reports) Regulations 2008 have not been updated to be based on The Charities SORP (FRS 102). In order to show a true and fair view the accounts have departed from the Charities (Accounts and reports) Regulations 2008, and are prepared in accordance with The Charities SORP (FRS 102), as this is now U.K. Generally Accepted Accounting Practice.

The financial statements have been prepared under the historical cost convention, modified to include certain items at fair value. The financial statements are presented in sterling which is the functional currency of the charity.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

Going concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainty exists that casts doubt on the trusts' ability to continue to operate. The trustees have considered the level of funds held and the expected level of income and expenditure for the twelve months from the date of the authorising of these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the trust to be able to continue as a going concern. The trustees together with the investment manager, Messrs Close Asset Management Limited, will continue to monitor the position of the investments.

THE SHEPHERD STREET TRUST
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2022

1 Accounting policies (continued)

Income recognition

All income is recognised once the charity has entitlement to receipt and it is probable that the income will be received and the amount of income receivable can be measured reliably. All income is included in the Statement of Financial Activities.

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance before the charity is entitled to the funds then the income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the charity and it is probable that they will be fulfilled.

The entitlement to legacies is taken as the earlier of the date on which either: the charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executor to the charity that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably, and the charity has been notified of the executor's intention to make a distribution. Where legacies have been notified to the charity, or the charity is aware of the granting of probate and the criteria for income recognition has not been met, then the legacy is treated as a contingent asset and disclosed if material.

Where a gift is in the form of an asset other than cash or a financial asset traded on an acknowledged stock exchange, recognition is subject to the value of the gift being reliably measurable with a degree of reasonable accuracy and the title to the asset having been transferred to the charity. Investment income is recognised in the period in which the charity is entitled to receipt.

Expenditure recognition

All expenditure is accounted for on an accruals basis and has been allocated to the fund to which it relates. Expenditure is recognised where there is a legal or constructive obligation to make payment, it is probable that settlement will be required and the amount of the obligation can be measured reliably. The charity is not registered for VAT, consequently, input VAT incurred is charged against the expenditure heading to which it relates.

Grants approved are only accounted for when they are paid. Grants which have been awarded but not paid at the period end are noted as a commitment.

Allocation of support and governance costs

Support costs are those costs incurred that assist the work of the charity but do not directly represent charitable activities. They are in sustained support of expenditure on the objects of the charity.

Governance costs are those costs relating to the public accountability of the charity and its compliance with regulations and good charity practices. The trustees have decided that all such costs be met from unrestricted funds.

Investments

Investments are initially recognised at their transaction value and subsequently measured at their fair value at the balance sheet date using the closing quoted mid market price as quoted on the London Stock Exchange and, in the case of foreign investments, on their respective stock exchanges.

Financial instruments

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

THE SHEPHERD STREET TRUST
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2022

1 Accounting policies (continued)

Basic financial assets

Basic financial assets, which include loans, debtors and cash and bank balances, are measured at transaction price including transaction costs.

Other financial assets

All the charity's financial assets fall to be classed as basic financial assets and the charity therefore has no other financial assets.

Impairment of financial assets

Financial assets, other than those held at fair value through statement of financial activities, are assessed for indicators of impairment at each reporting end date.

Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected. If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in the statement of financial activities.

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the charity transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

Classification of financial liabilities

Financial liabilities are classified according to the substance of the contractual arrangements entered into.

Basic financial liabilities

Basic financial liabilities, including creditors, 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 receipts discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business 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.

Other financial liabilities

All the charity's financial liabilities fall to be classed as basic financial liabilities and the charity therefore has no other financial liabilities.

THE SHEPHERD STREET TRUST
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2022

1 Accounting policies (continued)

Derecognition of financial liabilities

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

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 sale proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year. Unrealised gains and losses are calculated as the difference between cost, if acquired during the year, their fair value at the previous year end and their fair value at the current year end.

Unrestricted funds

Unrestricted funds are funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

The trust's funds are divided between a grant fund, which carries out the objectives of the charity, and a designated investment fund which comprises of investments which generate the income used in the grant fund.

2 Donations and legacies

	2022 £	2021 £
Legacies – Edith Bamber Will Trust	-	200
	<u>-</u>	<u>200</u>

3 Charitable activities

	2022 £	2021 £
Grants returned	-	1,510
	<u>-</u>	<u>1,510</u>

THE SHEPHERD STREET TRUST
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2022

4 Investment income

		2022 £	2021 £
Interest:	Corporate loan stock	4,888	10,013
Dividends	Ordinary shares	39,037	27,403
	Mutual and unitised funds	10,981	15,565
		<u>54,906</u>	<u>52,981</u>
Interest on bank deposits		13	-
		<u>54,919</u>	<u>52,981</u>

5 Cost of fund raising - investment management costs

	2022 £	2021 £
Investment agent's charges	9,981	8,871
	<u>9,981</u>	<u>8,871</u>

6 Charitable activities

Grants paid	Preston area £	North West area £	2022 Total £	2021 Total £
Individuals				
Education & training	-	6,941	6,941	9,341
Hardship	-	3,258	3,258	4,574
Medical and counselling	-	2,000	2,000	2,000
Sports & play	-	-	-	780
Institutions				
Education & training	390	9,664	10,054	2,750
Hardship	3,500	-	3,500	3,500
Guides, scouts & youth groups	1,700	9,353	11,053	-
Medical and counselling	2,695	2,950	5,645	3,890
Sports & play				7,371
	<u>8,285</u>	<u>34,166</u>	<u>42,451</u>	<u>34,206</u>

All grants are made in accordance with the objects of the charity.

THE SHEPHERD STREET TRUST
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2022

7 Support costs

	2022	2021
	£	£
Secretary's fees	3,649	4,671
Postage and stationery	538	503
Telephone	546	600
Insurance	264	293
Travelling expenses	224	191
Website and computer costs	173	144
Data protection fees	40	40
Bank charges	118	78
Governance costs (see analysis below)	3,396	3,220
	8,948	9,740

No remuneration was paid to any trustee (2021:nil).

There were no expenses reimbursed to any trustees during the year (2021:nil).

The insurance charge of £264 (2021:£293) includes cover for trustees liability insurance.

Governance costs

	2022	2021
	£	£
Accountancy charges	2,896	2,380
Independent examination charges	500	420
Investment administration charges	-	420
	3,396	3,220

8 Investments

	2022	2021
	£	£
Movement in investments		
Market value at 1 July 2021	1,534,734	1,354,445
Additions to investments at cost	272,085	255,061
Disposals at carrying value	(286,533)	(236,350)
Net investment gains/(losses) on revaluation	(66,366)	161,578
Market value at 30 June 2022	1,453,920	1,534,734

Net cash realised from investments sold in the year was £286,533 (2021: £240,228).

THE SHEPHERD STREET TRUST
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2022

8 Investments (continued)

Investments comprise:	2022 Market value £	2022 Cost £	2021 Market value £	2021 Cost £
Quoted investments				
Corporate loan stock	245,083	271,250	111,766	127,742
Ordinary shares	747,959	760,237	779,235	793,040
Mutual and unitised funds	325,549	203,712	601,933	517,789
Hedge funds	135,329	122,104	41,800	40,890
	<u>1,453,920</u>	<u>1,357,303</u>	<u>1,534,734</u>	<u>1,479,461</u>

The market value of investments has been calculated using the mid market price at 30 June 2021 by the trust's investment agents, Messrs Close Asset Management Limited.

Investments are held by Close Asset Management Limited as nominees on behalf of the trust.

9 Debtors

	2022 £	2021 £
Income tax recoverable	520	117
Prepayments	176	176
Accrued Income	<u>5,754</u>	<u>5,063</u>
	<u>6,450</u>	<u>5,356</u>

10 Cash at bank and on short term deposit

	Unrestricted grant fund £	Unrestricted investment fund £	2022 £	2021 £
Close deposit account	35,212	44,780	79,992	40,075
CAF deposit account	40,296	-	40,296	69,083
Cash	<u>8</u>	<u>-</u>	<u>8</u>	<u>8</u>
	<u>75,516</u>	<u>44,780</u>	<u>120,296</u>	<u>109,166</u>

THE SHEPHERD STREET TRUST

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

11 Creditors – amounts falling due within one year

	2022 £	2021 £
Accruals – Grant fund	6,865	2,866
Accruals – Investment fund	2,958	2,720
	9,823	5,586

12 Contingencies

There were no contingent liabilities at 30 June 2022 (2021:nil).

13 Monies available for grant purposes

	2022 £	2021 £
Grant fund		
Balance at 30 June 2021	75,181	71,581
Less: Grants approved but not paid at the year end	5,000	15,234
Available for future grants	70,181	56,347

14 Monies available for grant purposes (continued)

	Preston area £	North West area £	2022 Total £	2021 Total £
Grants approved but not paid				
Individuals				
Education & training	-	-	-	-
Hardship	-	-	-	370
Medical and counselling	-	-	-	2,000
Institutions				
Education & training	-	5,000	5,000	1,000
Guides, scouts & youth groups	-	-	-	3,700
Sports & play	-	-	-	8,164
	-	5,000	5,000	15,234

All grants are made in accordance with the objects of the charity.

THE SHEPHERD STREET TRUST
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2022

15 Analysis of charitable funds

The unrestricted grant fund is available for use at the direction of the trustees in furtherance of the general objectives of the charity and which has not been designated for other purposes.

The unrestricted investment fund is a fund established from previously owned investments together with the proceeds from the disposal of the charity's property and assets from when it was the Shepherd Street Mission and Children's Home. The investments in the fund are held for their capital appreciation and also to generate income for the unrestricted grant fund.

Movement in funds – current year

	At 1 July 2021 £	Incoming resources £	Resources expended £	Investment gains/ losses £	At 30 June 2022 £
Unrestricted grant fund	71,581	54,919	(51,399)	-	75,101
Unrestricted investment fund	1,572,089	-	(9,981)	(66,366)	1,495,742
	1,643,670	54,919	(61,380)	(66,366)	1,570,843

Movement in funds – previous year

	At 1 July 2020 £	Incoming resources £	Resources expended £	Investment gains/ losses £	At 30 June 2021 £
Unrestricted grant fund	60,416	54,691	(43,526)	-	71,581
Unrestricted investment fund	1,415,925	-	(9,291)	165,455	1,572,089
	1,476,341	54,691	(52,817)	165,455	1,643,670

16 Analysis of net assets between funds – current year

	Unrestricted grant fund £	Unrestricted investment fund £	Total funds £
Investments	-	1,453,920	1,453,920
Net current assets	75,101	41,822	116,923
	75,101	1,495,742	1,570,843

THE SHEPHERD STREET TRUST
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2022

16 Analysis of net assets between funds (continued)

Analysis of net assets between funds – previous year

	Unrestricted grant fund £	Unrestricted investment fund £	Total funds £
Investments	-	1,534,734	1,534,734
Net current assets	<u>71,581</u>	<u>37,355</u>	<u>108,936</u>
	<u>71,581</u>	<u>1,572,089</u>	<u>1,643,670</u>

17 Related party transactions

There were no related party transactions during the year (2021:Nil).

THE SHEPHERD STREET TRUST
FINANCIAL SUMMARY
FOR THE FIVE YEARS ENDED 30 JUNE 2022

	2022 £	2021 £	2020 £	2019 £	2018 £
Incoming resources					
Donations and legacies	-	200	417	-	570
Charitable activities	-	1,510	2,413	355	3,201
Investment income	54,919	52,981	51,686	54,434	54,039
Total incoming resources	54,919	54,691	54,516	58,789	57,810
Resources expended					
Grants and donations	42,451	34,206	42,466	36,795	42,171
Total charity costs*	18,929	18,611	19,110	18,158	18,716
Total resources expended	61,380	52,817	61,576	54,953	60,887
Net incoming/(outgoing) resources for the year before revaluations, investment asset disposals and transfers	(6,461)	1,874	(7,060)	3,836	(3,077)
Realised and unrealised gains/(losses) on investments	(66,366)	165,455	(145,551)	(10,083)	76,625
Net movement in funds	(72,827)	167,329	(152,611)	(6,247)	73,548
Resources brought forward	1,643,670	1,476,341	1,628,952	1,635,199	1,561,650
Resources carried forward	1,570,843	1,643,670	1,476,341	1,628,952	1,635,198
Grant funds	75,101	71,581	60,416	58,207	44,654
Investment fund	1,495,742	1,572,089	1,415,925	1,570,745	1,590,544
Total funds	1,570,843	1,643,670	1,476,341	1,628,952	1,635,198

Grants to date totalling £1,490,693 have been paid out to applicants since the trust began making awards in 1990.

*Total charity costs comprise investment management, grant administration and governance costs.

THE SHEPHERD STREET TRUST

England & Wales - Charity number 222922

Accounts

The Shepherd Street Trust

Financial Statements

**For The Year Ended
30 June 2021**

THE SHEPHERD STREET TRUST

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THE SHEPHERD STREET TRUST

CHARITY INFORMATION

Trustees	Mrs C Penny DL – Chairman S Shorthouse – Joint Vice Chairman Dr M Wheatman – Joint Vice Chairman Mrs W Evans J Harries Mrs D S Robertson Mrs R Rycroft T J Scott Mrs K Whitaker
Secretary	Mrs J Turner
Registered office	P O Box 658 Longridge Preston PR3 2WJ Website: www.shepherdstreettrust.co.uk e-mail: enquiries@shepherdstreettrust.co.uk
Charity Number	222922
Independent examiner	C A Wilson FCA, DChA MHA Moore and Smalley Richard House Winckley Square Preston PR1 3HP
Investment agents	Close Asset Management Limited 10 Crown Place London EC2A 4FT

THE SHEPHERD STREET TRUST

TRUSTEES' ANNUAL REPORT

FOR THE YEAR ENDED 30 JUNE 2021

The trustees have pleasure in presenting their report for the year ended 30 June 2021.

The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities' (FRS102) in preparing the annual report and financial statements of the charity.

The financial statements have been prepared in accordance with the accounting policies set out in the notes to the accounts and comply with the charity's governing document, 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 published in October 2019.

Objects and activities for the public benefit

Following the amendments to the scheme of operation, The Shepherd Street Trust, which was formerly known as The Shepherd Street Mission and Children's Home, now exists to provide benefits for persons under the age of twenty-one years who reside within a radius of fifty miles of Preston city centre.

Grants are made for specialist medical attention and equipment, to relieve hardship and distress, to provide educational training and to assist in the provision of facilities for recreation and leisure activities.

The trust makes known its grant awarding activities through its website. Applicants are invited to submit a summary of their proposals on a specific form.

The trustees award grants in accordance with the terms of the trust deed. Applications for grants exceeding £500 will be discussed at the trustee meetings held every two months unless there is a pressing need for funds, in which case, earlier consideration will be made. Applications for grants of less than £500 will be decided upon by the trustees within four weeks of receipt.

There have been no changes in the trust's objects or activities since the last annual report.

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Trust's aims and objectives and in planning future activities and setting the grant making policy for the year.

Trustees

The trustees listed on page 1 were appointed in accordance with the trust deed. The trustees acting shall not be less than three nor more than ten in number.

New trustees are appointed by the trustees. The trustees look to appoint new trustees with expertise and knowledge and who have an involvement in the care of children and activities for which grants are sought.

They are elected to serve without limit of time, though the Chairman of Trustees and other office holders are appointed by the trustees annually.

During the year Mrs C Penny and Mr S Shorthouse were both reappointed as Chairman and Vice Chairman, respectively. Dr M Wheatman was appointed as Joint Vice Chairman.

Charitable status

The trust is a registered charity governed by an indenture dated 23 July 1894 and trust deed dated 13 March 1990.

Structure, governance and management

The trust is a registered charity governed by trust deed.

The trustees meet every two months to address the business of the trust and to consider grant applications. The secretary deals with the day to day administration of the trust.

THE SHEPHERD STREET TRUST
TRUSTEES' ANNUAL REPORT (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2021

Financial review (figures for 2020 are shown in brackets)

The accounts annexed to this report show income generated for the year on the grant fund (page 6) of £54,691 (£54,516). After deducting expenditure of £9,320 (£9,841), £45,371 (£44,675) was available of which £34,206 (£36,792) was paid out during the year in grants. The funds available for grants at the year end amounted to £71,581 (£60,416). Grants approved but not paid at the year end amounted to £15,234 (£3,006).

The investment fund increased in value over the course of the year from £1,415,925 at 30 June 2020 to £1,572,089 at 30 June 2021. This occurred as a result of realised gains of £3,877 (losses:£45,562) and unrealised gains of £161,578 (losses : £99,989).

The Covid-19 pandemic had a significant impact on the results in 2020 however, investments have experienced a rebound in value during the year ended 30 June 2021 as noted above. The level of investment income received during the year of £52,981 is still a little down on that received in 2019 of £54,434 as economic activity tries to return to pre pandemic levels. Although the level of grants paid during the year of £34,206 is down on the last couple of years, an increase in future applications is anticipated as Covid-19 restrictions start to ease and clubs and organizations are able to recommence, particularly as schools and groups return in September 2021.

Investment policy

The trust deed authorises the trustees to make investments using the general funds of the charity. Quoted investments and other securities are held on behalf of the trust by the investment agents, who act as nominees. The trust's investments are held in accordance with the trustees' powers.

The investment fund is managed by Close Asset Management Limited. Their remit is to manage the trust's investments within a medium risk balanced portfolio avoiding investments which adversely affect children.

The Trustees meet twice a year with the investment agent to review the investment portfolio of the charity and to discuss any proposals made by the investment agent.

It is the trustees' policy to invest surplus funds in a spread of fixed interest and equity stocks as well as in high street bank and building society deposit accounts in order to generate income for grants and provide for the capital growth in funds. In the trustees' opinion, funds exist to enable the trust to continue in operation into the foreseeable future.

Reserves policy

It is the policy of the trust to maintain unrestricted funds, which are free reserves of the trust, at a level that provides sufficient funds to cover grants payable and administration costs and to respond to emergency applications for grants which arise from time to time. Unrestricted funds were maintained at similar levels throughout the year.

The trustees confirmed the free reserves of the trust at the year end as £108,936 (2020:£121,896).

Although the trust's Unrestricted investment fund has recovered the investment losses incurred by the Covid-19 pandemic in March 2020 and the reserves in the Unrestricted grant fund have increased, the trustees will continue to monitor reserves carefully to ensure that future commitments can be met.

Risk management

The trustees have examined the major strategic, business and operational risks which the charity faces and confirm that systems have been established to enable regular reports to be produced so that the necessary steps can be taken to lessen those risks.

THE SHEPHERD STREET TRUST
TRUSTEES' ANNUAL REPORT (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2021

Risk management (continued)

The trustees consider the variability of investment returns on the Unrestricted investment fund to constitute a financial risk. This is mitigated by retaining expert investment managers and the holding of a diversified investment portfolio. The trustees have considered the effect of Covid -19 on the value of the trust's investments and the income received therefrom, and continue to monitor the situation together with the investment managers, Messrs Close Asset Management Limited. The trustees will take a long term view and will take appropriate action in the future in consultation with the investment manager.

Future periods

The trustees intend to continue to manage the trust in accordance with its present aims and objectives for the foreseeable future.

Trustees' responsibilities in relation to the financial statements

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 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 Statement of Recommended Practice 2019 (FRS102);
- 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;
- 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 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 2011, the Charities (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.

This report was approved by the board of trustees on 9 November 2021 and signed on its behalf.

C Penny - Chairman

**P O Box 658
Longridge
Preston
PR3 2WJ**

THE SHEPHERD STREET TRUST
INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES
FOR THE YEAR ENDED 30 JUNE 2021

I report to the trustees on my examination of the accounts of The Shepherd Street Trust for the year ended 30 June 2021 set out on pages 6 to 17.

Responsibilities and basis of report

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

I report in respect of my examination of the trustee'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 2011 Act.

Independent examiner's statement

I have completed my examination. I can 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 Shepherd Street 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) Regulations 2008 other than any requirement 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.

C A Wilson FCA, DChA

Date 9 November 2021

MHA Moore and Smalley
Chartered Accountants
Richard House
Winckley Square
Preston
PR1 3HP

THE SHEPHERD STREET TRUST
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 30 JUNE 2021

	Note	Unrestricted grant fund £	Unrestricted investment fund £	Total funds 2021 £	Total funds 2020 £
Incoming resources					
Donations and legacies	2	200	-	200	417
Charitable activities	3	1,510	-	1,510	2,413
Investment income	4	52,981	-	52,981	51,686
Total incoming resources		54,691	-	54,691	54,516
Resources expended					
Cost of raising funds					
Investment management costs	5	-	8,871	8,871	8,849
Charitable activities					
Grants	6	34,206	-	34,206	36,792
Donations		-	-	-	5,674
Support costs	7	9,320	420	9,740	10,261
Total resources expended		43,526	9,291	52,817	61,576
Net incoming/(outgoing) resources before revaluations, investment asset disposals and transfers		11,165	(9,291)	1,874	(7,060)
Net investment gains/(losses):					
Realised		-	3,877	3,877	(45,562)
Unrealised	8	-	161,578	161,578	(99,989)
Net movement in funds		11,165	156,164	167,329	(152,611)
Resources brought forward		60,416	1,415,925	1,476,341	1,628,952
Resources carried forward		71,581	1,572,089	1,643,670	1,476,341

The notes on pages 8 to 17 form part of these accounts

THE SHEPHERD STREET TRUST

BALANCE SHEET

AS AT 30 JUNE 2021

	Note	Unrestricted grant fund £	Unrestricted investment fund £	Total 2021 £	Total 2020 £
Fixed assets					
Investments	8	-	1,534,734	1,534,734	1,354,445
Current assets					
Debtors	9	5,356	-	5,356	4,838
Cash at bank	10	69,091	40,075	109,166	122,463
		74,447	40,075	114,522	127,301
Creditors:					
Amounts falling due within one year	11	(2,866)	(2,720)	(5,586)	(5,405)
Net current assets		71,581	37,355	108,936	121,896
Net assets		71,581	1,572,089	1,643,670	1,476,341
Represented by:					
Funds					
Unrestricted grant fund		71,581	-	71,581	60,416
Unrestricted investment fund		-	1,572,089	1,572,089	1,415,925
Total funds		71,581	1,572,089	1,643,670	1,476,341

These accounts were approved by the board on 9 November 2021 and signed on its behalf by:

C Penny - Chairman

T J Scott – Trustee

The notes on page 8 to 17 form part of these accounts

THE SHEPHERD STREET TRUST

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 30 JUNE 2021

1 Accounting policies

Basis of preparation

The Shepherd Street Trust is a charity registered in England and Wales. The address of the registered office is given in the charity information on page 1 of these financial statements. The nature of the charity's operations and principal activities are set out on page 2 of the trustees' report.

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 United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011 and UK Generally Accepted Practice as it applies from 1 January 2019.

The charity has taken advantage of the exemption available for small charities from preparing a cash flow statement in accordance with the Charities SORP (FRS102).

The charity constitutes a public benefit entity as defined by FRS 102.

In law, unincorporated charities are required to prepare their accounts in accordance with the Charities (Accounts and Reports) Regulations 2008, which are based on the Charities SORP 2005. However, this has been withdrawn, and replaced with The Charities SORP (FRS 102) but as yet the Charities (Accounts and Reports) Regulations 2008 have not been updated to be based on The Charities SORP (FRS 102). In order to show a true and fair view the accounts have departed from the Charities (Accounts and reports) Regulations 2008, and are prepared in accordance with The Charities SORP (FRS 102), as this is now U.K. Generally Accepted Accounting Practice.

The financial statements have been prepared under the historical cost convention, modified to include certain items at fair value. The financial statements are presented in sterling which is the functional currency of the charity.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

Going concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainty exists that casts doubt on the trusts' ability to continue to operate. The trustees have considered the level of funds held and the expected level of income and expenditure for the twelve months from the date of the authorising of these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the trust to be able to continue as a going concern. The trustees expect that Covid -19 will have some impact, though not significant in relation to expected future performance or on future asset valuations. The trustees together with the investment manager, Messrs Close Asset Management Limited, will continue to monitor the position of the investments.

THE SHEPHERD STREET TRUST
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2021

1 Accounting policies (continued)

Income recognition

All income is recognised once the charity has entitlement to receipt and it is probable that the income will be received and the amount of income receivable can be measured reliably. All income is included in the Statement of Financial Activities.

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance before the charity is entitled to the funds then the income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the charity and it is probable that they will be fulfilled.

The entitlement to legacies is taken as the earlier of the date on which either: the charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executor to the charity that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably, and the charity has been notified of the executor's intention to make a distribution. Where legacies have been notified to the charity, or the charity is aware of the granting of probate and the criteria for income recognition has not been met, then the legacy is treated as a contingent asset and disclosed if material.

Where a gift is in the form of an asset other than cash or a financial asset traded on an acknowledged stock exchange, recognition is subject to the value of the gift being reliably measurable with a degree of reasonable accuracy and the title to the asset having been transferred to the charity. Investment income is recognised in the period in which the charity is entitled to receipt.

Expenditure recognition

All expenditure is accounted for on an accruals basis and has been allocated to the fund to which it relates. Expenditure is recognised where there is a legal or constructive obligation to make payment, it is probable that settlement will be required and the amount of the obligation can be measured reliably. The charity is not registered for VAT, consequently, input VAT incurred is charged against the expenditure heading to which it relates.

Grants approved are only accounted for when they are paid. Grants which have been awarded but not paid at the period end are noted as a commitment.

Allocation of support and governance costs

Support costs are those costs incurred that assist the work of the charity but do not directly represent charitable activities. They are in sustained support of expenditure on the objects of the charity.

Governance costs are those costs relating to the public accountability of the charity and its compliance with regulations and good charity practices. The trustees have decided that all such costs be met from unrestricted funds.

Investments

Investments are initially recognised at their transaction value and subsequently measured at their fair value at the balance sheet date using the closing quoted mid market price as quoted on the London Stock Exchange and, in the case of foreign investments, on their respective stock exchanges.

Financial instruments

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

THE SHEPHERD STREET TRUST
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2021

1 Accounting policies (continued)

Basic financial assets

Basic financial assets, which include loans, debtors and cash and bank balances, are measured at transaction price including transaction costs.

Other financial assets

All the charity's financial assets fall to be classed as basic financial assets and the charity therefore has no other financial assets.

Impairment of financial assets

Financial assets, other than those held at fair value through statement of financial activities, are assessed for indicators of impairment at each reporting end date.

Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected. If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in the statement of financial activities.

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the charity transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

Classification of financial liabilities

Financial liabilities are classified according to the substance of the contractual arrangements entered into.

Basic financial liabilities

Basic financial liabilities, including creditors, 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 receipts discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business 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.

Other financial liabilities

All the charity's financial liabilities fall to be classed as basic financial liabilities and the charity therefore has no other financial liabilities.

THE SHEPHERD STREET TRUST
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2021

1 Accounting policies (continued)

Derecognition of financial liabilities

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

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 sale proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year. Unrealised gains and losses are calculated as the difference between cost, if acquired during the year, their fair value at the previous year end and their fair value at the current year end.

Unrestricted funds

Unrestricted funds are funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

The trust's funds are divided between a grant fund, which carries out the objectives of the charity, and a designated investment fund which comprises of investments which generate the income used in the grant fund.

2 Donations and legacies

	2021 £	2020 £
Legacies – Edith Bamber Will Trust	200	-
Donations	-	417
	200	417

3 Charitable activities

	2021 £	2020 £
Fund raising income	-	2,122
Grants returned	1,510	291
	1,510	2,413

THE SHEPHERD STREET TRUST
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2021

4 Investment income

		2021 £	2020 £
Interest:	Corporate loan stock	10,013	10,900
Dividends	Ordinary shares	27,403	21,129
	Mutual and unitised funds	15,565	19,533
		<u>52,981</u>	<u>51,562</u>
Interest on bank deposits		-	124
		<u>52,981</u>	<u>51,686</u>

5 Cost of fund raising - investment management costs

	2021 £	2020 £
Investment agent's charges	8,871	8,849
	<u>8,871</u>	<u>8,849</u>

6 Charitable activities

Grants paid	Preston area £	North West area £	2021 Total £	2020 Total £
Individuals				
Education & training	2,610	6,731	9,341	11,806
Hardship	1,743	2,831	4,574	3,849
Medical and counselling	-	2,000	2,000	-
Sports & play	-	780	780	3,491
Institutions				
Education & training	-	2,750	2,750	5,386
Hardship	3,500	-	3,500	3,500
Guides, scouts & youth groups	-	-	-	4,543
Medical and counselling	3,890	-	3,890	2,500
Sports & play	1,011	6,360	7,371	1,717
	<u>12,754</u>	<u>21,452</u>	<u>34,206</u>	<u>36,792</u>

All grants are made in accordance with the objects of the charity.

THE SHEPHERD STREET TRUST
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2021

7 Support costs

	2021 £	2020 £
Secretary's fees	4,671	5,002
Postage and stationery	503	506
Telephone	600	450
Insurance	293	514
Travelling expenses	191	282
Website and computer costs	144	237
Data protection fees	40	40
Bank charges	78	60
Governance costs (see analysis below)	<u>3,220</u>	<u>3,170</u>
	<u>9,740</u>	<u>10,261</u>

No remuneration was paid to any trustee (2020:nil).

There were no expenses reimbursed to any trustees during the year (2020:nil).

The insurance charge of £293 (2020:£514) includes cover for trustees liability insurance.

Governance costs

	2021 £	2020 £
Accountancy charges	2,380	2,330
Independent examination charges	420	420
Investment administration charges	<u>420</u>	<u>420</u>
	<u>3,220</u>	<u>3,170</u>

8 Investments

	2021 £	2020 £
Movement in investments		
Market value at 1 July 2020	1,354,445	1,477,961
Additions to investments at cost	255,061	378,974
Disposals at carrying value	(236,350)	(402,501)
Net investment gains/(losses) on revaluation	<u>161,578</u>	<u>(99,989)</u>
Market value at 30 June 2021	<u>1,534,734</u>	<u>1,354,445</u>

Net cash realised from investments sold in the year was £240,228 (2020: £356,939).

THE SHEPHERD STREET TRUST
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2021

8 Investments (continued)

	2021	2021	2020	2020
Investments comprise:	Market	Cost	Market	Cost
	value		value	
	£	£	£	£
Quoted investments				
Corporate loan stock	111,766	127,742	195,383	178,031
Ordinary shares	779,235	793,040	598,499	698,428
Mutual and unitised funds	601,933	517,789	517,403	479,568
Hedge funds	41,800	40,890	43,160	40,890
	<u>1,534,734</u>	<u>1,479,461</u>	<u>1,354,445</u>	<u>1,396,917</u>

The market value of investments has been calculated using the mid market price at 30 June 2021 by the trust's investment agents, Messrs Close Asset Management Limited.

Investments are held by Close Asset Management Limited as nominees on behalf of the trust.

9 Debtors

	2021	2020
	£	£
Income tax recoverable	117	52
Prepayments	176	176
Accrued Income	<u>5,063</u>	<u>4,610</u>
	<u>5,356</u>	<u>4,838</u>

10 Cash at bank and on short term deposit

	Unrestricted	Unrestricted	2021	2020
	grant	investment		
	fund	fund	£	£
	£	£		
Close deposit account	-	40,075	40,075	64,012
CAF deposit account	69,083	-	69,083	58,443
Cash	<u>8</u>	<u>-</u>	<u>8</u>	<u>8</u>
	<u>69,091</u>	<u>40,075</u>	<u>109,166</u>	<u>122,463</u>

THE SHEPHERD STREET TRUST
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2021

11 Creditors – amounts falling due within one year

	2021	2020
	£	£
Accruals – Grant fund	2,866	2,873
Accruals – Investment fund	2,720	2,532
	<u>5,586</u>	<u>5,405</u>

12 Contingencies

There were no contingent liabilities at 30 June 2021 (2020:nil).

13 Monies available for grant purposes

	2021	2020
	£	£
Grant fund		
Balance at 30 June 2021	71,581	60,416
Less: Grants approved but not paid at the year end	15,234	3,006
Available for future grants	<u>56,347</u>	<u>57,410</u>

14 Monies available for grant purposes (continued)

	Preston area £	North West area £	2021 Total £	2020 Total £
Grants approved but not paid				
Individuals				
Education & training	-	-	-	1,995
Hardship	-	370	370	-
Medical and counselling	-	2,000	2,000	-
Institutions				
Education & training	-	1,000	1,000	-
Guides, scouts & youth groups	1,700	2,000	3,700	-
Sports & play	3,913	4,251	8,164	1,011
	<u>5,613</u>	<u>9,621</u>	<u>15,234</u>	<u>3,006</u>

All grants are made in accordance with the objects of the charity.

THE SHEPHERD STREET TRUST
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2021

15 Analysis of charitable funds

The unrestricted grant fund is available for use at the direction of the trustees in furtherance of the general objectives of the charity and which has not been designated for other purposes.

The unrestricted investment fund is a fund established from previously owned investments together with the proceeds from the disposal of the charity's property and assets from when it was the Shepherd Street Mission and Children's Home. The investments in the fund are held for their capital appreciation and also to generate income for the unrestricted grant fund.

Movement in funds – current year

	At 1 July 2020 £	Incoming resources £	Resources expended £	Investment gains/ losses £	At 30 June 2021 £
Unrestricted grant fund	60,416	54,691	(43,526)	-	71,581
Unrestricted investment fund	1,415,925	-	(9,291)	165,455	1,572,089
	1,476,341	54,691	(52,817)	165,455	1,643,670

Movement in funds – previous year

	At 1 July 2019 £	Incoming resources £	Resources expended £	Investment gains/ (losses) £	At 30 June 2020 £
Unrestricted grant fund	58,207	54,516	(52,307)	-	60,416
Unrestricted investment fund	1,570,745	-	(9,269)	(145,551)	1,415,925
	1,628,952	54,516	(61,576)	(145,551)	1,476,341

16 Analysis of net assets between funds – current year

	Unrestricted grant fund £	Unrestricted investment fund £	Total funds £
Investments	-	1,534,734	1,534,734
Net current assets	71,581	37,355	108,936
	71,581	1,572,089	1,643,670

THE SHEPHERD STREET TRUST
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2021

16 Analysis of net assets between funds (continued)

Analysis of net assets between funds – previous year

	Unrestricted grant fund £	Restated Unrestricted investment fund £	Total funds £
Investments	-	1,354,445	1,354,445
Net current assets	60,416	61,480	121,896
	60,416	1,415,925	1,476,341

17 Related party transactions

There were no related party transactions during the year (2020:Nil).

THE SHEPHERD STREET TRUST
FINANCIAL SUMMARY
FOR THE FIVE YEARS ENDED 30 JUNE 2021

	2021 £	2020 £	2019 £	2018 £	2017 £
Incoming resources					
Donations and legacies	200	417	-	570	2,525
Charitable activities	1,510	2,413	355	3,201	59
Investment income	52,981	51,686	54,434	54,039	52,734
Total incoming resources	54,691	54,516	58,789	57,810	55,318
Resources expended					
Grants and donations	34,206	42,466	36,795	42,171	35,403
Total charity costs*	18,611	19,110	18,158	18,716	16,189
Total resources expended	52,817	61,576	54,953	60,887	51,592
Net incoming/(outgoing) resources for the year before revaluations, investment asset disposals and transfers	1,874	(7,060)	3,836	(3,077)	3,726
Realised and unrealised gains/(losses) on investments	165,455	(145,551)	(10,083)	76,625	162,909
Net movement in funds	167,329	(152,611)	(6,247)	73,548	166,635
Resources brought forward	1,476,341	1,628,952	1,635,199	1,561,650	1,395,015
Resources carried forward	1,643,670	1,476,341	1,628,952	1,635,198	1,561,650
Grant funds	71,581	60,416	58,207	44,654	37,966
Investment fund	1,572,089	1,415,925	1,570,745	1,590,544	1,523,684
Total funds	1,643,670	1,476,341	1,628,952	1,635,198	1,561,650

Grants to date totalling £1,448,242 have been paid out to applicants since the trust began making awards in 1990. Expenditure of £14,471 has been made on Christmas parcels, donations to local hospital children's wards and support for young families affected by the Covid – 19 virus, over the same period.

*Total charity costs comprise investment management, grant administration and governance costs.