

SIMON LANGTON SCHOOLS

2019-2020 ACCOUNTS

CONTENTS PAGE

1. Independent Examination
2. Trustees Annual Report
3. Receipts and Payments Account (Charity Commission format)
4. Statement of Assets and Liabilities (Charity Commission format)
5. Balance Sheet
6. Capital Section (B1 to B6) and Revenue Section (R1 to R6)
7. Notes to the Capital Section (B1 to B6)
8. Detailed Revenue Accounts (R1 to R6)
9. Notes to the Revenue Accounts (Notes 1 to 9)

INDEPENDENT EXAMINER'S REPORT on the ACCOUNTS

SIMON LANGTON SCHOOLS ENDOWMENT FUND

On accounts for the year ended 31 March 2020

Charity number 307941

The charity's trustees are responsible for the preparation of the accounts.

The charity's trustees consider that an audit is not required for this year under Section 144 of the Charities Act 2011 (The Charities Act) and that an independent examination is needed.

It is my responsibility:

- To examine the accounts under Section 145 of the Charities Act
- To follow the procedures laid down in the General Directions given by the Charity Commission under Section 145(5)(b) of the Charities Act
- and
- To state if particular matters have come to my attention.

My examination was carried out in accordance with general directions given by the Charity Commission. An examination includes a review of the accounting records kept by the Charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from the Trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a "true and fair" view and the report is limited to those matters set out in the statement below:

- (Charity Commission Receipts and Payments Sheets 18-19 and 19-20). The transfer to Psigma of the Receipt from Thannington of £50,825 was recorded for 18-19 in the Endowment Funds column but should have been recorded in the Unrestricted Funds column. The transfer from Endowment Funds to Unrestricted Funds has been made in the 19-20 Charity Commission Receipts and Payments Sheet. The Total Funds amounts for both years are unaffected.
- In connection with my examination, no other matter has come to my attention.

Signed:

Date: 8th January 2021

Name: Richard Gervase Ianson Armishaw

SIMON LANGTON SCHOOLS

ENDOWMENT FUND

ANNUAL REPORT

FOR THE YEAR ENDED 31ST MARCH 2020

REGISTERED CHARITY NO. 307941

SIMON LANGTON SCHOOLS ENDOWMENT FUND

TRUSTEES AS AT 31ST MARCH 2020

	TERM
NOMINATED BY THE BOYS' SCHOOL	
Mr. Paul F Addis O.B.E. (Chairman)	01.04.2023
Mrs. Diane Billam	01.11.2021
Mrs Gilda Scarfe	01.11.2021
Dr. Jonathan Spencer	01.11.2021
NOMINATED BY THE GIRLS SCHOOL	
Mr. Ashley Kimble	01.03.2021
Mrs. Georgina A. Glover	01.11.2020
Mr. David Stalley	01.11.2023
Vacant	
CO-OPTED TRUSTEES	
Mr. Nigel Wootton	01.11.2021
Mr. Phil Sandey	01.11.2022
Vacant	
OFFICERS AND ADVISERS TO TRUSTEES	
CLERK & TREASURER	
Mr. Philip Wyard	3 Abbey Place, Faversham, Kent ME13 7BG
INDEPENDENT EXAMINER	
Mr. Richard Armishaw	
SOLICITORS	
Furley Page LLP	
PROPERTY ADVISERS	
Hugh O'Donnell (Carter Jonas)	
Caxtons (Canterbury)	
FINANCIAL ADVISERS	
Tarvos Wealth	
HEADTEACHERS	
Mr. Ken Moffat – Simon Langton Boys School Headteacher	
Mrs. Angela Scully – Simon Langton Girls School Headteacher	

SIMON LANGTON SCHOOLS ENDOWMENT FUND

ANNUAL REPORT FOR THE YEAR ENDED 31ST MARCH 2020

The Simon Langton Schools Endowment Fund is constituted by a Scheme made by the Minister of Education dated 9th November 1956 as amended by the Schemes of 26th February 1991 and 7th March 2001 dealing with the appointment of trustees, and a Modification Order dated 6th January 1994 dealing with the then grant-maintained status of the Boys' School. Clause 3 of the Modification Order provides that the Order was only valid whilst the Boys School remained grant-maintained. Under the Schools Standards and Framework Act 1998 grant-maintained schools were abolished and under the Act's provisions the Boys School became a Foundation School with funding through Kent County Council.

In accordance with advice received from the Charity Commission on 4 March 2009 the Trustees proposed a resolution to provide that all Trustees appointed by the respective governing Bodies should be a Governor serving on the appointing governing body.

The foundation is a registered charity No. 307941 in the name of "Simon Langton Schools", but by common usage is referred to as the Simon Langton Schools Endowment Fund. The Charity's registered address for all correspondence purposes is that of the Clerk and Treasurer, 3, Abbey Place, Faversham, ME13 7BG.

There are eleven trustees, four each nominated by the governors of each school and three co-opted. Full details are shown on page 1 of this booklet together with details of officers and advisers to the trustees.

The objects of the charity are laid down by sections 13 & 14(1) of the Scheme of 1956 as amended, and are as follows:

13. The Trustees may apply such yearly sums as they think fit, being not more than one half of the said net income, in providing such special benefits, of any kind not normally provided by the Local Education Authority, for the Girls' School of the Foundation as may from time to time be agreed upon between the Authority and the Trustees, and in providing such special benefits for the Boys' School of the Foundation as they think fit, being benefits of a kind not normally provided from grant aid paid under section 79(1) of the Education Reform Act 1988.
14. (1) The residue of the said net income shall be applied by the Trustees in one or more of the following ways: -
 - (a) In awarding to beneficiaries, Scholarships, Bursaries or Maintenance Allowances tenable at any School, University, or other place of learning approved by the Trustees;
 - (b) In providing financial assistance, outfits, clothing, tools, instruments or books to enable beneficiaries on leaving school, a university, or any other educational establishment to prepare for, or to assist their entry into, a profession, trade or calling;

- (c) In awarding Scholarships or Maintenance Allowances to enable beneficiaries to travel abroad to pursue their education;
- (d) In providing, or assisting the provision of facilities, of any kind not normally provided by the Local Education Authority, for recreation and social and physical training, including the provision of coaching in athletics, sports and games, for beneficiaries who are receiving primary, secondary or further education; and
- (e) In providing financial assistance to enable beneficiaries to study music or other arts.

The Trustees also have in their care a number of restricted funds which have been provided by gift or legacy for specific purposes as defined by the donors, e.g. Prize Funds, Jane Wade Lecture Fund, the Brar Overseas Fund, and the Edmonson Noakes Fund. Full details of the purposes of these funds are shown in the notes to the Balance Sheet and Accounts which forms part of this report.

Each year the Trustees approve specific sums to each school for the provision of facilities detailed in submissions by the two head teachers. The sums approved for 2019/20 were £14,100 for the Girls' School and £2,800 for the Boys' School.

The attached financial statements show the current state of the finances which the Trustees consider to be sound, with adequate surpluses being generated each year to meet the reasonable future demands of the schools.

Before 2009 the Investment benefitted from the Treasury Management input from Canterbury City Council and were incorporated into the Council's portfolio of investments. Canterbury City Council indicated that too much of its staff time was taken up in managing the investment and the Capital was invested in CCLA income units.

The pattern of income and the absence of satisfactory capital growth led the Trustees to appoint Tarvos Wealth to act as financial advisors to the trust. As a result of their advice, the main Capital of the Trust (£830,000) was placed with Psigma Management Limited for active management in line with the Trust's approved investment policy on diversification and types of investment.

The substantial reduction in capital invested with Psigma resulted in the consideration of the Trustees to review whether the substantial costs charged by Psigma for the detailed bespoke management of the portfolio warranted the continuance of this method of management. At a special Trustees meeting on the 10th February 2020 the Trustees decided to switch the portfolio into a balanced income fund managed by Square Mile Research. This will follow the Trustees investment policy of a balance of sustainable income and steady capital growth.

The Edmonson Noakes Fund has been held on deposit but it was released in 2019 and a bursary of £78,895.60 now been transferred to The Simon Langton Schools Trust Current Account. It will remain there until Simon Langton Girls School present a suitable use for the money to Trustees. Trustees await a decision on its use by the Girl's school.

The specific funds for the Girls prize fund, the Boys Prize fund, and the Jane Wade lecture Fund remain in their original CCLA COIF funds, as they are restricted funds, separate to the general endowment fund. The interest that has built up over the years has in this financial year been transferred to the schools from the Trust's current account.

The Deposit Account reserve remains at a balance of £35,000 on 31 March 2020.

The investment will still be treated as one sum despite the purchase of the Rowlyn land and buildings in North Wales to preserve investment opportunities and value, and the capital treated as one sum in the accounts. The allocation of grant between the two schools will be calculated by the Treasurer and approved at the March Trustees meeting. The grant to be made available is now based on the income received in the previous financial year rather than a fixed allocation per pupil.

The accounts have been prepared on a receipts and payments format, as the Trust's gross income is less than the £250,000 threshold.

Investments are currently held in the following names:

COIF
Psigma international Ltd

The charity's bankers are Lloyds Bank, Canterbury, and the independent examiner, Mr Richard Armishaw, is a former teacher at the school who has experience of independent examinations of accounts for parish councils, who is recommended by the Trustees.

Philip Wyard
Clerk & Treasurer to the Trustees
On behalf of the Trustees
29th September 2020

Receipts and Payments Account	Unrestricted Funds	Restricted Funds	Endowment Funds	19-20	18-19
				Total funds	Last Year
A1 Receipts					
Donations and Legacies	0	78,896	0	78,896	0
Rents and Wayleaves	0	0	0	0	0
Rowlyn Rents	3,750	0	0	3,750	0
Jesus Hospital	0	0	0	0	800
Interest on Investments	25,628	519	0	26,147	32,567
Interest on Balances	148	66	0	214	195
Sub Total	29,526	79,480	0	109,007	33,562
A2 Asset Sales and investment sales, etc	0	0	0	0	0
Total Receipts	29,526	79,480	0	109,007	33,562
A3 Payments					
Direct Charitable Expenditure	18,790	11,241	0	30,031	40,116
SLGGS Sundry Expenditure	600	0	0	600	0
SLBS Sundry Expenditure	0	0	0	0	0
Rowlyn Expenditure	16,975	0	0	16,975	0
Management and Administration	3,595	0	0	3,595	2,874
Sub Total	39,959	11,241	0	51,200	42,990
A4 Asset and Investment Purchases etc	0	0	0	0	500,069
Total Payments	39,959	11,241	0	51,200	543,059
Net of Receipts/(Payments)	-10,433	68,239	0	57,806	-509,497
A5 Transfers between Funds	50,825	0	-50,825	0	260,000
A6 Cash Funds Last Year	9,922	13,995	50,825	74,743	324,239
Cash Funds This year end	50,314	82,234	0	132,549	74,743

Statement of Assets and Liabilities at the end of the period				
	Unrestricted Funds	Restricted Funds	Endowment Funds	
B1 Cash Funds				
General Fund	20,925	29,389	0	
Girls PE fund	1,054			
Boys Prize Fund		690		
Girls Prize Fund		325		
Edmonson Noakes Bursary 2		78,896		
Jane Wade Lecture Fund		117		
Brar Overseas Services Fund		1,153		
Total Cash Funds	21,979	110,570	0	
B2 Other Monetary Assets				
	0	0	0	
B3 Investment Assets				
	fund to which asset belongs	cost	current value	
<i>Investment Property:</i>				
Rowlyn - Land and Buildings		-		507,500
<i>Other Investments:</i>				
	<i>no. shares</i>		<i>unit value</i>	<i>total value at 31.3.2020</i>
<i>Endowment:</i>				
			<i>in pence</i>	
Psigma Investment Management				718,043
Jane Wade lecture fund				
Coif income shares	91.09		1485.64	1,353
Boys Prize fund				
Coif income shares	629.97		1485.64	9,359
Girls prize fund				
Coif income shares	289.72		1485.64	4,304
<i>Short term investments:</i>				
Coif deposit account				35,000
B4 Assets retained for the charity's own use				
	-	-	-	
B5 Liabilities				
	-	-	-	

Simon Langton Schools - Balance Sheet 2019-20		
	£	£
FIXED ASSETS		
Investment Property		0
Investment - Property		507,500
Investment - Capital Funds		718,043
Investment - COIF Restricted Funds		15,027
		1,240,570
CURRENT ASSETS		
Sundry Debtors	0	
Short Term Investments	35,000	
Bank Current Account	97,549	
	132,549	
CURRENT LIABILITIES		
Sundry Creditors	0	
Net Current Assets		132,549
Net Assets		1,373,119
Funds		
Restricted Funds:		
Rowlyn - Property	507,500	
		507,500
Unrestricted Income Funds:		
General Fund	132,549	
Girls PE Fund	-	
		132,549
Restricted Income Funds:		
Boys Prize Fund	9,359	
Girls Prize Fund	4,304	
Jane wade Fund	1,363	
		15,027
Permanent Endowment Fund:		
Psigma International managed Investments	718,043	
		718,043
Total Funds		1,373,119

Simon Langton Schools Endowment Fund Balance Sheet as at 31st March 2019

	2020	2019	
Capital Section			
Property Retained for Trust use - Boys school	507,500.00	507,500.00	
Capital Fund	718,043.00	743,454.00	B2
Jane Wade Fund	1,363.27	1,397.52	B3
Boys Prize Fund	9,359.09	9,665.13	B4
Girls Prize Fund	4,304.20	4,444.94	B4
	1,240,569.56	1,266,461.59	
Represented by:			
Property: Rowlyn Land and Buildings	507,500.00	507,500.00	B2
Investments at Valuation	733,069.56	758,961.59	B5
	1,240,569.56	1,266,461.59	

No provision is made in the Balance sheet for the value of land and properties owned by the Endowment Fund, which are used for School purposes.

	2020	2019	
Revenue Section:			
General Endowment Fund	97,549.19	74,742.77	R1
Boys Prize Fund	690.18	5,655.15	R2
Girls Prize Fund	325.11	3,451.13	R3
Jane Wade Fund	117.17	2,692.72	R4
Brar Overseas Fund	1,152.81	1,147.40	R5
Girls PE Fund	-		R6
	99,834.46	87,689.16	
Represented by:			
Temporary Investments (COIF Charity Deposit Fund)	35,000.00	35,000.00	
COIF investment accounts (prize funds)	1,015.29	9,106.28	
COIF investment accounts (others)	1,269.98	3,840.12	
Cash at Bank	62,549.19	39,742.77	
	99,834.46	87,689.17	

Notes to the Capital Section 2019-20

B1 Capital Section

This section of the balance sheet represents the long term assets of the fund. These funds are not available for general purpose use but the income earned from the investments is credited to the revenue funds for the provision of any benefits specified in the scheme.

B2 Capital Fund

Interest and Rents Received on this fund are credited to the General Endowment Fund. The capital Fund is comprised of the following:

Base Capital Fund	13,667.63
War Damage compensation	20,000.00
Sale of land at London Road	6,050.00
Sale of Land for A2 Bypass	3,542.09
Revenue Contributions	10,148.67
Sale of land at Wingham	66,500.00
Compensation from KCC	1,000.00
Swimming pool Fund Closure	20,107.38
Appreciation in value of investments	242,395.77
Sale of land at Ickham	148,131.46
Easements on land at Ickham	16,500.00

Investments from Capital receipts	
-75 Stour Street	630,000.00
Land at Thannington	50,000.00

Transfer to cash fund (potential	
Purchase of Rowlyn Welsh Cottage)	(-250,000.00)
Transfer to cash fund 2	(-260,000.00)

718,043.00

B3 Jane wade Lecture Fund

Interest from the Jane wade lecture Fund is credited to the Jane wade Lecture fund and is available for annual use by the Simon Langton Girls School

	Original	Current
	£	£
1983 Girls Jane Wade Lecture Fund	1,054.62	1,363.27

B4 Prize Funds

Interest from the Prize funds is credited to the Prize Fund Revenue Accounts and is used annually by the two Head Teachers for the award of the appropriate prizes. The original prize funds are listed below, but the overall valuations of the funds have increased over the years by the appreciation in the value of investments.

Simon Langton Schools Endowment Fund

Revenue Accounts for the year ended 31st March 2020

	2020	2019
	£	£
R1 General Endowment Fund		
Income		
Donations and Legacies	0	-
Rents Rowlyn tenancy	3750	-
Jesus Hospital	0	800
Transfer from Deposit Account	0	-
Capital Investment Interest	25628.46	32,059
Temporary Investment Interest	147.99	134
Capital Receipt	0	-
	29,526	32,993
Expenditure		
Expenses re: 75 Stour Street	0	-
Facilities etc for Boys School	0	22,303
Facilities etc for Girls School	18789.98	17,813
Insurances	-	-
Administration Costs	3594.5	2,874
SLGGS sundry professional fees	600	-
Property Consultants Fees	-	-
Rowlyn expenditure	16974.99	-
Capital investment	-	500,069
	39,959	543,059
Surplus/(Deficit) for the year	-10433.02	-510,066
Profit/(Loss) on Investments	-	-
Transfer between Funds	50825	260,000
Balance brought forward 1st April	60,747	310,812
Adjustment to Balance to Cash	-	-
Balance as at 31st March	101,139	60,747
R2 Boys Prize Fund Account (Note 3)		
	2020	2019
Balance brought forward 1st April	5,647	5,316
ADD Capital Investment Interest	323.36	317
ADD Temporary Investment Interest	26.67	15
	5,997	5,647
LESS purchase of prizes	-	-
ADD Donations (Lorraine Moore)	-	-
Balance of Fund 31st March	5,997	5,647
R3 Girls Prize Fund account (Note 3)		
	2020	2019
Balance brought forward 1st April	3,451	3,290
ADD Capital Investment Interest	149	146
ADD Temporary Investment Interest	16	15
	3,616	3,451
LESS purchase of prizes	-	-
ADD donations (Alice Goldin top-up)	-	-
Adjustment to Balance to Cash	-	-
Balance of Fund 31st March	3,616	3,451
R4 Jane Wade Lecture Fund (Note 4)		
	2020	2019
Balance brought forward 1st April	2,693	2,635
ADD Capital Investment Interest	47	46
ADD Temporary Investment Interest	13	12
	2,752	2,693
less Lecture expenses	-	-
Balance of Fund 31st March	2,752	2,693
R5 BRAR overseas Services Fund (Note 5)		
	2020	2019
Balance brought forward 1st April	1,148	1,142
ADD Temporary Investment Interest	5	6
	1,153	1,148
less Grant to students	-	-
Balance of Fund 31st March	1,153	1,148
R6 Girls PE Fund		
	2020	2019
Balance brought forward 1st April	1,050	1,044
ADD Temporary Investment Interest	5	5
	1,055	1,050
less Expenditure	-	-
Balance of Fund 31st March	1,055	1,050

Simon Langton Schools

Notes to the Revenue Accounts 2019-20.

1. Rents and Wayleaves

Rowlyn – Land attached to Welsh Cottage £3,750 (Represents rent for the period from Jan 1st 2020 to June 30th 2020)

2. Jesus Hospital

The requirement of income from Jesus Hospital to Simon Langton Schools is no longer included in the schemes of Jesus Hospital and Simon Langton Schools. £800 represents the final amount owing for the last two years before the schemes were changed.

3. Prize fund Accounts

The balances of the Prize funds were paid during 2019-20 to the schools. The capital amounts remain invested in CCLA COIF funds, and the small amount of income earned will continue to be allocated to the appropriate funds.

4. Jane Wade Lecture Fund (Girls School)

The total sum of £800 was received in the years 1983-86 under this covenant to fund an annual lecture. At the end of the four year period the principal sum then available was invested as capital with the Official Custodian, with future lectures being funded from the interest thereon. The account now only shows investment interest received for funding lectures, and as this has been inadequate, the Wade family donated £2,000 in 2003/04 to supplement the fund.

5. Brar Overseas Services Fund

The sum of £500 was received in March 1986 to establish this fund which is to provide grants of between £30 and £100 to support those who undertake service work in developing countries between school and university, including Medical School electives in such countries. Mr and Mrs Brar were very happy for the fund not to be retained as capital but for it to serve its purpose over a few years while it lasts as a diminishing asset.

6. Capital Projects Financed from Revenue Funds

		£	£
	Boys School		
1960/61	Swimming Pool	7,371	
1970/71	Sixth Form Accommodation	11,949	
1977/78	Stage Lighting	3,489	
1981/82	Swimming Pool Filtration Plant	2,988	
1981/82/83	Computer	7,882	
1982/83	Swimming Pool Cover (Capital Investment)	17,500	
1985/86/87	Computer Enhancement	12,790	
1988/89	Sports Pavilion Enhancement	7,000	
1993/94	Music Block	116,000	
1997/98	Library & Sixth Form Accommodation	30,000	216,969

7. Commitments

Papers issued in place of an actual meeting indicated the Trustees approved grants of £20,498 to the Girls' School and £9,486 to the Boys' School for the year 2020/21. This has still to be approved at a full Trustees meeting in November 2020.

INVESTMENTS ANALYSED OVER FUNDS

	<u>SHARES</u>	<u>NOMINAL</u>	<u>MARKET VAL</u>
		£	£
JANE WADE LECTURE FUND			
COIF Income Shares	91.09		1,363.27
BOYS PRIZE FUND			
COIF Income Shares	629.97		9,359.09
GIRLS PRIZE FUND			
COIF Income Shares	289.72		4,304.20
PSIGMA Management:			718,043
The Portfolio report as at 31 st March 2020 gives a detailed list of the investments and market values.			
GRAND TOTAL (CAPITAL)			----- 733,070