

SHAFTOE EDUCATIONAL FOUNDATION

UNAUDITED

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2023

SHAFTOE EDUCATIONAL FOUNDATION

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SHAFTOE EDUCATIONAL FOUNDATION

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 31 MARCH 2023

Trustees	Mr J.J. Drydon (Co-optative), Chair Mr E. Brown (Appointed by the Parish Council of Haydon Bridge) Mrs L.A. Gilhespy (Appointed by the Parish Council of Haydon Bridge) Mr B.L. Bates (Co-optative) Mrs P. Collis (Co-optative) Mrs D. Wardle (Co-optative) Mr E. Faulks (Appointed by the Parish Council of Haydon Bridge) Mrs K. Richardson (Appointed by the Parish Council of Haydon Bridge) Mr R Hines (Co-optative) (appointed 11 November 2022)
Charity registered number	528101
Principal office	Shaftoe Terrace Haydon Bridge NE47 6BW
Clerk to the Trustees	Mr S. Exham
Accountants	Ryecroft Glenton Chartered Accountants 32 Portland Terrace Newcastle upon Tyne NE2 1QP
Bankers	HSBC Bank Plc Fore Street Hexham Northumberland NE46 1LY
Investment advisors	Brewin Dolphin Time Central Gallowgate Newcastle upon Tyne NE1 4SR

SHAFTOE EDUCATIONAL FOUNDATION

TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2023

The Trustees present their annual report together with the financial statements of the Charity for the year 1 April 2022 to 31 March 2023.

The financial statements have been prepared in accordance with the accounting policies set out in the notes to the financial statements and comply with the charity's governing document, the Charities Act 2011 and the relevant version of the Statement of Recommended Practice applicable to charities preparing their financial statements in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

Objectives and activities

• Policies and objectives

The objectives of the charity are determined by the requirements of the scheme as to the use of the income of the charity.

The Trustees shall first pay out of yearly income of the charity the sum of £220 to the Almshouse Charity of John Shaftoe. The Trustees shall next defray out of the income of the charity, the cost of repairs and insurance and all other charges and outgoings in respect of the property of the charity and all proper costs, charges and expenses of and incidental to the administrations and management of the charity. The Trustees shall then apply the income of the charity at their discretion in one or more of the following ways:

- (1) in making an additional yearly payment of not less than £1,500 and not more than one-quarter of the clear income of the charity to the Almshouse Charity of John Shaftoe for application for the general purposes of that charity;
- (2) in providing for the Shaftoe Trust WISE academies or for any other school or in substantially serving the Parish of Haydon Bridge such special benefits of any kind which advance the education of the school pupils and constitute an efficient and proper way of furthering the charity's purposes; and
- (3) in otherwise promoting the education, including social and physical training, of persons resident or who have a parent or parents resident in Haydon Bridge parish.

In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit, including the guidance 'Public benefit: running a charity (PB2)'.

• Main activities undertaken to further the Charity's purposes for the public benefit

The Trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the aims and objectives and in planning future activities. The charity is able to assist with the further education of residents in the parish of Haydon Bridge through the provision of grants which have to be applied for through a structured process. The two schools also benefit from financial assistance which therefore benefits all students in those establishments over and above that provided by Northumberland County Council. The Charity's support is provided to Haydon Bridge Shaftoe Trust WISE academies and Haydon Bridge High School.

The charity has also provided grants for refurbishment of almshouse properties held by its connected charity the Almshouse Charity of John Shaftoe for the benefit of the residents of the almshouses.

SHAFTOE EDUCATIONAL FOUNDATION

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

Achievements and performance

• Key performance indicators

The Trustees review key sources of income and expenditure to monitor the performance of the charity. These include:

- Income arising from investment properties;
- Income arising from listed investments; and
- Planned expenditure on refurbishments.

These allow the Trustees to assess funds available to support its charitable purposes.

The investments are invested to produce a balance of income and capital growth over the longer term.

The charity aims to:

- At least maintain the real value of the assets of the charity;
- Generate a sustainable return to fund annual grant making for its charitable purposes; and
- Produce best financial return within an acceptable level of risk.

• Review of activities

The Trustees report a surplus for the year before investment movements of £54,775 (2022: deficit of £23,174).

Grants totalling £88,824 (2022 - £141,056) were made available during the year.

There were total net investment losses of £101,483. This is attributable to movements on the investment portfolio, of which £55,816 is attributable to endowed funds and £45,667 to general funds.

The Foundation has continued to support Haydon Bridge High School with its annual grant to the library. No further requests have been received. Shaftoe Trust Wise Academy has received support for employing teaching assistants, music tuition and development of an outdoor facility for the early years. A grant has also been made towards a climbing frame to be constructed in the summer of 2023. Locally based students and apprentices have received the customary grants which were increased at the beginning of the academic year to reflect the higher costs being experienced.

During the year The Foundation's team of management agents for the Mousen Estate moved from Strutt & Parker to Galbraiths. The management continues on the same terms as previously and hedge and tree planting (referred to in last year's report) and other maintenance work remain uninterrupted.

SHAFTOE EDUCATIONAL FOUNDATION

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

Achievements and performance (continued)

• Investment policy and performance

The Trustees are required to invest all sums of cash, other than those needed for the immediate working purposes at their discretion, subject to the requirements of the Trustee Investments Act 1961.

The investments are vested with Brewin Dolphin. Funds are invested to maximise investment income whilst protecting the underlying capital investment.

The charity's property which is permanently endowed, and vested in the Official Custodian for Charities comprises freehold land at Haydon Bridge and Mousen Estate, Northumberland as described more fully in notes 10 and 11.

The Trustees review funds under investment quarterly and are satisfied with their performance, despite the volatile nature of global investment markets experienced during the year.

Financial review

• Going concern

Liquid funds continue to be held for grant-making activities. After making appropriate enquiries, the Trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future.

• Reserves policy

The Trustees have carefully considered the need to retain reserves in the light of their dependence on agricultural rents for the bulk of their endowment income. They are satisfied that it is prudent to maintain an investment portfolio capable of generating enough income to support the management and administration of the charity, supplemented by liquid reserves to cover exceptional repair or renovation of buildings, and to ensure the availability of funds to maintain their ability to respond to meritorious grant applications.

SHAFTOE EDUCATIONAL FOUNDATION

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

Structure, governance and management

• Constitution

Shaftoe Educational Foundation is constituted by a Charity Commission scheme.

The charity was registered with the Charity Commission on 9 October 1985 and was allocated Charity No. 528101.

There have been no changes in the objectives since the last annual report.

• Methods of appointment or election of Trustees

The body of Trustees shall consist when complete of nine competent persons being
Four Nominative Trustees and
Five Co-optative Trustees

The four nominative Trustees shall be appointed by Haydon Bridge Parish Council

Every nominative trustee shall be appointed for a term of four years. Each appointment shall be made at a meeting convened and held according to the ordinary practice of the appointing council. The chairman of the meeting shall cause the name of each person appointed to be notified forthwith to the Trustees or their clerk. The person appointed may be but need not be a member of the appointing council.

The Co-optative Trustees shall be persons who through residence, occupation or employment, or otherwise have special knowledge of the Parish of Haydon Bridge.

Every Co-optative Trustee shall be appointed for a term of five years by a resolution of the Trustees passed at a special meeting of which not less than 21 days' notice has been given and may be so appointed not more than one month before the term of an existing co optative Trustee expires with effect from the date of expiry but so that the latter shall not vote on the matter.

No Trustee shall take or hold any interest in property belonging to the charity otherwise than as a Trustee for the purposes thereof and no Trustee shall receive remuneration or be interested in the supply of work or goods, at the cost of the charity.

• Organisational structure and decision-making policies

The Trustees meet regularly to award grants and to review the management of the funds under investment and the investment properties. Advice is obtained from investment and property advisers as necessary at these meetings.

• Policies adopted for the induction and training of Trustees

Induction and training of Trustees is carried out at appointment and when changes to charity law take place.

• Related party relationships

The Almshouse Charity of John Shaftoe is a connected charity. The two organisations have a common board of Trustees and were originally one charity, founded in 1685.

SHAFTOE EDUCATIONAL FOUNDATION

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

Structure, governance and management (continued)

● Financial risk management

The principal risk to the charity is in the management of investment funds and properties. In order to minimise the risk, these investments are managed by independent professional firms appointed by the Trustees in accordance with professional terms of engagement. Wherever possible the properties held are insured to further mitigate risk of loss or curtailment.

The Trustees continue to review their policies for the proper management of risk. They are satisfied that they have done all that is reasonable to enable the charity to continue to operate, even though in extreme circumstances its ability to make grants may be curtailed.

The investment policy has a detailed section on risk, covering: land and property risk; investment risk and charity specific risk.

● Future developments

As outlined above, the scheme of improvements on the Mousen Estate will be initiated. Discussions have already started to establish the priorities and costs. Moves are being made to improve the energy efficiency of SEF rental properties on Shaftoe Terrace, mainly by installing double glazing, but as these are grade two listed buildings this is not a straightforward undertaking and may take some time to achieve.

The Trustees intend to continue to support the educational needs of the schools in Haydon Bridge and their pupils, the Almshouse Charity of John Shaftoe, and other causes local to Haydon Bridge as necessary.

SHAFTOE EDUCATIONAL FOUNDATION

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

Statement of Trustees' responsibilities

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

The law applicable to charities in England & Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charity and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charity will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Charity's transactions and disclose with reasonable accuracy at any time the financial position of the Charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the Trust deed. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by order of the members of the board of Trustees on 25 August 2023 and signed on their behalf by:



J J Drydon
Chair

SHAFTOE EDUCATIONAL FOUNDATION

INDEPENDENT EXAMINER'S REPORT FOR THE YEAR ENDED 31 MARCH 2023

Independent examiner's report to the Trustees of Shaftoe Educational Foundation ('the Charity')

I report to the charity Trustees on my examination of the accounts of the Charity for the year ended 31 March 2023.

Responsibilities and basis of report

As the Trustees of the Charity 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 Charity's accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

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

I understand that this has been done in order for the financial statements to provide a true and fair view in accordance with UK Generally Accepted Accounting Practice.

I have completed my examination. I confirm that no 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 Charity as required by section 130 of the 2011 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.

This report is made solely to the Charity's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. My work has been undertaken so that I might state to the Charity's Trustees those matters I am required to state to them in an Independent examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the Charity and the Charity's Trustees as a body, for my work or for this report.

Deborah Graham

Deborah Graham FCA
Ryecroft Glenton
Chartered Accountants
32 Portland Terrace
Newcastle upon Tyne
NE2 1QP

29 August 2023

SHAFTOE EDUCATIONAL FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2023

	Note	Endowment funds 2023 £	Unrestricted funds 2023 £	Total funds 2023 £	Total funds 2022 £
Income and endowments from:					
Donations and legacies	3	-	1,088	1,088	-
Investments	4	-	212,328	212,328	197,534
Total income and endowments		-	213,416	213,416	197,534
Expenditure on:					
Raising funds	5	19,200	38,934	58,134	68,761
Charitable activities		-	100,508	100,508	151,947
Total expenditure		19,200	139,442	158,642	220,708
Net (expenditure)/income before net (losses)/gains on investments		(19,200)	73,974	54,774	(23,174)
Net (losses)/gains on investments		(45,667)	(55,816)	(101,483)	62,221
Net movement in funds		(64,867)	18,158	(46,709)	39,047
Reconciliation of funds:					
Total funds brought forward		8,230,808	999,969	9,230,777	9,191,730
Net movement in funds		(64,867)	18,158	(46,709)	39,047
Total funds carried forward		8,165,941	1,018,127	9,184,068	9,230,777

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

The notes on pages 11 to 22 form part of these financial statements.

SHAFTOE EDUCATIONAL FOUNDATION

**BALANCE SHEET
AS AT 31 MARCH 2023**

	Note	2023 £	2022 £
Fixed assets			
Tangible assets	10	15,000	15,000
Investments	12	1,390,302	1,501,309
Investment property	11	7,495,000	7,495,000
		<u>8,900,302</u>	<u>9,011,309</u>
Current assets			
Debtors	13	50,868	44,756
Cash at bank and in hand		264,798	253,474
		<u>315,666</u>	<u>298,230</u>
Creditors: amounts falling due within one year	14	(31,900)	(78,762)
Net current assets		<u>283,766</u>	<u>219,468</u>
Total assets less current liabilities		<u>9,184,068</u>	<u>9,230,777</u>
Total net assets		<u>9,184,068</u>	<u>9,230,777</u>
Charity funds			
Endowment funds	15	8,165,941	8,230,808
Unrestricted funds	15	1,018,127	999,969
Total funds		<u>9,184,068</u>	<u>9,230,777</u>

The financial statements were approved and authorised for issue by the Trustees on 25 August 2023 and signed on their behalf by:



Mr J.J. Drydon
Chair

The notes on pages 11 to 22 form part of these financial statements.

SHAFTOE EDUCATIONAL FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2023

1. General information

Shaftoe Educational Foundation is a charitable trust, charity registration number 528101. The principal office is Shaftoe Terrace, Haydon Bridge, NE47 6BW.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with the relevant version of the Statement of Recommended Practice applicable to charities preparing their financial statements in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011 and UK Generally Accepted Accounting Practice.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair view'. This departure has involved following the relevant version of the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the FRS 102 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

Shaftoe Educational Foundation meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

2.2 Going concern

Having made due enquiry the Trustees are satisfied that the going concern basis of accounting is appropriate in preparing the annual financial statements. Whilst the value of the Charity's investments may be affected by volatility in the stock market, the operations of the Charity remains unaffected as its investments are not required for operational purposes in the next twelve months following the approval of these financial statements.

2.3 Income

All income is recognised once the Charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

2.4 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity.

Expenditure on raising funds includes all expenditure incurred by the Charity to raise funds for its charitable purposes and includes costs of all fundraising activities events and non-charitable trading.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Charity's objectives, as well as any associated support costs.

SHAFTOE EDUCATIONAL FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2023

2. Accounting policies (continued)

2.4 Expenditure (continued)

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

All expenditure is inclusive of irrecoverable VAT.

2.5 Tangible fixed assets and depreciation

Tangible fixed assets are initially recognised at cost. After recognition, under the revaluation model, tangible fixed assets whose fair value can be measured reliably shall be carried at a revalued amount, being their fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Revaluations are made with sufficient regularity to ensure that the carrying amount does not differ materially from that which would be determined using fair value at the end of the reporting date.

Fair values are determined from market-based evidence by appraisal that is normally undertaken by professionally qualified valuers. If there is no market-based evidence of fair value because of the specialised nature of the tangible fixed asset and it is rarely sold, except as part of a contributing business, a Charity may need to estimate fair value using an income or depreciated replacement cost approach.

Gains and losses on revaluation are recognised in the Statement of financial activities.

Depreciation is provided on the following basis:

Freehold property	- Nil, held at valuation
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2.6 Investments

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance sheet date, unless the value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and presented as 'Gains/(Losses) on investments' in the Statement of financial activities.

2.7 Fund accounting

General funds are unrestricted 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.

Endowment funds represent the original endowment of the charity

Investment income, gains and losses are allocated to the appropriate fund.

SHAFTOE EDUCATIONAL FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

3. Income from donations and legacies

	Unrestricted funds 2023 £	Total funds 2023 £	<i>Total funds 2022 £</i>
Donations	1,088	1,088	-

4. Investment income

	Unrestricted funds 2023 £	Total funds 2023 £
Rents receivable	173,268	173,268
Investment income	37,975	37,975
Bank interest	1,085	1,085
Total 2023	212,328	212,328

	<i>Unrestricted funds 2022 £</i>	<i>Total funds 2022 £</i>
Rents receivable	168,244	168,244
Investment income	29,265	29,265
Bank interest	25	25
<i>Total 2022</i>	<i>197,534</i>	<i>197,534</i>

SHAFTOE EDUCATIONAL FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

5. Cost of raising funds

	Endowment funds 2023 £	Unrestricted funds 2023 £	Total funds 2023 £
Investment management fees	5,379	4,146	9,525
Property management fees	-	16,705	16,705
Property rates, repairs and maintenance costs	13,821	10,650	24,471
Insurance	-	4,790	4,790
Sundry expenses	-	2,643	2,643
Total 2023	19,200	38,934	58,134

	Endowment funds 2022 £	Unrestricted funds 2022 £	Total funds 2022 £
Investment management fees	5,726	4,412	10,138
Property management fees	-	18,714	18,714
Property rates, repairs and maintenance costs	18,508	14,261	32,769
Insurance	-	4,294	4,294
Sundry expenses	-	2,846	2,846
Total 2022	24,234	44,527	68,761

6. Analysis of expenditure by activities

	Grant funding of activities 2023 £	Support costs 2023 £	Total funds 2023 £
Charitable activities	88,824	11,684	100,508

SHAFTOE EDUCATIONAL FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

6. Analysis of expenditure by activities (continued)

	<i>Grant funding of activities 2022 £</i>	<i>Support costs 2022 £</i>	<i>Total funds 2022 £</i>
Charitable activities	141,056	10,891	151,947

Analysis of support costs

	Total funds 2023 £	<i>Total funds 2022 £</i>
Clerk fees' and expenses	6,704	6,721
Governance	4,980	4,170
	11,684	10,891

Governance costs comprises of £4,980 Independent examination fees (2022: £4,170) inclusive of VAT.

SHAFTOE EDUCATIONAL FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

7. Grant funding of activities

	2023 £	2022 £
Shaftoe Wise Academies - 2 grants (2022: 6)	1,103	81,866
Individuals - 45 grants (2022: 35)	40,861	25,700
Haydon Bridge Playgroup and Tiny Tots - 2 grants (2022: 2)	2,500	4,500
Almshouse Charity of John Shaftoe - 1 grant (2022: 1)	1,720	1,720
Haydon Bridge High School - 3 grants (2022: 4)	6,200	23,770
Haydon Bridge Scout Group - 0 grants (2022: 1)	-	1,000
Nurture CIC - 0 grants (2022: 1)	-	2,500
Haydon Bridge Methodist Church - 1 grant (2022: 0)	140	-
Nurture project - 1 grant (2022: 0)	1,000	-
Haydon Bridge Judo club - 1 grant (2022: 0)	300	-
Shaftoe Trust Wise Academy (Remuneration of teaching assistants) - 1 grant (2022: 0)	20,000	-
Shaftoe Trust Wise Academy (Construction of climbing frame) - 1 grant (2022: 0)	15,000	-
	<u>88,824</u>	<u>141,056</u>

8. Independent examiner's remuneration

	2023 £	2022 £
Fees payable to the Charity's independent examiner for the independent examination and preparation of the Charity's annual accounts	4,980	4,170

9. Trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2022 - £NIL).

During the year, no Trustee expenses have been incurred (2022 - £NIL).

SHAFTOE EDUCATIONAL FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

10. Tangible fixed assets

	Freehold property £
Cost or valuation	
At 1 April 2022	15,000
At 31 March 2023	<u>15,000</u>
Net book value	
At 31 March 2023	<u>15,000</u>
<i>At 31 March 2022</i>	<u><i>15,000</i></u>

The charity's real property is permanently endowed and is vested in the Official Custodian.

The above relates to land at Haydon Bridge with buildings, known as Shaftoe Trust WISE Academies. Its original cost is not known.

The property is let on a long lease at a peppercorn rent to WISE Academies. It is valued by the Trustees at its fair value to reflect the rent arising.

SHAFTOE EDUCATIONAL FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

11. Investment property

	Freehold agricultural estate £
Valuation	
At 1 April 2022	7,495,000
At 31 March 2023	<u>7,495,000</u>

The last valuations were made by Turvey Westgarth Land & Property Consultants on the Mousen Estate, and by the Trustees on the properties at Haydon Bridge, in March 2015, on an open market value for existing use basis.

The cost of the properties is not known.

12. Fixed asset investments

	Listed investments £	Cash held for re- investment £	Total £
Cost or valuation			
At 1 April 2022	1,433,658	67,651	1,501,309
Additions	125,413	158,414	283,827
Disposals	(158,415)	(134,936)	(293,351)
Revaluations	(101,483)	-	(101,483)
At 31 March 2023	<u>1,299,173</u>	<u>91,129</u>	<u>1,390,302</u>
Net book value			
At 31 March 2023	<u>1,299,173</u>	<u>91,129</u>	<u>1,390,302</u>
At 31 March 2022	<u>1,433,658</u>	<u>67,651</u>	<u>1,501,309</u>

SHAFTOE EDUCATIONAL FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

. Investments at market value comprise

	2023 £	2022 £
Listed investments	1,433,658	1,425,606
Bank deposit account	67,651	23,620
	1,501,309	1,449,226

All of the fixed asset investments are held in the U.K.

13. Debtors

	2023 £	2022 £
Due within one year		
Accrued rental income	40,845	40,845
Prepayments and accrued income	10,023	3,911
	50,868	44,756

14. Creditors: Amounts falling due within one year

	2023 £	2022 £
Amounts due to Almshouse Charity of John Shaftoe	26,520	22,792
Other creditors	-	51,400
Administration accruals	5,380	4,570
	31,900	78,762

SHAFTOE EDUCATIONAL FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

15. Statement of funds**Statement of funds - current year**

	Balance at 1 April 2022 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 31 March 2023 £
Unrestricted funds					
General Funds	999,969	213,416	(139,442)	(55,816)	1,018,127
Endowment funds					
Endowment Fund	8,230,808	-	(19,200)	(45,667)	8,165,941
Total of funds	9,230,777	213,416	(158,642)	(101,483)	9,184,068

Unrestricted funds are those funds that the Trustees are free to use in accordance with the charitable objectives.

Endowment funds represent the original endowment of the charity.

Statement of funds - prior year

	Balance at 1 April 2021 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 31 March 2022 £
Unrestricted funds					
General Funds	957,411	197,534	(196,474)	41,498	999,969
Endowment funds					
Endowment Fund	8,234,319	-	(24,234)	20,723	8,230,808
Total of funds	9,191,730	197,534	(220,708)	62,221	9,230,777

SHAFTOE EDUCATIONAL FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

16. Analysis of net assets between funds**Analysis of net assets between funds - current year**

	Endowment funds 2023 £	Unrestricted funds 2023 £	Total funds 2023 £
Tangible fixed assets	15,000	-	15,000
Fixed asset investments	655,941	734,361	1,390,302
Investment property	7,495,000	-	7,495,000
Current assets	-	315,666	315,666
Creditors due within one year	-	(31,900)	(31,900)
Total	8,165,941	1,018,127	9,184,068

Analysis of net assets between funds - prior year

	Endowment funds 2022 £	Unrestricted funds 2022 £	Total funds 2022 £
Tangible fixed assets	15,000	-	15,000
Fixed asset investments	720,808	780,501	1,501,309
Investment property	7,495,000	-	7,495,000
Current assets	-	298,230	298,230
Creditors due within one year	-	(78,762)	(78,762)
Total	8,230,808	999,969	9,230,777

SHAFTOE EDUCATIONAL FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2023

17. Connected charities

The Almshouse Charity of John Shaftoe is a connected charity. The two organisations have a common board of Trustees and were originally one charity, founded in 1685.

Balances with The Almshouse Charity of John Shaftoe are disclosed in note 14. In addition

- 1) the charity shares an office with The Almshouse Charity; the office is owned by The Almshouse Charity and its use is provided free of charge;
- 2) the charity shares its clerk with The Almshouse Charity, at a charge of £2,235 (2022: £2,240) (25% of total costs); and
- 3) the charity paid a grant to the Almshouse charity of £1,720.

The principal address of The Almshouse Charity of John Shaftoe is Shaftoe Terrace, Haydon Bridge, Northumberland, NE47 6BW.