

**SIMON LANGTON SCHOOLS
ENDOWMENT FUND**

ANNUAL REPORT

FOR THE YEAR ENDED 31ST MARCH 2017

REGISTERED CHARITY NO. 307941

SIMON LANGTON SCHOOLS ENDOWMENT FUND

TRUSTEES AS AT 31ST MARCH 2017

	TERM
NOMINATED BY THE BOYS' SCHOOL	
Mr. Paul F Addis O.B.E. (Chairman)	01.04.2019
Mrs. Diane Billam	01.11.2017
Mr. Nigel Wootton	01.11.2017
Dr. Jonathan Spencer	01.03.2021
NOMINATED BY THE GIRLS SCHOOL	
Mr. Michael Blanning	01.03.2021
Mr. Alisdair Chisholm	01.03.2021
Mrs. Georgina A. Glover	01.11.2020
Mr. Mike Albury	01.03.2021
CO-OPTED TRUSTEES	
Mrs. Caroline Stretch	01.11.2017

OFFICERS AND ADVISERS TO TRUSTEES

CLERK & TREASURER

Mr. Philip Wyard

202 The Street
Boughton-under-Blean
Faversham, Kent
ME13 9AL

AUDITOR

Mrs. Lyn Collins

SOLICITORS

Girlings

PROPERTY ADVISERS

Mr. Brian Keen BSc. FRICS ACI Arb. Retired
Smiths Gore (Mr. Philip H. Harland FRICS)

HEADTEACHERS

Dr. Matthew N.F. Baxter BA, M.Ed. (Boys School)

SIMON LANGTON SCHOOLS ENDOWMENT FUND

ANNUAL REPORT FOR THE YEAR ENDED 31ST MARCH 2017

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 grant maintained status of the Boys' School. 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, 202, The Street, Boughton-under-Blean, Faversham, Kent ME13 9AL.

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, in the case of the Girls' School of the Foundation, of any kind not normally provided by the Local Education Authority, and in the case if the Boys' School of the Foundation of any kind not normally provided from grant aid paid under section 79(1) of the Education Reform Act 1988, 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, and Brar Overseas 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 2016/17 were £16,290 for the Girls' School and £17,205 for the Boys' School. The contribution per pupil for 2016-17 remained at £15 per pupil.

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, but that service was provided on a no fee basis. Due to time restrictions on Canterbury Council staff, the investment was then simply put to CCLA income units, and there hasn't been much increase in the value of the investment since then, despite consistent annual income. It was decided that an independent Financial advisor should be appointed with a view to selecting a Fund Manager. The Investment working group, formed of the Chairman and Trustees with the relevant financial experience, decided to appoint 'Tavros Wealth and Financial Management' Partnership. This was voted on and approved by the Trustees. Psigma Management Ltd were in turn appointed to invest the funds on our behalf. An amount of £830,000 was transferred to Psigma and has been invested in line with the approved investment policy on diversification and types of investment.

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 following 'special' funds have been dissolved in the process of changing the investment management arrangements from CCLA to Psigma Management Ltd. They are no longer distinct funds for purposes of investment and have been added to the general endowment fund.

Catherine Watson Legacy
Thomas Cross Benefaction
Helen Cross Benefaction
Edmonson Noakes Bursary
Payne Smith Bequest
John McMaster Lecture Fund

A further investment of £300k was made in the construction of a multi-user all weather sports pitch at Simon Langton Boys school. A contract was drawn up that required 6-monthly repayments with interest. The pitch has become a well-used facility. However, during 2015-16, the investment was repaid by Simon Langton Boys School to the Trust.

The 3 ½ % war stock was redeemed and has been added to the amount invested by Psigma management Ltd.

It was considered that the Contribution from Jesus Hospital of £400 p.a. was based on an item in the scheme, which was no longer relevant in the current environment, and the Chairman would contact the Charity Commission to consider amending the scheme. There has been much communication with the Charity Commission, Jesus Hospital and the accountant responsible for Jesus Hospital accounts with a view to amending the respective schemes. At this point in time, the scheme for Simon Langton Schools had been successfully amended to remove the requirement for income from Jesus Hospital.

However, the scheme of Jesus Hospital had not yet been amended. Once this was completed, the balance due would be requested by Simon Langton Schools.

The Deposit Account reserve remains at a balance of £35,000 at 31 March 2017.

The agricultural Land at Thannington has been sold for a net value of £50k. This was due to the lack of capital appreciation and low rental value of a parcel of land that was only suitable for grazing

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 held in the following names:

COIF

Endowment Fund

The charity's bankers are Lloyds TSB Bank, Canterbury, and the independent examiner, Mrs Lyn Collins, is a former secretary of Simon Langton Boys School with experience of managing several charity accounts, who is recommended by the Trustees.

Philip Wyard
Clerk & Treasurer to the Trustees
On behalf of the Trustees
15th December 2017

Independent Examiner's Report on the Accounts

Simon Langton School Endowment Fund

On accounts for the year ended March 2017

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.

In connection with my examination, no matter has come to my attention

Signed

L. M. Collins

Date 9th March 2018

Name

Linda May Collins

Receipts and Payments Account

	Unrestricted Funds	Restricted Funds	Endowment Funds	Total funds	Last Year
A1 Receipts					
Donations and Legacies	0	0	0	0	0
Rents and Wayleaves	0	0	0	0	1,187
Jesus Hospital	0	0	0	0	0
Interest on Capital	35,819.73	489	0	36,309	23,061
Interest on Balances	102.66	46	0	149	158
Sub Total	35,922	535	0	36,457	24,406
A2 Asset Sales and investment sales, etc	0	0	50,825	50,825	311,268
Total Receipts	35,922	535	50,825	87,282	335,674
A3 Payments					
Direct Charitable Expenditure	47,105	0	0	47,105	19,280
Management and Administration	3,470	0	0	3,470	4,300
Sub Total	50,575	0	0	50,575	23,580
A4 Asset and Investment Purchases etc	0	0	0	0	302,125
Total Payments	50,575	0	0	50,575	325,705
Net of Receipts/(Payments)	-14,653	535	50,825	36,707	9,969
A5 Transfers between Funds	0	0	0	0	0
A6 Cash Funds Last Year	46,751	12,367	0	59,119	49,150
Cash Funds This year end	32,099	12,902	50,825	95,826	59,119

Statement of Assets and Liabilities at the end of the period

	Unrestricted Funds	Restricted Funds	Endowment Funds
B1 Cash Funds			
General Fund	82,923		
Girls PE fund	1,042		
Boys Prize Fund		4,995	
Girls Prize Fund		3,142	
Jane Wade Lecture Fund		2,584	
Brar Overseas Services Fund		1,140	
Total Cash Funds	83,965	11,861	0
B2 Other Monetary Assets			
	0	0	0

B3 Investment Assets	fund to which asset belongs	cost	current value	
Investment Property Land at Thannington	endowment	-	15,000 based on value at 31.3.2009	
Other Investments:	no. shares		unit value	total value at 31.3.2015
Endowment:			in pence	
Psigma Investment Management				1,220,770
Simon Langton Boys School All weather Pitch				0
Jane Wade lecture fund Coif income shares	91.09		1397.08	1,273
Boys Prize fund Coif income shares	629.97		1397.08	8,801
Girls prize fund Coif income shares	289.72		1397.08	4,048
Short term investments: Coif deposit account				35,000
B4 Assets retained for the charity's own use	-	-	-	-
B5 Liabilities	-	-	-	-