

HIGHLAND COUNCIL CHARITABLE TRUSTS
Scottish Charity Number SC025079

ANNUAL REPORT AND FINANCIAL STATEMENTS

For the Year ended 31 March 2021

**HIGHLAND COUNCIL CHARITABLE TRUSTS
ANNUAL REPORT AND FINANCIAL STATEMENTS 2020/21**

CONTENTS

TRUSTEES ANNUAL REPORT 2
STATEMENT OF TRUSTEES' RESPONSIBILITIES 7
INDEPENDENT AUDITOR'S REPORT..... 8
STATEMENT OF RECEIPTS AND PAYMENTS..... 11
STATEMENT OF BALANCES 12
NOTES TO THE ACCOUNTS..... 13

HIGHLAND COUNCIL CHARITABLE TRUSTS Annual Report and Financial Statements 2020/21

TRUSTEES ANNUAL REPORT

The Trustees present their annual report together with the financial statements for the year ended 31 March 2021.

REFERENCE AND ADMINISTRATION INFORMATION

Charity Name: Highland Council Charitable Trusts

Charity Number: SC025079

Principal Office: The Highland Council
Finance Service
Glenurquhart Road
Inverness
IV3 5NX

Current Trustees:

Gordon Adam	David Fraser	Derek MacLeod
Colin Aitken	Laurie Fraser	Duncan MacPherson
(appointed 13/08/21)	Richard Gale	Ron MacWilliam
Blair Allan	John Gordon	Elizabeth McAllister
Roderick Balfour	Ken Gowans	James McGillivray
Jennifer Barclay	Alexander Graham	Niall McLean
Andrew Baxter	James Gray	Maxine Morley-Smith
Bill Boyd	Pippa Hadley	Hugh Morrison
Raymond Bremner	Tom Heggie	Calum Munro
Ian Brown	Allan Henderson	Linda Munro
John Bruce	Andrew Jarvie	Pauline Munro
Carolyn Caddick	Emma Knox	Margaret Paterson
Isabelle Campbell	Bill Lobban	Matthew Reiss
Janet Campbell	Derek Louden	Alasdair Rhind
Glynis Campbell-Sinclair	Liz MacDonald	Denis Rixson
Helen Carmichael	Alexander MacInnes	Fiona Robertson
Alasdair Christie	Deirdre MacKay	Patricia Robertson
Ian Cockburn	Donald MacKay	Emma Roddick
Muriel Cockburn	William MacKay	Karl Rosie
Kirsteen Currie	Graham Mackenzie	Peter Saggars
Margaret Davidson	Isabelle MacKenzie	Andrew Sinclair
Sarah Fanet	Struan Mackie	Callum Smith
(appointed 3/12/21)	Alister Mackinnon	Jill Tilt
John Finlayson	Angela MacLean	(appointed 13/08/21)
Michael Finlayson	Calum MacLeod	Carolyn Wilson
Craig Fraser		

Other Trustees who served during the year:

George Cruickshank	Deceased 05/04/20
Ian Ramon	Deceased 16/09/21
Graham Ross	Resigned 20/05/21
Nicola Sinclair	Resigned 28/06/21
Ben Thompson	Resigned 12/11/21

Honorary Treasurer:

Liz Denovan
Executive Chief Officer for Resources and Finance
The Highland Council

HIGHLAND COUNCIL CHARITABLE TRUSTS Annual Report and Financial Statements 2020/21

Independent Auditor: Grant Thornton UK LLP
Level 8
110 Queen Street
Glasgow
G1 3BX

STRUCTURE, GOVERNANCE AND MANAGEMENT

The charity combines a number of educational trusts for various areas within Highland and the funds are distributed during the year as agreed with the local councillors in consultation with the relevant schools.

The charity combines the following educational trusts as at 31/3/21:

- Inverness-Shire Educational Trust
- Ross & Cromarty Educational Trust
- Caithness Educational Trust
- Sutherland Educational Trust
- Dunraig College Fund
- Forbes Meteorological Trust
- A M Mackay's Bequest
- Dunraig Endowment

The charity also incorporates the following trust for the poor of the parish of Wick:

- John Kirk's Mortification Trust

The following four Trusts are also schemes under the Education (Scotland) Acts, 1939 to 1956 for the future government and management of certain educational endowments in these former counties -

- Caithness Educational Trust Scheme 1973
- Inverness-Shire Educational Trust Scheme 1960
- Ross & Cromarty Educational Trust Scheme 1961
- County of Sutherland Educational Trust 1960

Governing Documents

This is a charitable unincorporated trust. The objectives are described in the "Objectives and Activities" section on page 4.

As this Charity was formed as a holding charity for nine individual funds, there is no overall governance document.

In terms of the Trustees' governance of the fund, they have determined that this is in terms of the Corporate Governance of The Highland Council (the "Council"), namely the code as comprises:-

- Financial Regulations
- Code of Corporate Governance
- Procedural Standing Orders Scheme of Administration, and
- Scheme of Delegation

HIGHLAND COUNCIL CHARITABLE TRUSTS

Annual Report and Financial Statements 2020/21

When considering any action in connection with the Charity, the Trustees have to act in the interest of the Charitable Trust.

The financial statements comply with the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended).

Trust Documents

Due to the age of some of the individual Trusts, the Trustees do not hold all Trust Deeds. In the absence of governance documentation, the Trustees rely on custom and practice to inform any decisions in respect of the Trusts' expenditure and use of assets.

Appointment of Trustees

The trustees of the charity are the elected councillors of the Council. Trustees are appointed through their election to the Council.

Organisational Structure

The Trustees (as the elected members of the Council) shall meet as often as expedient for the convenient despatch of the business of the Trust. A Trustee may at any time summon a meeting of the Trustees by notice served upon all Trustees, to take place at a reasonably convenient time and date. The Trustees delegate the day-to-day administration of the charity to the officers of the Council. The Council has established a range of committees with delegated powers to allow it to discharge its business effectively. This includes the management of charities. The Council has an approved constitution that governs the conduct of business by the Council and covers standing orders for meetings, a scheme of administration and delegation, financial and security regulations, contract standing orders and an ethical framework.

Related Parties

Trustees hold this position because they are elected members of the Council. The Council provides administration services to the Trust.

OBJECTIVES AND ACTIVITIES

Charitable Purpose:

The charitable purpose of this charity is to hold funds for each Trust, Endowment or Bequest comprising the Charity.

The purposes of the trusts are:

- a) To advance the education of children the trustees may:
 - award prizes, bursaries and maintenance allowances;
 - assist with the cost of school trips, pupil exchanges and work experience;
 - assist with the cost of musical, sporting or other equipment within the designated area.

- b) For the poor of the parish of Wick.

HIGHLAND COUNCIL CHARITABLE TRUSTS Annual Report and Financial Statements 2020/21

ACHIEVEMENTS AND PERFORMANCE

In the year to 31 March 2021 the trustees continued to consider all applications for grant funding received in the year, and awarded a total of 56 grant payments which amounted to £30,700 (2019/20 £49,572), all of which were made in the form of grants or donations for educational or welfare purposes. These grants are analysed in note 6. All payments made were in line with the aims of the Trust.

Achievements and Future Plans

During the year, the Trust continued to apply the income generated from its investments to meet its charitable objectives. The Trust will review and consider its investment activities and future grant levels in light of reducing revenue from investment income. A programme of modernisation has begun with a number of the constituent schemes being updated to reflect the current operating environment.

FINANCIAL REVIEW

Overview

Income during 2020/21 comprised income from interest and investments of £23,365. In 2019/20, income of £344,720 included one-off allocations to Inverness-shire Educational Trust (£90,230) and Ross & Cromarty Educational Trust (£199,456) from the redemption of a capital growth investment. This investment, which pre-dated the formation of the Highland Council Charitable Trusts charity, was not previously reflected within the Statement of Balances.

The expenditure of the Trusts included grants of £30,700 (2019/20 £49,572), an annual administration charge to the Council of £4,700 (2019/20 £5,147), audit fees of £1,000 (2019/20 £1,000) and compensation payments to a former employee of Duncraig College of £1,995 (2019/20: £1,961). In addition, in 2019/20 a payment of £1,684 was made for mini-bus and coach hire to provide pupil transport to the 2019 Safe Highlander Event.

The Trusts held investments with a market value of £2,877,264 (2019/20 £2,108,956), and deposits with the Council of £1,517,005 (2019/20 £1,532,036).

Management of Funds and Investment Policy

The Trustees rely upon the expertise of the Council to manage the investments to ensure the maximum return at least risk to the charity. In this way, the income stream for the future benefit of the charity is protected.

The funds of the charity are made up of stock market investments in various companies, with the balance of the funds deposited in The Highland Council Loans Fund.

For the balance of the funds, the charity receives interest at the average market rate for the Council's borrowing.

Risk Management

The Executive Officer for Finance and Resources of The Highland Council, through the Corporate Audit and Performance Manager, has taken the steps required by trustees to consider the major risks to which the charity is exposed, in particular those related to its operation and finance, and to be satisfied that the systems are in place to mitigate the exposure to the major risks.

HIGHLAND COUNCIL CHARITABLE TRUSTS

Annual Report and Financial Statements 2020/21

Reserves Policy

The unrestricted free reserves at the end of the financial period were £165,095 (2019/20 £194,216). This includes cash and bank balances only repayable on demand. The Trust deeds state that the “capital” is held as permanent endowments, with only the annual income available for disbursement in the year via the unrestricted reserve. The unrestricted reserves are available for the objectives of the trusts. Where annual income exceeds disbursements in a year, revenue surpluses can be added to unrestricted reserves up to the following limits:

Inverness-Shire Educational Trust Scheme	£500
Ross & Cromarty Educational Trust Scheme	£5,000
County of Sutherland Educational Trust	£400

Any further surpluses are capitalised and transferred to permanent endowment funds.

Plans for the Future

The Trust will continue to utilise the income received each year in line with the charitable purpose of each fund. The trust will continue to seek to modernise each scheme in order to ensure maximum benefit to beneficiaries.

HIGHLAND COUNCIL CHARITABLE TRUSTS

Annual Report and Financial Statements 2020/21

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 Scotland requires the trustees to prepare financial statements for each financial year which are properly presented in accordance with charities legislation. In preparing these financial statements the trustees are required to:

- Select suitable accounting policies and then apply them consistently
- 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 business.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities and Trustee Investment (Scotland) Act 2005, Charities Accounts (Scotland) Regulations 2006 (as amended) and the provisions of the charity's constitution. 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.

Statement of disclosure of information to the auditor

In so far as the trustees are aware:

- there is no relevant information of which the auditor is unaware, and
- the trustees have taken all the steps they ought to have taken to make themselves aware of all relevant audit information, and to establish that the auditor is aware of the information.

Declaration

Approved by the trustees and signed on their behalf.

Margaret Davidson

Trustee
15 December 2021

HIGHLAND COUNCIL CHARITABLE TRUSTS

Annual Report and Financial Statements 2020/21

INDEPENDENT AUDITOR'S REPORT

Independent auditor's report to the trustees of Highland Council Charitable Trusts and the Accounts Commission

Report on the audit of the financial statements

Opinion on financial statements

We certify that we have audited the financial statements in the statement of accounts of Highland Council Charitable Trusts for the year ended 31 March 2021 under Part VII of the Local Government (Scotland) Act 1973 and section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005. The financial statements comprise the Statement of Receipts and Payments, the Statement of Balances and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and a receipts and payments basis.

In our opinion the accompanying financial statements:

- properly present the receipts and payments of the charity for the year ended 31 March 2021 and its statement of balances at that date; and
- have been prepared in accordance with the requirements of the Charities and Trustee Investment (Scotland) Act 2005, and regulations 9(1),(2) and (3) of The Charities Accounts (Scotland) Regulations 2006.

Basis for opinion

We conducted our audit in accordance with applicable law and International Standards on Auditing (UK) (ISAs (UK)), as required by the Code of Audit Practice approved by the Accounts Commission for Scotland. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK including the Financial Reporting Council's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of the trustees for the financial statements

As explained more fully in the Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of financial statements which properly present the receipts and payments of the charity, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

HIGHLAND COUNCIL CHARITABLE TRUSTS

Annual Report and Financial Statements 2020/21

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities outlined above to detect material misstatements in respect of irregularities, including fraud. Procedures include:

- obtaining an understanding of the applicable legal and regulatory framework and how the charity is complying with that framework;
- identifying which laws and regulations are significant in the context of the charity;
- assessing the susceptibility of the financial statements to material misstatement, including how fraud might occur; and
- considering whether the audit team collectively has the appropriate competence and capabilities to identify or recognise non-compliance with laws and regulations.

The extent to which our procedures are capable of detecting irregularities, including fraud, is affected by the inherent difficulty in detecting irregularities, the effectiveness of the charity's controls, and the nature, timing and extent of the audit procedures performed.

Irregularities that result from fraud are inherently more difficult to detect than irregularities that result from error as fraud may involve collusion, intentional omissions, misrepresentations, or the override of internal control. The capability of the audit to detect fraud and other irregularities depends on factors such as the skilfulness of the perpetrator, the frequency and extent of manipulation, the degree of collusion involved, the relative size of individual amounts manipulated, and the seniority of those individuals involved.

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

Report on other requirements

The trustees are responsible for the statutory other information in the statement of accounts. The statutory other information comprises the Trustees' Annual Report.

Our responsibility is to read all the statutory other information and, in doing so, consider whether the statutory other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this statutory other information, we are required to report that fact. We have nothing to report in this regard.

Our opinion on the financial statements does not cover the statutory other information and we do not express any form of assurance conclusion thereon except to the extent explicitly stated in the following opinion prescribed by the Accounts Commission.

Opinion on matter prescribed by the Accounts Commission

In our opinion, based on the work undertaken in the course of the audit, the information given in the Trustees' Annual Report for the financial year for which the financial statements are prepared is consistent with the financial statements and that report has been prepared in accordance with The Charities Accounts (Scotland) Regulations 2006.

HIGHLAND COUNCIL CHARITABLE TRUSTS Annual Report and Financial Statements 2020/21

Matters on which we are required to report by exception

We are required by The Charity Accounts (Scotland) Regulations 2006 to report to you if, in our opinion:

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

We have nothing to report in respect of these matters.

Use of our report

This report is made solely to the parties to whom it is addressed in accordance with Part VII of the Local Government (Scotland) Act 1973 and for no other purpose. In accordance with paragraph 120 of the Code of Audit Practice, we do not undertake to have responsibilities to members or officers, in their individual capacities, or to third parties.



John Boyd (for and on behalf of Grant Thornton UK LLP)
110 Queen Street
Glasgow
G1 3BX
Date: 15 December 2021

Grant Thornton UK LLP is eligible to act as an auditor in terms of Part VII of the Local Government (Scotland) Act 1973.

HIGHLAND COUNCIL CHARITABLE TRUSTS
Statement of Receipts and Payments for year ended 31 March 2021

STATEMENT OF RECEIPTS AND PAYMENTS

	Note	Unrestricted Funds £	Permanent Endowment £	Total Funds 2020/21 £	Total Funds 2019/20 (restated) £
RECEIPTS					
Investment Income	5	23,365	-	23,365	344,720
Total Receipts		23,365	-	23,365	344,720
PAYMENTS					
Grants and donations	6	30,700	-	30,700	49,572
Governance costs	8	5,700	-	5,700	6,147
Other expenditure	9	1,995	-	1,995	1,962
Charitable activities	9	-	-	-	1,684
Total Payments		38,395	-	38,395	59,365
(Deficit)/Surplus for the period		(15,030)	-	(15,030)	285,355
Transfers between funds		(14,092)	14,092	-	-
Net movement in funds		(29,122)	14,092	(15,030)	285,355

The notes on pages 13-17 form an integral part of these accounts.

In 2019/20, the charity was required to adopt the requirements of the Charities SORP. This included reporting investments at fair value. For 2020/21, the Charity has reverted to reporting under the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended), whereby investments are required to be carried at cost. The impact of this change is reflected in the restatement of prior period comparatives in Note 12.

HIGHLAND COUNCIL CHARITABLE TRUSTS
Statement of Balances as at 31 March 2021

STATEMENT OF BALANCES

	Unrestricted Funds	Permanent Endowment	Total Funds 2020-21	Total Funds 2019-20 (restated)
Note	£	£	£	£
Cash and bank balances				
Opening balances	521,720	1,010,316	1,532,036	1,246,681
Surplus for period	(15,031)	-	(15,031)	285,355
Transfers	(14,092)	14,092	-	-
Closing balances	<u>492,597</u>	<u>1,024,408</u>	<u>1,517,005</u>	<u>1,532,036</u>
Investments at Cost			<u>858,668</u>	<u>858,668</u>
Total Funds			<u>858,668</u>	<u>858,668</u>
Market value of Investments	10		<u>2,877,264</u>	<u>2,108,956</u>

The notes on pages 13-17 form an integral part of these accounts.

In 2019/20, the charity was required to adopt the requirements of the Charities SORP. This included reporting investments at fair value. For 2020/21, the Charity has reverted to reporting under the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended), whereby investments are required to be carried at cost. The impact of this change is reflected in the restatement of prior period comparatives in Note 12.

The financial statements were approved and authorised for issue on 15 December 2021 and approved by the trustees and signed on their behalf.

Trustee Margaret Davidson
 15 December 2021

Liz Denovan CPFA
 Treasurer

Liz Denovan
 15 December 2021

HIGHLAND COUNCIL CHARITABLE TRUSTS

Notes to the Accounts

NOTES TO THE ACCOUNTS

1. Basis of Accounting

These accounts have been prepared on the Receipts and Payments basis in accordance with the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended).

2. Fund Accounting

- (a) Unrestricted funds are unspent funds from previous years and may be used at the discretion of the Trustees in furtherance of the objectives of the charity.
- (b) The permanent endowment funds comprise donated investments, which are held in perpetuity to provide investment income to fund the charitable activities of the Trust.

3. Taxation

The charity is not liable to income or capital gains tax on its charitable activities. Irrecoverable VAT is included in the expense to which it relates.

4. Trustee Remuneration, Expense and Related Party Transactions

- (a) No remuneration or expenses were paid to charity trustees or person connected to the trustee during the period.
- (b) There were no other transactions between the charity and any trustee or any connected person during the period.
- (c) All incoming and outgoing transactions are made via the council's bank accounts.

5. Investment Income Received

Investment income received consists of dividend income of £11,304 (2019/20 £43,324) and Interest on Revenue balances £12,061 (2019/20 £11,710). In 2019/20 there were one-off allocations of £90,230 and £199,456 to Inverness-shire Educational Trust and Ross & Cromarty Education Trust respectively from the redemption of a capital growth investment.

6. Grants

	2020/21	2019/20
	£	£
Total Grants Paid	<u>30,700</u>	<u>49,572</u>

HIGHLAND COUNCIL CHARITABLE TRUSTS

Notes to the Accounts

6.1. Total Value of Grants

	Grants paid to Institutions		Grants paid to Individuals	
	2020/21	2019/20	2020/21	2019/20
	£	£	£	£
Educational Grants	87	420	5,828	6,000
Educational Travel Grant	-	200	-	600
Educational Allowances	-	-	24,112	40,356
School Prizes	673	1,601	-	-
Welfare Grants	-	-	-	395
Total	760	2,221	29,940	47,351

6.2. Grants made to Institutions

Names of Institutions	Grant Purpose	Total Amount of Grant Paid	
		2020/21	2019/20
		£	£
Ben Wyvis Primary School	School Prizes	-	280
Comhairle nan Eilean Siar	Educational Grants/Bursaries	-	-
Castletown Primary School	Educational Grants	-	75
Culbokie Primary School	Educational Travel	-	-
Culloden Academy	Educational Travel	-	200
Dingwall Academy	School Prizes	-	340
Fortrose Academy	Educational Travel	-	-
Golspie High School	School Prizes	100	300
Halkirk Primary School	School Prizes	155	-
High Life Highland	Educational Grants	-	169
Inverness High School	Educational Travel	-	-
Knockbreck Primary School	School Prizes	-	13
Lybster Primary School	Educational Grants	87	86
Lybster Primary School	School Prizes	110	-
Miller Academy	Educational Grants	-	90
Newton Park Primary School	School Prizes	-	67
Plockton High School	Educational Travel	-	-
Pulteneytown Academy	School Prizes	67	-
Tain Royal Academy	School Prizes	-	310
Tarbat Old Primary School	School Prizes	-	50
Wick High School	School Prizes	241	241
		760	2,221

6.3. Number of Grants Made

Of the 56 grants paid during the year these are further analysed as follows:

- 40 were paid to individuals as educational and welfare grants
- 16 were paid to the institutions listed above.

HIGHLAND COUNCIL CHARITABLE TRUSTS

Notes to the Accounts

7. Cash and Bank Balances

During the year, the trusts' balances were held by the Council, which manages the administration of the funds on behalf of the Trustees. The Council also acts as the banker for the charity and, as detailed above, all transactions incoming and outgoing are made via the Council's accounts. The balances are repayable on demand. Interest is payable on the balances.

8. Governance Costs

Governance costs consist of the fee for the external audit of the charity of £1,000 (2019/20 £1,000) and administration fees paid to the Council to cover provision of accounting and legal services of £4,700 (2019/20 £5,147).

9. Other Resources Expended

Spend of £1,995 relates to compensation payments made to a former employee of Duncraig College (2019/20 £1,962). Direct charitable expenditure of £Nil (2019/20 £1,684) was incurred on the hire of mini-buses and coaches to provide pupil transport to the 2019 Safe Highlander Event.

10. Investments

The Trusts held the following investments:

At 31/3/21

	Investments	
	Cost	Market Value
	£	£
Inverness Educational Trust	28,323	628,304
Ross & Cromarty Educational Trust	36,996	1,455,611
	65,319	2,083,915
Duncraig Endowment	793,349	793,349
	<u>858,668</u>	<u>2,877,264</u>

At 31/3/20

	Investments	
	Cost	Market Value
	£	£
Inverness Educational Trust	28,323	398,407
Ross & Cromarty Educational Trust	36,996	917,200
	65,319	1,315,607
Duncraig Endowment	793,349	793,349
	<u>858,668</u>	<u>2,108,956</u>

HIGHLAND COUNCIL CHARITABLE TRUSTS

Notes to the Accounts

11. Analysis of Charitable Trusts

Endowment Funds	Permanent Endowment Fund Balance	
	31 March 2021	31 March 2020 (restated)
	£	£
Inverness-Shire Educational Trust	417,064	410,574
Duncraig Endowment	793,348	793,349
Forbes Meteorological Trust	200	200
Ross and Cromarty Educational Trust	788,871	781,890
Sutherland Educational Trust	107,632	107,011
Caithness Educational Trust	93,020	93,020
A M MacKay's Bequest	100	100
John Kirk's Mortification	10,344	10,344
Total Funds	2,210,579	2,196,488

See note 12 for details of restatement.

Unrestricted Funds	Unrestricted Fund Balance	
	31 March 2021	31 March 2020
	£	£
Inverness-shire Educational Trust	500	500
Duncraig Endowment	6,860	7,806
Duncraig College	305	303
Forbes Meteorological Trust	115	117
Ross and Cromarty Educational Trust	5,000	5,000
Sutherland Educational Trust	400	400
Caithness Educational Trust	151,593	179,617
A M Mackay's Bequest	47	47
John Kirk's Mortification	274	426
Total Funds	165,094	194,216

12. Restatement of prior year comparatives

In 2019/20, due to the level of income for the year being over £250,000, the charity was required to adopt the requirements of the Charities SORP. This included reporting investments at fair value.

In 2020/21, the Charity reverted to reporting under the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended), whereby investments are required to be carried at cost.

The impact of this change is on the Statement of Receipts and Balances is that the net losses on the adjustment to carry investments at market value for 2019/20 of £217,257 have been reversed.

The impact on the Statement of Balances is as set out below. The restatement figure includes the loss on revaluation for 2019/20 of £217,257 along with gains on investments for periods up to 31 March 2019 of £1,467,545.

HIGHLAND COUNCIL CHARITABLE TRUSTS

Notes to the Accounts

Statement of Balances

	31 March 2020	Restatement	31 March 2020 (restated)
	£	£	£
Investments	2,108,956	(1,250,288)	858,668

The impact of the restatement on the charity's fund balances is as follows:

Endowment Funds

	31 March 2020	Restatement	31 March 2020 (restated)
	£	£	£
Inverness-Shire Educational Trust	780,659	(370,085)	410,574
Duncraig Endowment	793,349		793,349
Forbes Meteorological Trust	200		200
Ross and Cromarty Educational Trust	1,662,093	(880,203)	781,890
Sutherland Educational Trust	107,011		107,011
Caithness Educational Trust	93,020		93,020
A M MacKay's Bequest	100		100
John Kirk's Mortification	10,344		10,344
Total Funds	3,446,776	(1,250,288)	2,196,488