

EDWARD HARVIST CHARITY

**ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2016**

CHARITY NUMBER: 211970

EDWARD HARVIST CHARITY

**ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR
ENDED 31 MARCH 2016**

This Statement is prepared in accordance with Regulation 8 of The Charities (Accounts and Reports Regulations) 2008 and principles of the SORP.

I certify that the Annual Report and Financial Statements as set out in pages 5 to 16 represent the true financial position of the Edward Harvist Charity as at 31 March 2016

DC Daniels

PP

Dawn Calvert
Honorary Treasurer

Date: 16 November 2016

EDWARD HARVIST CHARITY
ANNUAL REPORT AND FINANCIAL STATEMENTS
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SECTION 1: LEGAL AND ADMINISTRATIVE DETAILS

Trustees

The Trustees consist of a representative of each of the beneficiary authorities.

London Borough of Barnet	Councillor Graham Old	Appointed 24 March 2010 to serve until May 2016
London Borough of Brent	Councillor Shafique Choudhary	Appointed May 2012 to serve until May 2016
London Borough of Camden	Councillor Heather Johnson	Appointed May 2015 to serve until May 2016
London Borough of Harrow	Mr. Howard Bluston Appointed Chairman May 2010	Appointed 27 May 2010 to serve until May 2016
City of Westminster	Councillor Angela Harvey	Appointed May 2014 to serve until May 2016

Advisers

The London Borough of Harrow administers the Charity. Its powers of investment are limited by the Trustee Investment Act 1961.

Principal address	The Honorary Secretary, Edward Harvist Charity, P.O. Box 2, Harrow, Middlesex, HA1 2UH
Honorary Secretary	Hugh Peart Director of Legal and Governance Services (London Borough of Harrow)
Honorary Treasurer	Dawn Calvert Director of Finance (London Borough of Harrow)
Registered Custodian	Bank of New York Mellon (International) Limited, One Canada Square, London, E14 5AL
Investment Managers	BlackRock Investment Management (UK) Limited, 12 Throgmorton Avenue, London, EC2N 2DL
Auditors	Alliotts Chartered Accountants and Business Advisors, Imperial House, 15 Kingsway, London, WC2B 6UN
Bankers	National Westminster Bank Plc, Harrow Town Centre Branch, 315 Station Road, Harrow, Middlesex HA1 2XZ.

SECTION 2: TRUSTEES' ANNUAL REPORT

The Trustees present their Annual Report and Financial Statements of the Edward Harvist Charity for the year ended 31 March 2016. The Financial Statements have been prepared in accordance with the accounting policies set out in Section 5 to the accounts and comply with the Charity's governing document, the Charities Act 2011 and the Statement of Recommended Practice – Accounting and Reporting by Charities (SORP 2005).

Structure, Governance and Management

The Edward Harvist Charity dates back to 1610 and is registered with the Charity Commission under charity number 211970. The Scheme of Administration is set out in The Charities (Edward Harvist's Charity) Order 1975. The Fund relates to income from estates formerly administered by Hendon Rural District Council on the line of the Edgware Road. These properties have been sold and the monies are now invested in an investment portfolio the income from which is distributed in full to the beneficiary authorities in proportion to the length of the Edgware Road passing through their areas.

The trustees consist of five competent persons appointed to represent each of the London Boroughs of Barnet, Brent, Camden, Harrow and the City of Westminster. The trustees in office during the period of this report are set out in Section 1. Details of officers and advisers are also set out in Section 1. Each appointment is normally made for a specific term at a meeting convened and held according to the practice of the appointing authority. The person appointed may be, but need not be, a Member of the appointing authority.

Objectives and Activities for the Public Benefit

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Charity's aims and objectives and in planning future activities and setting the grant making policy for the year.

The Charity's objective is to further all, or any, of the following purposes:

1. The relief of the aged, impotent and poor inhabitants of the London Boroughs of the City of Westminster, Barnet, Brent, Camden and Harrow (the inhabitants of the said London Boroughs being hereinafter referred to as "the said inhabitants");
2. The relief of distress and sickness among the said inhabitants;
3. The provision and support (with the object of improving the conditions of life for the said inhabitants in the interests of social welfare) of facilities for recreation and other leisure-time occupation;
4. The provision and support of educational facilities for the said inhabitants; and
5. Any other charitable purposes (whether or not of a nature similar to any of those herein before specified) for the benefit of the said inhabitants.

The Charity distributes funds to the five authorities who then make grants to appropriate organisations and individuals for the public benefit to improve the lives of the said inhabitants.

Risk Management

The trustees confirm that systems have been established to enable regular reports to be produced so that the necessary steps can be taken to lessen the major strategic, business and operational risks which the Charity may face.

Financial Review, Investment Policy, Performance and Achievements

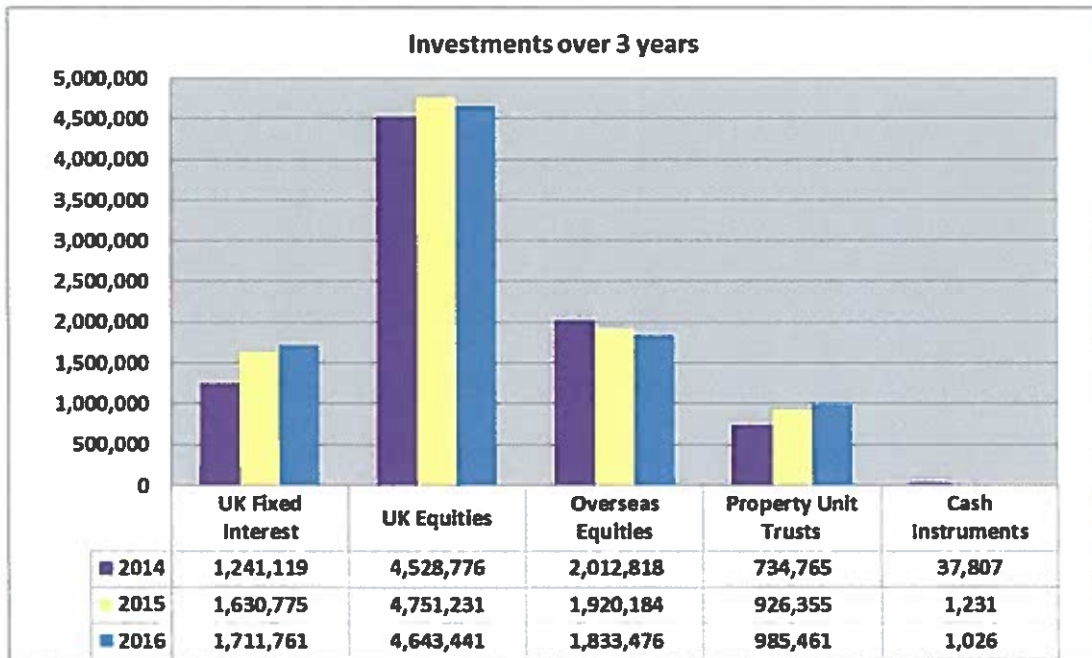
The Charity's investment policy continues with the objective of maintaining a balanced return between long-term capital and income growth.

The market value of the fund's investment portfolio at 31 March 2016 is £9.175m (2014-15 = £9.230m), a reduction of £0.055m. During 2015-16 the negative performance of the Fund was due to poor performance of the UK investments partly offset by positive returns from overseas equities and property.

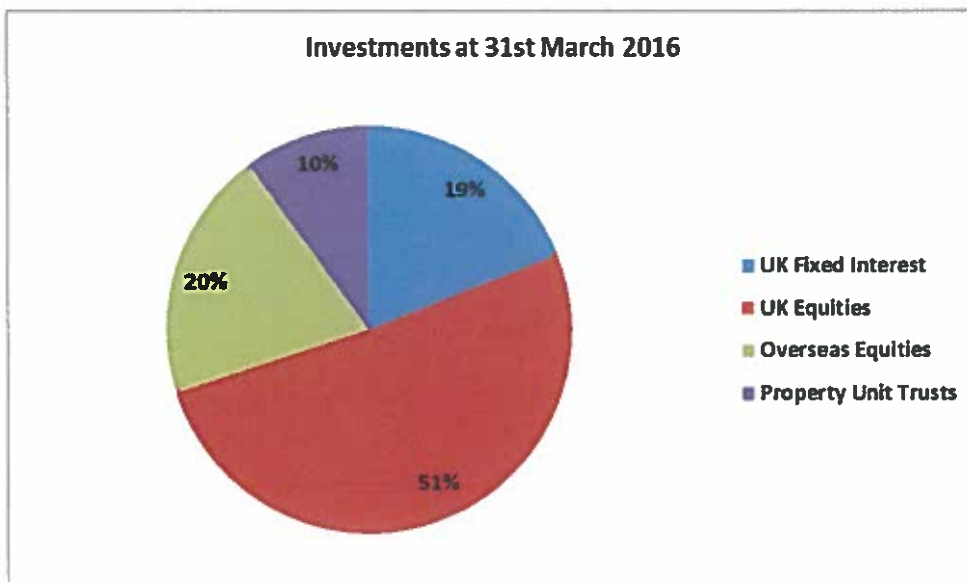
	Book Value at 31.03.15	Market Value at 31.03.15	Book Value at 31.03.16	Market Value at 31.03.16	Cumulative Appreciation on Book Value	Annual Appreciation on Market Value
	£	£	£	£	%	%
UK Fixed Interest	1,484,328	1,630,775	1,625,019	1,711,761	9.5	5.0
UK Equities	2,745,023	4,751,231	2,867,925	4,643,441	4.5	-2.3
Overseas Equities	1,793,111	1,920,184	1,739,728	1,833,476	-3.0	-4.5
Property Unit Trusts	847,086	926,355	847,086	985,461	0.0	6.4
Cash Instruments	4	4	31	31	675.0	675.0
Cash		1,227		995	0.0	-18.9
	6,869,552	9,229,776	7,079,789	9,175,165	3.0	-0.6

	Market Value at 31.03.16		Market Value at 31.03.15	
	£	%	£	%
UK Fixed Interest				
Charinco Distribution Units	1,711,761	19	1,630,775	18
UK Equities				
Charishare Distribution Units	4,643,441	51	4,751,231	51
Overseas Equities				
BlackRock Global Income Fund A	1,833,476	20	0	0
BlackRock Global Income Fund D	0		1,920,184	21
Property Unit Trusts				
Charities Property Fund	411,786	4	383,999	4
Aviva- UK Property Fund of Funds	573,675	6	542,356	6
Cash Instruments and Cash				
	1,026	0	1,231	0
	9,175,165	100	9,229,776	100

The Chart below sets out the market value of the investment portfolio for the three years as at end of the financial year.

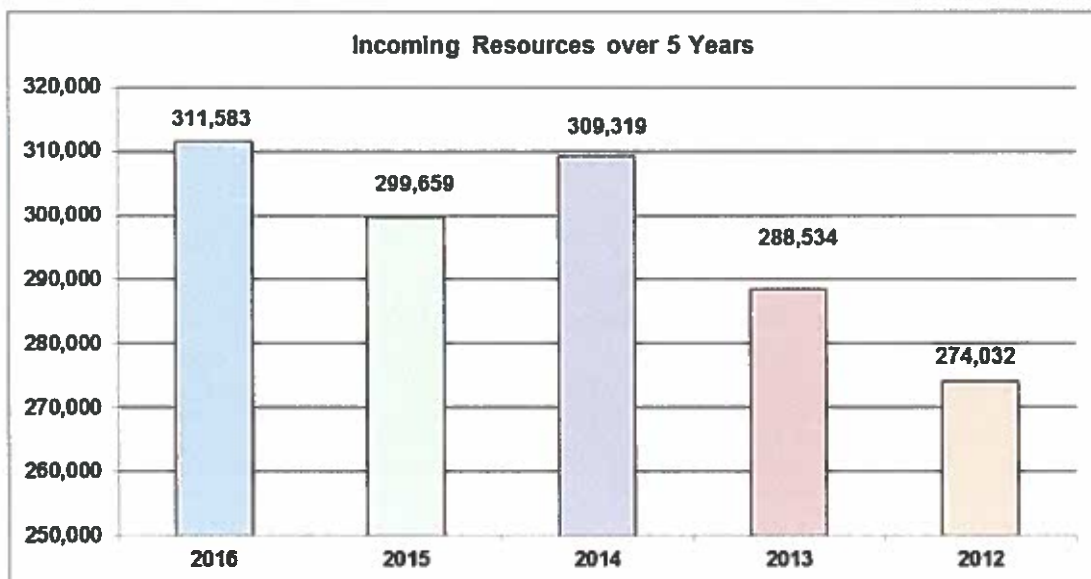


The Pie Chart below sets out details of the type of investments held in the portfolio.



The Charity's total income during the year was £311,583 (2014-15 = £299,659). After allowing for expenses amounting to £12,062 (2014-15 = £11,068) and the reinvestment of investment fee rebate of £12,966 (2014-15 = £14,768) the balance of £286,555 (2014-15 = £273,793) was distributed to the beneficiary authorities as set out in the Scheme of Administration and shown in the notes to the financial statements. The beneficiary authorities have certified that these monies have been, or will be, spent in accordance with the objectives of the Charity.

The bar chart below sets out details of the incoming resources over a five years' period.



During 2015-16 the Trustees met on 27 May 2015 and 17 November 2015. They received the annual report and accounts for the year ended 31 March 2015 together with the Auditor's report and opinion and noted that the accounts were given an unqualified opinion. They further considered reports on monies disbursed to the recipient authorities and details of their expenditure, the performance of the Charity's fund managers from both the managers themselves and the independent adviser and the breach of custody rules by the Charity's custodian.

Future

The market value of the fund investments has reduced by 0.5%. Although financial markets remain volatile, in the long term the Trustees anticipate that the value of the portfolio will grow, and at the same time continue to provide a consistent stream of income.

Reserves Policy

In accordance with the Scheme of Administration, it is the policy of the trustees to distribute all net income received whilst maintaining sufficient reserves to meet administration expenses.

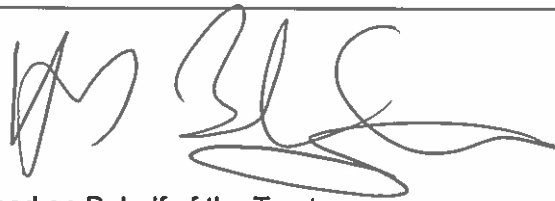
SECTION 3: STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees are responsible for preparing the Trustees' Annual Report and 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 the incoming resources and application of resources of the Charity for that period. In preparing those financial statements, the Trustees are required to:

- Select suitable accounting policies and then apply them consistently;
- Observe the methods and principles in the Charities SORP;
- Make judgments 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 operation.

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 Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the governing document. 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.



Chairman: Signed on Behalf of the Trustees
16 November 2016

SECTION 4: FINANCIAL STATEMENTS


Statement of Financial Activities for the year ended 31 March 2016

	Notes	Restricted Funds £	Endowment Funds £	Total 2015-16 £	Total 2014-15 £
<u>Income from:</u>	2				
Dividends		298,396		298,396	284,584
Interest Receivable		221		221	277
Investment Fee Rebate			12,966	12,966	14,798
Total Income		298,617	12,966	311,583	299,659
<u>Expenditure on:</u>					
Distribution of Funds	3	-286,555		-286,555	-273,793
Governance Costs	4	-12,062		-12,062	-11,068
Total Expenditure		-298,617		-298,617	-284,861
Resources for the year		0	12,966	12,966	14,798
Gains/Losses on investments		0	-60,555	-60,555	643,264
Net movement in funds		0	-47,589	-47,589	658,062
Balances at 1 April 2015		0	9,229,094	9,229,094	8,571,032
Balances at 31 March 2016		0	9,181,505	9,181,505	9,229,094

Balance Sheet as at 31 March 2016

	Notes	31 March 2016 £	31 March 2015 £
Fixed Assets			
Investments	5	9,175,165	9,229,776
Current Assets			
Cash with LB Harrow		63,861	74,759
Sundry Debtors	6	7,604	41,496
		71,465	116,255
Liabilities			
Amounts falling due within one year	7	-65,125	-116,937
Net Current Assets		6,340	-682
Net Assets		9,181,505	9,229,094
Endowment Fund	8	9,181,505	9,229,094

Approved by the Board of Trustees on 16 November 2016 and signed on its behalf by:



Trustee

Charity number: 211970

SECTION 5: NOTES TO THE FINANCIAL STATEMENTS

1. Accounting Policies

1.1 Basis of preparation

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard for Smaller Entities published on 16/07/14, the Financial Reporting Standard for Smaller Entities (FRSSE), and the Charities Act 2011 and applicable regulations.

The accounts (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 Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard for Smaller Entities published on 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

1.2 Investments

Investments are shown in the accounts at market value, which has been determined as follows:

- Listed securities and securities on the Unlisted Securities Market (USM) are shown by reference to bid market price at the close of business on 31 March 2016;
- Other unlisted securities are valued having regard to latest dealings, professional valuations, asset values and other appropriate financial information;
- Unit trust investments are stated at the mid point of the latest prices quoted by their respective managers prior to 31 March 2016;
- Where appropriate, investments held in foreign currencies have been valued on the relevant basis and translated into sterling at the rate ruling on 31 March 2016, and
- Gains and losses, whether realised or not, are reported in the Statement of Financial Activities.

1.3 Fund accounting

Permanent Endowment represents a fund where the capital is required to be retained but the income from this fund can be spent subject to specific restrictions contained in the original endowment.

Restricted Fund represents the income of the permanent Endowment Fund whose use is restricted to specific purposes according to the terms on which the income was received.

1.4 Income

All incoming resources are included in the Statement of Financial Activities when the Charity is entitled to the income and the amount can be quantified with reasonable accuracy. Investment income is included when receivable, and includes dividends, interest and investment fee rebates. All income received from the investment fund is treated as restricted income to be distributed in line with the objects of the Charity.

1.5 Expenditure

- Expenditure is recognized on an accrual basis as a liability is incurred.
- Charitable expenditure comprises costs of activities in furtherance of the charitable objects.
- Governance expenditure includes those costs associated with meeting the constitutional and statutory requirements of the Charity together with the costs of running the Charity such as audit and administration fees.

1.6 Taxation

The Charity is not liable to UK income tax on interest & dividends on authorised unit trusts or bond funds. The Charity is not able to reclaim VAT input tax.

1.7 Distribution of Funds

The total investment income, less the costs of governance is fully distributed to the beneficiary authorities. It is at the discretion of the authorities how the money is spent, but each authority is required to certify that the monies have been, or will be, spent in accordance with the objects of the Charity.

1.8 Trustees Remuneration

No remuneration was paid to the Trustees, nor were any expenses reimbursed.

2. Incoming Resources

	2015-16 £	2014-15 £
Interest (Blackrock)	17	213
Interest (LB Harrow)	204	64
Dividends	298,396	284,584
	298,617	284,861
Investment Fee Rebate	12,966	14,798
	311,583	299,659

3. Distribution of Funds

	%	2015-16 £	2014-15 £
London Borough of Barnet	31.012	88,867	84,909
London Borough of Brent	27.680	79,318	75,786
London Borough of Camden	10.714	30,702	29,334
London Borough of Harrow	5.594	16,030	15,316
City of Westminster	25.000	71,638	68,448
	100.000	286,555	273,793

4. Governance Costs

	2015-16 £	2014-15 £
Administration (L.B Harrow)	5,972	5,698
Professional Fees	2,520	1,800
Annual Audit Fee	3,570	3,570
	12,062	11,068

In 2015-16, professional fees totalled £4,320 less double charge of £1,800 from 2013-14.

5. Investments

	Market Value at 31.03.15 £	Additions at Cost £	Sale Proceeds at Cost £	Realised Profit/(Loss) £	Change in Market value £	Market Value at 31.03.16 £	Book Value at 31.03.16 £
UK Fixed Interest	1,630,775	469,111	-328,421	-15,598	-44,106	1,711,761	1,625,019
UK Equities	4,751,231	238,300	-115,398	-82,778	-147,914	4,643,441	2,867,925
Overseas Equities	1,920,184	2,036,221	-2,089,604	-106,822	73,497	1,833,476	1,739,728
Property Unit Trust	926,355				59,106	985,461	847,086
Cash Instruments and Cash	1,231	12,000	-11,972		-233	1,026	31
	9,229,776	2,755,632	-2,545,395	-205,198	-59,650	9,175,165	7,079,789

6. Sundry Debtors

The following table sets out sums owed to the Charity but for which payment had not been received by 31 March.

	2015-16 £	2014-15 £
Blackrock Management Fee Rebate	7,236	0
Inland Revenue	368	368
Dividends	0	41,128
	7,604	41,496

7. Liabilities

The following table sets out sums owed by the Charity but for which payment had not been made by 31 March.

	2015-16 £	2014-15 £
London Borough of Barnet	-14,966	-32,919
London Borough of Brent	-13,357	-29,382
London Borough of Camden	-5,171	-11,372
London Borough of Harrow	-8	-5,938
City of Westminster	-12,063	-26,538
Annual Audit Fee	-3,570	-3,570
Professional Fee	-4,320	0
Blackrock Management Fee Rebate	0	-1,520
London Borough of Harrow administration	-11,670	-5,698
	-65,125	-116,937

8. Funds

Analysis of Movement of Funds	Balance as at 1 April 2015 £	Net Movement of Funds		Balance as at 31 March 2016 £
		Net Incoming Resources £	Gains (losses) on Investments £	
Endowment Funds	9,229,094	12,966	-60,555	9,181,505
Total	9,229,094	12,966	-60,555	9,181,505

Analysis of Net Assets at 31 March 2016	Tangible Fixed Assets £	Current Assets £	Current Liabilities £	Balance as at 31 March 2016 £
Restricted Funds		65,125	-65,125	0
Endowment Funds	9,175,165	6,340		9,181,505
Total	9,175,165	71,465	-65,125	9,181,505

SECTION 6: INDEPENDENT AUDITOR'S REPORT

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE EDWARD HARVIST CHARITY

We have audited the financial statements of the Edward Harvist Charity for the year ended 31 March 2016 which comprise the Statement of Financial Activities, and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the charity's trustees, as a body, in accordance with section 144 of the Charities Act 2011 and the regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditor

As explained more fully in the Trustees' Responsibilities Statement, the trustees are responsible for the preparation of financial statements which give a true and fair view.

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the charity's circumstances, and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the trustees, and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Annual Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies, we consider the implications for our report.

**INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE EDWARD
HARVIST CHARITY (continued)**

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2016, and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the Trustees' Annual Report is inconsistent in any material respect with the financial statements;
- sufficient accounting records have not been kept;
- the financial statements are not in agreement with the accounting records and returns;
or
- we have not received all the information and explanations we require for our audit.

ALLIOTTS
Chartered Accountants
Statutory Auditor
Imperial House, 15 Kingsway, London, WC2B 6UN

16 November 2016

Alliotts are eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

SECTION 7: LETTER OF REPRESENTATION

EDWARD HARVIST CHARITY

REGISTERED CHARITY NUMBER 211970

Alliotts
Chartered Accountants and Business Advisors
Imperial House,
15 Kingsway,
London
WC2B 6UN.

16 November 2016

Dear Sirs,

Financial Statements for the year ended 31 March 2016

This representation letter is provided in connection with your audit of the Financial Statements of Edward Harvist Charity for the year ended 31 March 2016 for the purpose of expressing an opinion as to whether the Financial Statements give a true and fair view of the financial position at 31 March 2016 and of the results of its operations for the year then ended in accordance with the Charities Act 2011.

We acknowledge our responsibility for the following matters:

- The fair presentation of the Financial Statements in accordance with the Charities Act 2011;
- Making accurate representations to you;
- The design and implementation of appropriate internal controls to prevent and detect fraud.

We confirm, to the best of our knowledge and belief, the following representations:

1. All the accounting records have been made available to you for the purpose of your audit and all the transactions undertaken by the Charity have been properly reflected and recorded in the accounting records. All other records, including minutes of all management and trustees' meetings, have been made available to you.
2. The Financial Statements are free of material misstatements, including omissions.
3. There have been no irregularities (actual, alleged or suspected) involving management, or employees who have a significant role in internal control, or others that could have a material effect on the financial statements.
4. Based on our assessment the financial statement are not materially misstated as a result of fraud.


5. The Charity has complied with all aspects of contractual agreements that could have a material effect on the Financial Statements in the event of non-compliance. There has been no non-compliance with requirements of regulatory authorities that could have a material effect on the Financial Statements in the event of non-compliance.
6. We confirm the completeness of the information provided to you regarding the identification of related parties.
7. There are no transactions and balances with related parties that require disclosure in the Financial Statements.
8. The Charity has had at no time during the year any arrangement, transaction or agreement to provide credit facilities (including loans, quasi-loans or credit transactions) for a trustee, nor to guarantee or provide security for such matters, except as disclosed in the financial statements.
9. No trustee had a material interest in any transactions undertaken by, or on behalf of, the Charity during the year except as disclosed in the Financial Statements.
10. In our opinion the Charity is a going concern.
11. The Charity has no liabilities, contingent liabilities or financial commitments (including capital expenditure authorised or contracted and guarantees or security given to third parties) other than those disclosed or included in the financial statements.
12. There has been no event since the balance sheet date that requires disclosure or that would materially affect the amounts included in the Financial Statements other than those events already disclosed or included in the Financial Statements.
13. The investment managers manage the investment portfolio on a discretionary basis although all investments decisions are reviewed retrospectively at the half yearly meetings of the trustees and any proposed changes in investment policy are agreed in advance at the meetings.
14. We confirm that all grants, donations and other income, including those subject to special terms or conditions, have been notified to us. There have been no breaches of terms or conditions during the year in the application of such income.
15. No misstatements have been brought to our attention by the auditors.

We confirm that the above representations are made on the basis of enquiries of management and staff with relevant knowledge and experience and, where appropriate, of inspection and supporting documents sufficient to satisfy ourselves that we can properly make each of the above representations to you.

Yours faithfully



 Trustee
 Signed on behalf of The Edward Harvist Charity



 Trustee

