

YARDLEY EDUCATIONAL FOUNDATION

REPORT OF THE TRUSTEES AND UNAUDITED FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2023

CHARITY NUMBER 528918

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REFERENCE AND ADMINISTRATIVE DETAILS

REGISTERED CHARITY NUMBER

528918

TRUSTEES

Mr S O'Donnell	(Chairman)
Mrs E Hayes	(Deputy Chair)
Councillor P Tilsley	
Mrs P Wagg	
Mr R Jones	
Rev W Sands	(retired September 2022)
Ms L O'Shea	
Dr E Griffiths	(resigned February 2023)

PRINCIPAL ADDRESS

PO Box 18605
Birmingham
B37 9ES

PRINCIPAL OFFICER

Clerk to the Trustees:
Mrs. K. Grice

BANKERS

Lloyds Bank plc
New Street
Birmingham

PROPERTY MANAGERS

John Shepherd Estate Agents
6 The Grand
33 Colmore Row
Birmingham

INDEPENDENT EXAMINER

Mrs. K. Jackson FCCA ACA
JW Hinks LLP
Chartered Accountants and
Statutory Auditors
19 Highfield Road
Edgbaston
Birmingham

INVESTMENT ADVISORS

Brewin Dolphin Limited
9 Colmore Row
Birmingham

(continued)

The Trustees present their report along with the financial statements of the Charity for the year ended 31 March 2023. The financial statements have been prepared in accordance with the Statement of Recommended Practice : Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 and the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and The Charities Act 2011.

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Charity is constituted under a trust deed and is a registered charity.

The Governing Body is made up of twelve Trustees and at the year end there were six appointed.

The Trustees who served during the year are set out on page one. The Trustees are appointed by the Board of Trustees, Birmingham City Council, Governors of King Edward VI School and the University of Birmingham. Following appointment, new Trustees are introduced to their new roles and given copies of the Trust Deed and a guide to policies and procedures adopted by the Charity.

The Foundation appreciates the contributions made by individual Trustees whose support is manifested by their regular attendance at meetings and whose concern for the welfare of so many young people with different educational needs is so important.

OBJECTIVES AND ACTIVITIES

The object of the Foundation is to help individual children between the ages of eleven and sixteen and young adults going into further education between sixteen and nineteen. The recipients of the grants should have resided in the Ancient Parish of Yardley for not less than two years and be of low income. The Clerk to the Trustees has close liaison with the Secondary Schools throughout the Ancient Parish and is in constant touch with them to ascertain their needs.

When planning activities for the year, the Trustees have considered the Charity Commissions guidance on public benefit.

RISK POLICY

The Trustees are conscious of the risks of fraud in administering the grants to deserving needy in the Ancient Parish of Yardley. Close liaison with the schools whose students receive grants has proved advantageous in this respect and cases of fallacious claims have been exposed. Continuing vigilance in this connection is essential. In addition, contact with the retail suppliers is essential in order to monitor the accounts received for payment.

ACHIEVEMENTS, PERFORMANCE AND FINANCIAL REVIEW

The total funds of the Charity now amount to £4,762,180. Investments had unrealised losses on revaluation for the year amounting to £255,654. Property income has increased this year - £64,320 was received. Income from quoted investments was £121,213, this being up on the previous year by £1,425.

(continued)

There have been no changes in the objectives, organisation or policies since the last report. The financial statements comply with current statutory requirements and the Charity's governing documents.

During the year 2716 applications for grants were received. Total grants for Education paid amounted to £263,802 for clothing, sports equipment, book vouchers and school trips and apprentices.

The Trustees consider that all activities undertaken by the Charity in the year provides benefit both to those who directly benefit from each activity and the wider community of Yardley.

INVESTMENTS

Portfolio Purpose and Investment Policy

The investment portfolio represents long term assets, the purpose of which is to generate income and capital growth to fund charitable activities and to maintain the real value. The Trustees employ professional investment managers, Brewin Dolphin, to manage the portfolio subject to restrictions and risk controls contained in the Investment Policy Statement. Brewin Dolphin report to Trustees regularly and the Investment Policy Statement is reviewed on a periodic basis.

The Trustees wish to ensure that they invest in a responsible way and so the Investment Policy Statement contains an ethical investment policy. This policy seeks to exclude those investments which are contrary to the value and ethos of the organisation such as Armaments, Tobacco, Online Gaming and Irresponsible Lending.

The Trustees also expect Brewin Dolphin to consider ESG (Environmental, Social and Governance) factors in their management of the portfolio.

RESERVES POLICY

The level of reserves held is in line with the Trustees policy of building funds sufficient to improve, add to and increase the facilities held for charitable purposes and to generate sufficient income to be able to make grants available.

FIXED ASSETS

Movements in fixed assets are disclosed in notes 5 and 6 of the accounts.

INDEPENDENT EXAMINER

JW Hinks LLP have expressed their willingness to continue in office as Independent Examiner and a resolution to re-appoint them will be proposed at the forthcoming Annual General Meeting.

Signed on behalf of the Trustees



.....
Mr S O'Donnell - Chairman

18 January 2024

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES

I report to the charity trustees on my examination of the accounts of the charity for the year ended 31 March 2023 which are set out on pages five to ten.

Responsibilities and basis of report

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

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

Independent examiner's statement

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

1. accounting records were not kept in respect of the charity as required by section 130 of the Act; or
2. 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.



K Jackson FCCA ACA
JW Hinks LLP
Chartered Accountants and
Statutory Auditors
19 Highfield Road
Edgbaston
Birmingham
B15 3BH

18 January 2024

STATEMENT OF FINANCIAL ACTIVITIES - YEAR ENDED 31 MARCH 2023

		Unrestricted funds £	Restricted funds £	Total funds 2023 £	Total funds 2022 £
INCOMING RESOURCES	Notes				
Investment income:					
Rent receivable		64,320	-	64,320	61,655
Dividends and interest		121,213	-	121,213	119,788
TOTAL INCOMING RESOURCES		185,533	-	185,533	181,443
RESOURCES EXPENDED					
Cost of generating funds	3	31,010	-	31,010	27,644
Charitable Activities:					
School scholarships, grants for clothing, book vouchers and donations		259,631	-	259,631	196,492
Apprenticeships		4,171	-	4,171	2,322
		263,802	-	263,802	198,814
Direct and Support Costs:					
Administrative and general expenses	4	29,488	-	29,488	25,998
TOTAL RESOURCES EXPENDED		324,300	-	324,300	252,456
NET OUTGOING RESOURCES					
Before other recognised gains and losses		(138,767)		(138,767)	(71,013)
GAINS ON INVESTMENTS					
Realised (loss)/gains on investments	6	-	(22,166)	(22,166)	27,561
Unrealised (loss)/gains on investments	6	-	(255,654)	(255,654)	133,122
Realised gain on investment properties	5	-	-	-	65,830
NET MOVEMENT IN FUNDS		(138,767)	(277,820)	(416,587)	155,500
BALANCES BROUGHT FORWARD		222,208	4,956,559	5,178,767	5,023,267
BALANCES CARRIED FORWARD		83,441	4,678,739	4,762,180	5,178,767

All of the above results are derived from continuing activities. All gains and losses recognised in the year are included above.


The notes on pages 7 to 10 form part of these financial statements.

BALANCE SHEET - 31 MARCH 2023


	Note	2023		2022	
		£	£	£	£
FIXED ASSETS					
Tangible assets:					
Investment properties	5		1,205,000		1,205,000
Investments	6		3,474,469		3,685,575
			4,679,469		4,890,575
CURRENT ASSETS					
Debtors	7	49,559		125,771	
Cash at bank and in hand		43,128		171,996	
			92,687		297,767
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR					
	8	9,976		9,575	
NET CURRENT ASSETS					
			82,711		288,192
TOTAL ASSETS LESS CURRENT LIABILITIES					
			£4,762,180		£5,178,767
RESERVES					
Restricted funds	9		4,678,739		4,956,559
Unrestricted funds	9		83,441		222,208
			4,762,180		£5,178,767

The notes on pages 7 to 10 form part of these financial statements.

These financial statements were approved by the Trustees and signed on their behalf by:



Mr S O'Donnell
Chairman



Mrs E Hayes
Trustee

18 January 2024

1. PRINCIPAL ACCOUNTING POLICIES

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the Charity's financial statements.

(a) Basis of preparing the financial statements

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts. The financial statements have been prepared in accordance with the Statement of Recommended Practice : Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011.

(b) Accumulated funds represent the following:

Restricted funds:	Funds subject to specific conditions that must be complied with. These funds originate from the initial endowment policy.
Unrestricted funds:	Funds that are available for any charitable use in accordance with the Scheme rules.

(c) Incoming resources

All incoming resources are included in the Statement of Financial Activities (SOFA) when the Charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

Both Rental and Investment income are accounted for in the period in which the Charity is entitled to receipt.

(d) Resources expended

Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs relating to the category.

Costs of generating funds comprise those costs directly attributable to managing the property and investment portfolio and raising investment income.

Grants payable are charged in the year when the offer is conveyed to the recipient.

Direct and support costs are accounted for on an accruals basis. The cost of irrecoverable Value Added Tax is included within the items of expense to which it relates.

(e) Investment properties

Investment properties are included in the Balance Sheet at their open market value. Depreciation is provided on these investment properties which are leasehold and where the unexpired lease term is less than 20 years. Any gains or loss on revaluation is taken to the Statement of Financial Activities.

(f) Investments in quoted securities

Fixed asset investments in the form of marketable securities are stated at closing mid-market value at the Balance Sheet date. Any gain or loss on revaluation is taken to the Statement of Financial Activities.

(continued)

2. SALARIES AND EXPENSES

The Charity had no employees in either year. The Trustees received no remuneration in either year. Re-imbursement of expenses totalling £Nil were paid in the year.

3. COST OF GENERATING FUNDS

	2023	2022
	£	£
Managing Agents fee	11,963	8,033
Portfolio Management fee	19,047	19,611
	<u>£31,010</u>	<u>£27,644</u>

4. ADMINISTRATIVE AND GENERAL EXPENSES

Clerk's fees, expenses and postage	16,520	16,520
Independent Examiner's fees	3,630	3,270
Property repairs	5,343	3,305
Heating, lighting and Council Tax	23	207
Insurance	1,822	1,748
Professional fees	1,689	568
Sundries	81	-
Payments to Yardley Charities Estates Almshouses: Annual payments under determination order of 5 June 1908	380	380
	<u>£29,488</u>	<u>£25,998</u>

5. TANGIBLE ASSETS**- INVESTMENT PROPERTIES****At valuation**

At 31 March 2022	1,205,000	1,268,750
Additions at cost	-	-
Revaluation	-	-
Less: Disposals	-	(63,750)
	<u>£1,205,000</u>	<u>£1,205,000</u>

The Foundation's freehold properties were valued on 31 March 2017 by an independent valuer, SDL Bigwood Chartered Surveyors. Appropriate disclosures were made in the report regarding the prior involvement of the valuers. The valuation was in accordance with the requirements of the RICS Valuation – Professional Standards January 2014 including UK Valuation Standards and International Valuation Standards. The basis of value adopted is the fair value. The Trustees consider the fair value to have remained the same as at 31 March 2023.

There have been no special assumptions, special reservations, special instructions or departures from the RICS valuation – Professional Standards January 2014.

The valuation of the investment properties was on the basis of their Market Value assuming they would be sold subject to any tenancies. The Market Values were primarily derived using comparable recent market transactions on arm's length terms. The Trustees consider the current values to be not less than that shown in the accounts.

(continued)

6. INVESTMENTS

	2023 £	2022 £
Investments	£3,474,469	£3,685,575
Quoted investments		
Market value at 31 March 2022	3,685,575	3,544,133
Add:		
Additions at cost	578,589	532,777
Less:		
Disposal proceeds	(511,875)	(552,018)
Add:		
Realised (losses)/gains	(22,166)	27,561
Unrealised (losses)/gains on revaluation	(255,654)	133,122
Market value at 31 March 2023	£3,474,469	£3,685,575
Cost at 31 March 2023	£3,209,595	£3,003,364
Unrealised gains included in valuation at 31 March 2023	£264,874	£682,211
UK listed investments are represented by:		
UK Bonds and other fixed interest securities	467,767	426,380
UK Equities	649,617	1,050,421
Non-UK Equities and Bonds	1,911,384	1,846,870
Overseas Bonds	396,601	361,904
Cash Product	49,100	-
Total	£3,474,469	£3,685,575

The market valuation at 31 March 2023 and 2022 is based on the Stock Exchange Daily Official List and was valued by Brewin Dolphin Limited, Stockbrokers.

7. DEBTORS

Amounts falling due within one year:

Due from Stockbrokers	34,013	113,188
Due from Managing Agents	13,321	10,681
Debtors and prepayments	2,225	1,902
	£49,559	£125,771

**8. CREDITORS: AMOUNTS FALLING DUE
WITHIN ONE YEAR**

	2023 £	2022 £
Accrued expenses	5,130	4,950
Rental income and insurance recharged in advance	4,846	4,625
	<u>£9,976</u>	<u>£9,575</u>

9. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Investment properties £	Investments £	Net current assets £	Total £
Restricted funds:				
- Capital Fund	1,205,000	3,159,225	314,514	4,678,739
Unrestricted funds:				
- Accumulated Income Fund	-	315,244	(231,803)	83,441
	<u>1,205,000</u>	<u>3,474,469</u>	<u>82,711</u>	<u>4,762,180</u>

10. TAXATION

Yardley Educational Foundation is a registered Charity and is exempt from liability to taxation on its income and capital gains which are used for charitable purposes.

11. ULTIMATE CONTROLLING PARTY

The Charity is controlled by the Board of Trustees as disclosed in the Report of the Trustees.