

Accounting Policies

Basis of Preparation

The financial statements for the charitable trusts have been prepared in accordance with the Accounting and Reporting by Charities: Statement of Recommended Practice 2015, applicable to charities preparing their accounts, in accordance with the Financial Reporting Standard 102 (FRS 102), applicable for the UK and Republic of Ireland, commonly referred to as the Charities SORP which is effective for accounting periods beginning on or after 1 January 2015. The financial statements have been prepared under the historical cost convention as modified by the inclusion of investments at fair value, in accordance with the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended).

In line with Regulation 7 of the 2006 Regulations, these financial statements have been prepared on the basis that the trust funds for which it acts as sole trustee are connected charities. As such the accounts for these individual charities have been prepared on a collective basis for the Council. Separate financial statements covering all the Council's charitable trusts are published on the Council's website.

The financial statements for the non-charitable trusts have been prepared in accordance with the code of practice on Local Authority Accounting in the United Kingdom 2020/21.

As far as concerns the trusts reported in these financial statements, application of different reporting standards does not produce inconsistent results.

Investment Income

Investment income is accounted for in the period in which the charity is entitled to receipt and the amount can be measured with reasonable certainty.

Resources expended

Expenditure is included in the financial statements on an accruals basis.

Investments

Investments are included at fair value at the balance sheet date in accordance with the principles of the SORP. Investment gains and losses include any gain or loss on the sale of investments and any gain or loss resulting from revaluing investments to fair value at the end of the period.

Trust Funds Income and Expenditure Account

2019/20 (restated) Connected Charitable £000	2019/20 (restated) Other £000		2020/21 Connected Charitable £000	2020/21 Other £000
		Income		
(25)	(101)	Investment Income	(22)	(90)
-	(76)	Property Rental Income	-	(77)
-	(734)	Donated Assets	-	-
-	(242)	Gain on Revaluation of Fixed Assets	-	(45)
-	-	Surplus on revaluation of Available for Sale Financial Assets	(114)	(472)
-	(27)	Other Income	-	(2)
<u>(25)</u>	<u>(1,180)</u>	Total Income	<u>(136)</u>	<u>(686)</u>
		Expenditure		
12	62	Beneficiaries	14	50
7	11	Administration	13	8
-	63	Other Costs	-	44
-	-	Loss on Disposal of Fixed Assets	-	173
75	309	Deficit on revaluation of Available for Sale Financial Assets	-	-
-	126	Depreciation Note 1	-	122
<u>94</u>	<u>571</u>	Total Expenditure	<u>27</u>	<u>397</u>
<u>69</u>	<u>(609)</u>	(Surplus)/Deficit for the year	<u>(109)</u>	<u>(289)</u>
(75)	541	Items not Chargeable to Revenue Reserves	114	132
<u>(6)</u>	<u>(68)</u>	(Increase)/Decrease in Revenue Reserves	<u>5</u>	<u>(157)</u>

Trust Funds Balance Sheet

2019/20 (restated) Connected Charitable £000	2019/20 (restated) Other £000			2020/21 Connected Charitable £000	2020/21 Other £000
-	5,400	Property, Plant and Equipment	Note 1	-	5,048
-	80	Investment Properties	Note 3	-	80
443	1,834	Long Term Investments	Note 4	557	2,306
<u>443</u>	<u>7,314</u>	Long Term Assets		<u>557</u>	<u>7,434</u>
1	5	Debtors		1	3
429	1,619	Loans Fund Balance		424	1,791
<u>430</u>	<u>1,624</u>	Current Assets		<u>425</u>	<u>1,794</u>
(5)	(12)	Creditors		(5)	(13)
<u>(5)</u>	<u>(12)</u>	Current Liabilities		<u>(5)</u>	<u>(13)</u>
<u>868</u>	<u>8,926</u>	Net Assets		<u>977</u>	<u>9,215</u>
-	3,517	Capital Adjustment Account		-	3,242
-	1,939	Revaluation Reserve		-	1,862
198	820	Financial Instruments Adjustment Account		312	1,292
670	2,650	Revenue Balance		665	2,819
<u>868</u>	<u>8,926</u>	Total Reserves		<u>977</u>	<u>9,215</u>

Notes to the Trust Fund Accounts

Note 1 Property, Plant and Equipment

Property, plant and equipment is valued on the basis recommended by CIPFA and the valuation report is produced by the Council's Estates Manager who is a Member of the Royal Institute of Chartered Surveyors. The assets are valued on a 5 year rolling programme and have been prepared in accordance with the provisions of the Royal Institution of Chartered Surveyors Valuation – Professional Standards January 2014.

Property, plant and equipment is classified into groupings required by the Code of Practice on Local Authority Accounting in the United Kingdom 2020/21.

Assets have been valued on the following basis:

Other Land and Buildings	–	Existing Use Value (EUV) or Depreciated Replacement Cost (DRC)
Community Assets	–	Historic Cost where available

Depreciation:

The following useful lives and depreciation rates have been used in the calculation of depreciation:

Other Land and Buildings	–	Buildings up to 55 years, land is not depreciated
Community Assets	–	Rights and land are not depreciated

Movements of property, plant and equipment were as follows:

2019/20	Other Land and Buildings £000	Community Assets £000	Total £000
Gross Book Value at 1 April 2019	4,849	15	4,864
Revaluations	98	-	98
Additions	734	-	734
Gross Book Value at 31 March 2020	<u>5,681</u>	<u>15</u>	<u>5,696</u>
Accumulated Depreciation at 1 April 2019	308	-	308
Revaluations	(138)	-	(138)
Charge for the Year	126	-	126
Depreciation at 31 March 2020	<u>296</u>	<u>-</u>	<u>296</u>
Net Book Value at 31 March 2020	5,385	15	5,400
2020/21	Other Land and Buildings £000	Community Assets £000	Total £000
Gross Book Value at 1 April 2020	5,681	15	5,696
Revaluations	(4)	-	(4)
Additions	-	-	-
Disposals	(288)	-	(288)
Gross Book Value at 31 March 2021	<u>5,389</u>	<u>15</u>	<u>5,404</u>
Accumulated Depreciation at 1 April 2020	296	-	296
Revaluations	(49)	-	(49)
Disposals	(13)	-	(13)
Charge for the Year	122	-	122
Depreciation at 31 March 2021	<u>356</u>	<u>-</u>	<u>356</u>
Net Book Value at 31 March 2021	5,033	15	5,048

Note 2 Heritage Assets

The following table shows assets which may be regarded as Heritage assets, but which have not been included in the Balance Sheet as the Council considers that obtaining valuations would involve disproportionate cost and that reliable cost or valuation information cannot be obtained for these items. The Code therefore permits such assets to be excluded from the Balance Sheet.

Assets Excluded from Heritage Assets

Estimated number of assets 31 March 2021

Monuments and Fountains	2
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Note 3 Investment Properties

The following table summarises the movement in the fair value of investment properties over the year.

	2019/20 £000	2020/21 £000
Balance at start of the year	80	80
Net gains/(losses) from fair value adjustments	-	-
Balance at end of the year	<u>80</u>	<u>80</u>

Note 4 Trust Details

Funds for which The Moray Council act as Sole Trustee

Fund	Income £000	Expenditure £000	Assets £000	Liabilities £000
Registered Charitable Trusts				
6 Registered Charitable Trusts, each with Assets less than £50,000	(1)	2	54	-
The Moray Council Charitable Trust				
Established to reorganise trusts with out of date purposes. 23 trusts were approved for reorganisation in 2020/21. Split into sub categories by location and purpose.	(5)	7	250	(1)
Moray & Nairn Educational	(130)	18	678	(4)
Grants payable to persons resident in the former combined County of Moray & Nairn, including University & Central Institution Bursaries; Adult Education; School Equipment; Sports facilities; Travel Grants and School Excursions				
	<u>(136)</u>	<u>27</u>	<u>982</u>	<u>(5)</u>
Other Trusts				
5 Non Registered Trusts, each with Assets less than £50,000	(6)	1	82	-
Longmore Hall	-	31	1,091	-
Village Hall for the use of the community				
Glenisla Comforts Fund	(24)	-	158	-
For the benefit of the residents of Glenisla Care Home				
John Pringle Bequest	(7)	-	50	-
For the benefit of the residents of Speyside Nursing Home				
Speyside Comforts Fund	(11)	-	70	-
For the benefit of the residents of Speyside Nursing Home				
The Pringle Trust	(2)	2	103	-
Established to make payments annually to Ministers, serving and emeriti of the Church of Scotland, Baptist and Free Church of Scotland				

Note 4 Trust Details (continued)

Fund	Income £000	Expenditure £000	Assets £000	Liabilities £000
William Lawtie For the Poor of Cullen	(3)	-	200	-
The MacDonald Benevolent Fund Established in 1989 for persons in need of financial assistance particularly in Dufftown as decided by the Social Work Department	(18)	3	288	-
Milne's Institution Trust The free annual income to be applied as The Moray Council thinks fit for the purposes of the educational enrichment of pupils attending Milne's High School and Milne's Primary School. The income shall be apportioned to the schools on a pro rata basis by reference to attendance rolls of the respective schools	(60)	8	295	-
Laing Mortification For the benefit of a decayed merchant resident in Elgin.	(6)	-	308	-
Craigmoray Bequest (Bishopmill) For the benefit of the residents of Craigmoray Care Home	(61)	-	449	-
Ladyhill Public Trust Provides homes for two veterans from the Elgin area	-	5	108	-
Jubilee Cottages Public Trust Trust established by monies raised during Queen Victoria's Diamond Jubilee for the purposes of providing low cost housing	-	11	593	-
Cooper Park Public Trust Trust established at turn of last century to provide Elgin library and reading rooms and parkland for recreation – all for the inhabitants of Elgin	(39)	38	402	-
River Lossie Public Trust Established mid 1800's to provide ground for recreation for the people of Elgin	(84)	34	941	-
Grant Park Public Trust Trust incorporating the public convenience, tea room/shop and the cricket and bowling pavilions, to be used for the benefit of the community of Forres	(3)	25	958	-
Miltonduff Hall Established to provide space for local groups for education, recreation etc	-	8	365	-
Logie Cottage Established to provide a free home or house of rest to a respectable retired couple or single woman in Forres	(12)	11	86	-
Fife Park, Keith Public Trust Trust incorporating the playing field, pavilion and public convenience	-	2	52	-
Portknockie Bowling Club Public Trust Tennis & Bowling Club located in Portknockie	-	185	-	-

Note 4 Trust Details (continued)

Fund	Income £000	Expenditure £000	Assets £000	Liabilities £000
Fleming Hall Aberlour	-	13	590	-
	<u>(336)</u>	<u>377</u>	<u>7,189</u>	<u>-</u>
Funds for which The Moray Council acts as one of several trustees				
Registered Charitable Trusts				
Auchernack Trust	(136)	5	808	-
For the benefit of the elderly community of the Forres Area who are in need of relief by reason of advanced age				
	<u>(136)</u>	<u>5</u>	<u>808</u>	<u>-</u>
Other Trusts				
Donald Manson (Edinkillie) Fund	(70)	11	367	(10)
3 Bursaries for children living in the Parish of Edinkillie in S1 as well as one Further Education Bursary for a student aged under 18. The annual balance of the fund is payable to Forres Academy				
Donald Manson (Forres) Fund	(17)	3	102	(3)
One bursary for a child living in the Burgh of Forres in S1. The annual balance of the fund is payable to Forres Academy				
Banffshire Educational Trust	(139)	13	762	-
Grants payable to persons resident in the former County of Banffshire, including University, Post Graduate, Apprentices & Trainees; School Equipment; Sports Facilities; Support of Clubs; Promoting Education in Drama, Music & Visual Arts; Travel Grants and School Excursions.				
	<u>(226)</u>	<u>27</u>	<u>1,231</u>	<u>(13)</u>
Fund	Income £000	Expenditure £000	Assets £000	Liabilities £000
Summary				
Connected Charitable Trusts	(136)	27	982	(5)
Other Trusts	(698)	409	9,228	(13)
Total	<u>(834)</u>	<u>436</u>	<u>10,210</u>	<u>(18)</u>