



CHARTERED ACCOUNTANTS

SHETLAND HEALTH BOARD

ENDOWMENT FUNDS

FINANCIAL STATEMENTS

31st MARCH 2022

Scottish Charity Number SC011513

THE A9 PARTNERSHIP LIMITED

Chartered Accountants & Registered Auditors

47 Commercial Road

Lerwick

Shetland

ZE1 0NJ

**SHETLAND HEALTH BOARD
ENDOWMENT FUNDS**

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YEAR ENDED 31st MARCH 2022

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REFERENCE AND ADMINISTRATION DETAILS

CHARITY NAME: Shetland Health Board Endowment Funds

Charity No: SC011513

Constitutional form: Trust

TRUSTEES

Mr L Carroll	Miss S Manson (until 31 December 2021)
Mr M Bell	Mr C Campbell
Ms N Cornick	Ms J Haswell
Mrs A McDermott (from 1 March 2021)	Mr G Robinson
Mr I Sandilands	Mrs K Hubbard (from 17 January 2022)
Dr K Brightwell	Mrs K Carolan
Mr M Dickson	Ms S Webb (until 30 April 2021)
Mrs L Hall	Mr C Marsland
Dr S Laidlaw (from 1 May 2021)	

The Chair is Mr L Carroll and the Vice Chair was Miss S Manson.

Mr. C Marsland, NHS Shetland's Director of Finance, is responsible for the day to day management of the Trust.

The charity is administered under the terms of sections 82, 83 and 84A of the National Health Service (Scotland) Act 1978. Accordingly the Board members of NHS Shetland hold 54 the funds and property attributable to the charity on trust as a corporate Trustee.

PRINCIPAL OFFICE

Upper Floor Montfield
Burgh Road
Lerwick
Shetland
ZE1 0LA

BANKERS INVESTMENT ADVISERS AUDITORS

Bank of Scotland
117 Commercial Street
Lerwick
Shetland
ZE1 0DL

Evelyn Partners
25 Melville Street
Edinburgh
EH3 7PE

The A9 Partnership Limited C.A.
47 Commercial Road
Lerwick
Shetland
ZE1 0NJ

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OBJECTIVES AND ACTIVITIES

CHARITY'S AIMS AND PURPOSE

The charity's aims are aligned to the principles of the National Health Service (Scotland) Act 1978 and its specific purposes are the advancement of health, through:

- (a) improvement in the physical and mental health of the Board's population;
- (b) the prevention, diagnosis and treatment of illness;
- (c) the provision of services and facilities in connection to the above; and
- (d) the research into any matters relating to the causation, prevention, diagnosis or treatment of illness, or into such other matters relating to the health service as the Trustees see fit.

In exercising these aims the use of the endowment funds should not substitute for a core provision within the NHS Shetland's financial plans and nor should endowment funds be used to cover a responsibility that is a direct requirement of health and safety or employment law or a ministerial policy direction.

Further any grants or awards made by the Endowment Fund must confer benefits that satisfies the "public benefit" element of the charity test, as set out in the Charities and Trustee Investment ("Scotland") Act 2005, and the guidance on "Meeting the Charity Test" published by OSCR. All grants or awards must be aimed at improving health, or the prevention, diagnosis or treatment of illness for the Boards residents and any benefit to the employee must be incidental to (and necessary for) that public benefit to be realised. Full details of the charity including the organisation's charter can be found on Shetland Health Board website:

<http://www.shb.scot.nhs.uk/board/endowments.asp>

USES TO WHICH ENDOWMENT FUNDS MAY BE APPLIED

In exercising the powers conferred on them Trustees shall secure, so far as is reasonably practicable, that the objects of the original trust including, in particular, conditions intended to preserve the memory of any person, are not prejudiced by the exercise of the powers.

The most common use of endowment funds for purposes which would not necessarily be appropriately funded from exchequer funds are additional amenities for both patients and staff, and research, including non-medical research.

The fund has no recurring commitments other than governance requirements for the annual external audit of the Endowment Fund and investment fees paid to the Charity's investment fund managers.

The primary beneficiary of the fund is NHS Shetland. However there is no management or support services fees paid to NHS Shetland in respect of their staff under taking duties or tasks on behalf or for the Endowment fund.

The Trustees meet four times per year to undertake a review of Endowment Fund financial performance and consider grant expenditure bids submitted for their consideration to review and approve if they meet both the public benefit test and charity's own aims and objectives.

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GRANT MAKING POLICY

The charity does not pro-actively promote grant-making to third party organisations other than NHS Shetland however it will consider bids received that meet the charity's purpose and aims. In 2021-22 all grants made were to NHS Shetland.

ACHIEVEMENTS AND PERFORMANCE

Scan Shetland Can Shetland MRI Scanner Appeal



In the summer 2018 the Trustees agreed to launch the Endowment Fund's biggest ever fundraising campaign with the launch of our Scan Shetland Can Shetland MRI Scanner Appeal.

Since the launch of our campaign the support of the community has been phenomenal on the way to meeting our indicative fund raising target of £1.6m. Across the generations the

community has stepped up to challenge to raise funds through a variety of activities which are all well documented on the official [website](#) and [Facebook](#) pages. The procurement process for the MRI Scanner has started and during 2022 an announcement on the outcome of the procurement process will occur. This should give the time line for service to commence in 2023. During 2021-22 £9,873 has been invested from the appeal in the professional training of existing Medical Imaging staff to ensure the service can start as soon as possible after installation.

General Performance

The Endowments Funds attracted donations of £195,565 during the financial year 2021/22. The trustees would like to thank all those people and organisations that generously donated funds throughout the year.

These donations were spread around the various funds and are usually less than a £1,000. However in 2021/22 there were 17 donations contributing £1,000 or more. Overall, the value of donations received was significantly lower than the £853,841 received in 2020/21. This decrease was primarily due donations for the [Scan Shetland Can MRI Scanner Appeal](#).

In addition to donations received the funds receive income from the investments held. In 2021/22 the total value of income received was £32,209. In 2020/21 investment income was £30,870.

The Endowment Funds spent a total of £65,576 which represents a decrease of 46% from the amount spent in 2020/21, £121,690. The total amount of the expenditure that relates to overheads was £11,786. These costs relate to investment management fees and audit fee.

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ACHIEVEMENTS AND PERFORMANCE (continued)

NHS Shetland does not charge the charity for any cost incurred in supporting the day to day administrative activities of the charity.

All other expenditure related directly to the aims and objectives of the charity (i.e. the benefit of patients or staff). The distinction between patient and staff benefit is not always absolute (for instance staff training is usually classed as a benefit to staff but often has a benefit to patients) but as an approximate guide, expenditure for the benefit of patients was around £40,878(2020/21 £69,617) and for staff around £12,912 (2020/21 £39,017).

A significant proportion of the expenditure for the benefit of patients in 2021/22 was related to equipment which amounted to £25,370 in (2020/21 £27,099).

The funds held by the charity's overall balance has increased from £2,927,005 at 31 March 2021 to £3,073,409 at 31 March 2022, a net increase of £146,404. This is primarily due to a single donation left in respect of the late James Thomson of £147,622 for cancer care.

RISK REVIEW

The Trustees have assessed the major risks to which the charity is exposed, in particular those related to the operations and finances of the trust, and are satisfied that systems are in place to mitigate our exposure to the major risks.

All staff members of Shetland Health Board are aware that any donations to the endowment funds must be banked in accordance with the correct procedure.

The Trustees have considered the risks of holding investments in the stock market and continue to take the view that the charity should remain invested in the stock market as the charity is a body with a long-term outlook. The portfolio risk rating is classified as medium. This was last reviewed on 24 June 2021 when our investment advisers Evelyn Partners attended the Trustees meeting to give a presentation and advice on investment strategy. They attended the Trustees meeting on 17 May 2022 to update Trustees on investment strategy.

To ensure the Endowment Fund exists in perpetuity a floor of at least £1 million must be held by the General Fund. The General Fund at 31 March 2022 value at £997,536 is marginally below that value but is expected to increase back above that value in 2022-23.

The overall general fall in stock share prices on the world stock markets in the final quarter of 2021-22, caused by the conflict in Ukraine, resulted in the core unrestricted General Fund to fall below the £1 million floor. Based upon past trends the Trustees view is that the market's reaction will self-correct as further information about the longer-term impact of the conflict is available. The value of the fund at 31 March 2022 is now valued at £1,479,531 that is £15,793, 1.1%, lower than it was at 31 March 2021. At 31 December 2021 prior to the conflict the fund value was £1,598,220. So value fell 7.4% in last quarter.

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RISK REVIEW (continued)

The trustees will continue to monitor the value of the investment portfolio and will seek professional advice from the charity's investment manager to help determine the most appropriate course for investments. The charity's investment manager, Evelyn Partners will continue to seek to maximise the performance of the portfolio consistent with investment policy.

In respect of the charity fundraising activities there are no new significant campaigns on the scale of the Scan Shetland Can MRI Scanner appeal planned.

SUMMARY FINANCIAL REVIEW

During the financial year 2021/22, the overall value of the charity's net assets increased by £146,404.

There are two main causes of this movement. The charity's income and donations exceeded expenditure by £162,198, primarily caused by a single legacy. The market value of the investment holdings decreased by £15,793 at 31 March 2022 compared to 31 March 2021.

STANDING FINANCIAL INSTRUCTIONS

The Board's standing financial instructions regarding the expenditure of endowment funds are as follows:

The exercise of the Board's powers to incur expenditure shall be managed by the Director of Finance in conjunction with the Endowments Committee. In doing so they shall be aware of the following:

- (a) the objects of the various funds;
- (b) the availability of liquid funds within each trust;
- (c) the avoidance of the use of other funds to discharge trust fund liabilities, except where administratively unavoidable, and to ensure that any indebtedness to other funds shall be discharged by trust funds at the earliest possible time; and
- (d) that funds are to be spent rather than preserved, subject to the wishes of the donor and the needs of the Board; and

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STANDING FINANCIAL INSTRUCTIONS (continued)

Expenditure of any trust funds shall be conditional upon:

- (a) the item being within the terms of the appropriate trust; and
- (b) (i) the approval of the Endowments Committee; or
(ii) the approval of the designated officers as set out in schedule at the end of this report, in Appendix B.

DETAILS OF THE BOARD'S ENDOWMENT FUNDS

The Board's total endowment funds are made up of a number of individual funds, which operate under differing conditions, dependent on the wishes of the original donors.

1. Board – General

This fund can be used for any appropriate purpose anywhere within the Board's jurisdiction. The only restrictions on its use are any general restrictions imposed by the Minister for Health and Wellbeing, or by trust legislation. Both capital and revenue can be spent.

2. General Endowments Group 1 and Group 2

These can be spent on any appropriate purpose at the hospital specified. Both capital and revenue can be used.

3. Daniel Sinclair Trust - Hospital

This can be used for any appropriate purposes, at the Gilbert Bain Hospital. Only the revenue can be spent.

4. Andrew Smith of Islesburgh House Travel Scholarship Fund

The grandson of Andrew Smith in 2021-22 agreed to the repurposing of these funds from the original purpose as a Bed Fund to staff travel scholarship fund.

5. Daniel Sinclair Trust - Community

Must be used for the benefit of the nursing services in Cullivoe, Yell. Counsel's opinion, obtained prior to the Board coming into existence in 1974, was that any benefits obtained by the nursing services in Yell in general could be considered as coming within the terms of the bequest. Only the revenue can be spent.

6. Peter Scott-Goodlad Bequest

Must be used for the purchase of medical equipment in the Gilbert Bain Hospital. Both capital and revenue can be spent.

7. John Sinclair Memorial Fund

Must be used to provide a learning opportunity in the case of sick children for staff, beyond the continuing education provided by the Board. Only revenue can be spent.

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DETAILS OF THE BOARD'S ENDOWMENT FUNDS (continued)

8. Diabetes

This is a fund set up for the benefit of patients with diabetes. The funds are not invested in the stock market.

9. Staff Funds

Although these funds are held in the endowment accounts, they are not held in trust by the Board, but are the property of the staff to whom they were given. The Board merely acts as a banker for these funds and disburses them when requested to do so by the staff concerned.

10. Marc Hutchinson Fund

This fund was established during 2006/07 with the aim of providing information and equipment for children in the community with asthma and chronic obstructive pulmonary disease. The funds are not invested in the stock market.

12. Brae Health Centre Garden Fund

The aim of this fund is the upkeep and improvement of the Brae Health Centre garden.

13. MRI Scanner Appeal

This fund was established in 2018/19 with the aim of purchasing a MRI scanner for Shetland. This is technically a sub fund of General Fund that has set aside a budget for the charitable activities for fundraising a target of £1.65 million to enable the establishment of an MRI Scanner in Shetland. The procurement process began in 2021-22 as 86% of the target was reached. In addition to these cash donations received Shetland Charitable Trust has in principle agreed to donate up to £0.5 million to the fund.

This appeal will result in the provision of a higher level of patient services locally and reduce the need for travel to NHS Grampian which eliminates a barrier to access for some individuals in the community.

14. Covid-19 Fund

This fund was established in 2020-21 as a result of NHS Charities Together Covid-19 appeal donation. Local donations in respect of Covid-19 have also been added to this fund. The use of these funds match the principles of NHS Charities Together Covid-19 appeal.

Position of Each Fund

The following list of balances gives the position of each individual fund as at 31 March 2021 and 2022. The table identifies the current market value of the original capital invested.

SHETLAND HEALTH BOARD ENDOWMENT FUNDS

Position of Each Fund as at 31st March 2021 and 31st March 2022

	2020/21				2021/22			
	Revaluation Reserve	Market Value of Investment in Stock Market	Net Current Assets	Total	Revaluation Reserve	Market Value of Investment in Stock Market	Net Current Assets	Total
	£	£	£	£	£	£	£	£
Specific Funds								
Gilbert Bain	6211	28,379	60,228	88,607	(300)	28,080	212,426	241,506
Daniel Sinclair (Hospital)	10,324	47,171	1,815	48,986	(498)	46,673	2,826	49,499
Daniel Sinclair (Community)	12,327	56,321	10,962	67,283	(595)	55,726	12,171	67,897
A Smith Edinburgh Bed Fund	16,904	77,238	18,211	95,449	(816)	76,422	24,870	101,292
P Scott-Goodlad Bequest	0	0	287	287	0	0	287	287
John Sinclair Memorial Fund	20,742	94,773	15,515	110,288	(1,001)	93,772	17,549	111,321
Community Nursing Fund	0	0	6,568	6,568	0	0	6,567	6,567
Staff Funds	0	0	7,669	7,669	0	0	7,670	7,670
Health Education	0	0	4,046	4,046	0	0	4,047	4,047
Marc Hutchison Fund	0	0	110	110	0	0	110	110
Diabetes Fund	0	0	7,817	7,817	0	0	8,318	8,318

	2020/21				2021/22			
	Revaluation Reserve	Market Value of Investment in Stock Market	Net Current Assets	Total	Revaluation Reserve	Market Value of Investment in Stock Market	Net Current Assets	Total
	£	£	£	£	£	£	£	£
Specific Funds								
Brae HC Garden Centre	0	0	940	940	0	0	933	933
Samual Mullay Fund	0	0	39	39	0	0	39	39
Sanctuary Fund	0	0	651	651	0	0	651	651
MRI Scanner	0	0	1,418,243	1,418,243	0	0	1,417,825	1,417,825
NHS Charities Together	0	0	71,383	71,383	0	0	57,911	57,911
	2020/21				2021/22			
General Fund	£	£	£	£	£	£	£	£
Board	260,762	1,191,442	(197,369)	994,073	(12,584)	1,178,858	(185,888)	992,970
NHS 70	0	0	4,566	4,566	0	0	4,566	4,566
Grand Total	327,270	1,495,324	1,431,681	2,927,005	(15,794)	1,479,531	1,593,878	3,073,409

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INVESTMENT POLICY AND PERFORMANCE

Investment activities are managed in line with the requirements of the Trustees Act 2000. The Trustees have appointed Evelyn Partners as investment manager.

Our investment policy is a medium-risk approach for the growth of the portfolio of investments. There is an ethical condition attached to the investment portfolio that prohibits the investment in companies that are involved in either the manufacture or production of tobacco and alcoholic beverages.

As set out in the financial review, the performance on investments over the last two years demonstrated the stock market can be volatile and assets can both increase or decrease in value. The impact of the Covid-19 pandemic upon the global economy remains to be fully understood. However the overall economic outlook globally is assumed to approve. A medium term risk position is still the position of the fund.

RESERVES POLICY

The charity is comprised of various funds, which have varying policies in relation to investing in the stock market and spending the capital invested. These are set out in more detail in the preceding section. The charity's formal overall policy on the level of reserves to be held was reconfirmed at the Trustees meeting on 5 July 2015. The Trustees agreed that the level of investments, including cash, should not fall below £1,000,000. As noted earlier in the Trustees' report, at 31 March 2022 the value of the investment portfolio held in general, unrestricted funds is slightly below the £1,000,000 floor. As noted, trustees will monitor the value in the coming months and seek professional advice to help determine the most appropriate course of action.

At 31 March 2022 the charity held total funds of £3,073,409. Of this, a total of £2,075,873 are restricted reserves. Included within restricted reserves is a total of £1,417,825 relating to the MRI Scanner Appeal. There is a further pledge not included in these statements of up to £500,000 from Shetland Charitable Trust in respect of the purchase of the MRI Scanner. Unrestricted reserves value is £997,536.

INCOME

The income received by the endowment accounts derives from investments, bank interest, legacies and donations received from members of the public.

As a result of expenditure decisions reducing the level of cash balances, the decision was made that from 1 April 2014, investment income from Evelyn Partners would revert back to being paid quarterly in arrears to the local bank account and is allocated to the appropriate endowment fund. Bank interest is credited to the Board's account monthly and is also allocated to the appropriate fund. The Board receives very few legacies from the public. Income is normally generated from a considerable number of small donations.

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INCOME (continued)

In 2021/22 the charity did receive 17 donations at our above £1,000 mostly relating to the MRI Scanner Appeal. There was 55 such donations in 2020/21.

In respect of donations not related to the MRI Scanner Appeal the great majority of these are given for the purpose of buying specific items of equipment or the provision of small amenities. These donations are normally spent within a short time of receipt.

The regular annual income available to the fund depends on certain variables, namely new donations, income from investments and interest on cash balances. In 2021/22, total income was £227,774 which compared to £884,711 in 2020/21, is a decrease of 74%. Principally this was a result of the MRI Scanner appeal receiving £688,201 less in donations this year.

EXPENDITURE

Regular payments out of the income are made in respect of Christmas expenditure, a small amount of hospitality, investment management costs, audit fees and fundraising costs. More specific payments are made in relation to training and pieces of equipment (often funded by a specific donation). In 2021/22 the total charitable activities of the fund was £58,790 which compared to £115,264 in 2020/21 represents a decrease of 49%. The two main areas of expenditure were related to MRI Scanner £25,079 and Covid-19 appeal £13,480.

The expenditure for investment management fees in 2021/22 totalled £6,786 compared with £6,426 in 2020/21. The Audit Fee assumed in 2021/22 is £4,320 based upon last year out-turn value.

CONCLUSION

This report sets out the position with regard to the Trustee's views on the efficient stewardship of the endowment fund as a going concern. They are mindful of the fact that Shetland Health Board and Shetland Health Board Endowment Fund are legally two distinct bodies and the relationship that exists between the two bodies. As trustees they are aware that Shetland Health Board should only seek support for the endowment fund to purchase items which cannot normally be funded from the Board's exchequer resources.

PLANS FOR THE FUTURE

The Trustees do not have any specific plans for changing the purpose of the charity or its aims in the near future. The Trustees are aware of their responsibilities for the stewardship of the funds as a going concern with no specified end date. With this in mind in July 2012 the Trustees revised this position to the overall value of the funds, investments held in cash or the stock market should be greater than £1,000,000. As at 31 March 2022 the value of stock market investments was £1,479,531.

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STRUCTURE GOVERNANCE AND MANAGEMENT

The National Health Service (Scotland) Act 1972 transferred all property held on trust by existing Boards to the new Health Boards, and in addition transferred all property held on trust by Local Authorities for the purposes of their health function to Health Boards. The Act also gave powers to Health Boards to accept, hold and administer any property upon trust for purposes relating to the Health Service. Although the power of administering all trust funds was transferred to Boards the conditions imposed by the original donors was preserved.

PROCEDURES FOR THE APPOINTMENT, INDUCTION AND TRAINING OF TRUSTEES

Members appointed to Shetland Health Board automatically become trustees of the Endowment Funds. Appointments to Shetland Health Board are confirmed by the Cabinet Secretary for Health, Wellbeing and Sport in the Scottish Government. All necessary training is provided by an induction process approved by Shetland Health Board.

POWERS AND DUTIES OF TRUSTEES

Endowment funds are held on trust by Boards and as such the Board Members as trustees are governed by the general law applicable to Trusts. The Board as trustees are therefore subject to the normal rules affecting the rights and duties of trustees. Health Boards are solely responsible for the administration of funds for which they are trustees and although the Health Minister may offer advice on the use of non-exchequer funds, the responsibility remains with the Board. The Health Minister may by order or other instrument limit the extent to which non-exchequer funds may be used, but this power is negative rather than positive. The Director of Finance of Shetland Health Board takes overall responsibility for the day-to-day operation of the endowment funds. Full details of the charity including the organisation's charter can be found on Shetland Health Board website:

<http://www.shb.scot.nhs.uk/board/endowments.asp>

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STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Law applicable to charities in Scotland 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 these financial statements, the trustees are required to:

- Select suitable accounting policies and apply them consistently;
- Observe the methods and principles in the Charities SORP 2019 (FRS 102);
- 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 a 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 and Trustees Investment (Scotland) Act 2005, the 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.

The trustees are responsible for the maintenance and integrity of the charity and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.



Colin Marsland
Director of Finance

Date: 28 June 2022

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INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES

YEAR ENDED 31ST MARCH 2022

We have audited the financial statements of Shetland Health Board Endowment Funds for the year ended 31st March 2022 which comprise the Statement of Financial Activities, Balance Sheet, Cash Flow Statement 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 United Kingdom Accounting Standards, including Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31st March 2022, and of its income and expenditure, 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 and Trustee Investment (Scotland) Act 2005 and regulation 8 of the Charities Accounts (Scotland) Regulations 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. 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 FRC'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.

Conclusions relating to going concern

In auditing the financial statements we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

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INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES

YEAR ENDED 31ST MARCH 2022

Other information

The trustees are responsible for the other information included in the trustees' annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially consistent with the financial statements or our knowledge obtained in the course of 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 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 other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charity Accounts (Scotland) Regulations 2006 (as amended) requires us to report to you if, in our opinion:

the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
proper accounting records have not been kept; or
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.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 13, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, 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.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

SHETLAND HEALTH BOARD ENDOWMENT FUNDS

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES

YEAR ENDED 31ST MARCH 2022

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 44(1) (c) of the Charities and Trustee Investment (Scotland) Act 2005 and report in accordance with regulations made under that Act.

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.

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. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

We gained an understanding of the legal and regulatory framework applicable to the charity and the industry in which it operates, and considered the risk of acts by the charity that were contrary to applicable laws and regulations, including fraud. We designed audit procedures to respond to the risk, recognising that the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

We focussed on laws and regulations which could give risk to a material misstatement in the financial statements, including, but not limited to the following: the Charity's own objectives, the Charities SORP 2019, and UK tax legislation. Our audit testing included:

- Enquiries with management and those charged with governance around actual and potential litigation and claims;
- Reviewing minutes of meetings of those charged with governance;
- Reviewing any correspondence with the above authorities;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing audit work over the risk of management override of controls; including testing of journal entries and other adjustments for appropriateness, evaluation the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for evidence of bias.

SHETLAND HEALTH BOARD ENDOWMENT FUNDS

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES

YEAR ENDED 31ST MARCH 2022

Auditor's responsibilities for the audit of the financial statements (continued)

Because of the inherent limitations of an audit there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

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

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Regulation 10 of the Charities Accounts (Scotland) Regulations 2006. 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 and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

The A9 Partnership Limited
.....
THE A9 PARTNERSHIP LIMITED
Chartered Accountants & Statutory Auditor
47 Commercial Road
Lerwick
Shetland
ZE1 0NJ

Date: *20th July 2022*

The A9 Partnership Limited is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

SHETLAND HEALTH BOARD ENDOWMENT FUNDS

STATEMENT OF FINANCIAL ACTIVITIES FOR YEAR ENDED 31 MARCH 2022

		Unrestricted Funds	Restricted Funds	2022 Total Funds	2021 Total Funds
	Note	£	£	£	£
Income and Endowments from:					
Donations and legacies	2	940	194,625	195,565	853,841
Investment income	3	25,541	6,668	32,209	30,870
Total income and endowments		26,481	201,293	227,774	884,711
Expenditure on:					
Raising funds:					
Investment management costs	4	6,786	0	6,786	6,426
Charitable activities	5	8,214	50,576	58,790	115,264
Total expenditure		15,000	50,576	65,576	121,690
Net income/(expenditure) and net movement in funds before gains and losses on investments					
		11,481	150,717	162,198	763,021
Net gains/(losses) on investments					
	6	(12,584)	(3,210)	(15,794)	327,270
Net income/(expenditure)		(1,103)	147,507	146,404	1,090,291
Transfers between funds					
		0	0	0	0

	Unrestricted Funds	Restricted Funds	2022 Total Funds	2021 Total Funds
	£	£	£	£
Net movements in funds	(1,103)	147,507	146,404	1,090,291
Reconciliation of funds:				
Total funds brought forward	998,639	1,928,366	2,927,005	1,836,714
Total funds carried forward	997,536	2,075,873	3,073,409	2,927,005

The Statement of Financial Activities includes all gains and losses in the year.

All incoming resources and resources expended derive from continuing activities.

SHETLND HEALTH BOARD ENDOWMENT FUNDS

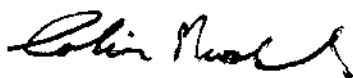
BALANCE SHEET AS AT 31 MARCH 2022

These accounts were approved by the trustees on behalf by:

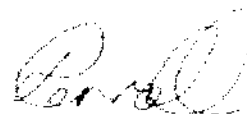
and are signed on their

		2022		2021	
	Note	£	£	£	£
Fixed assets					
Investments	6		1,479,531		1,495,324
Current assets					
Debtors	7	12,980		126,313	
Cash at bank		1,616,354		1,432,664	
Total current assets		1,629,334		1,558,977	
Liabilities					
Creditors falling due within one year	8	35,456		127,296	
Net current assets			1,593,878		1,431,681
Total net assets			3,073,409		2,927,005
The funds of the charity					
Restricted Income Funds			2,075,873		1,928,366
Unrestricted Funds			997,536		998,639
Total charity funds			3,073,409		2,927,005

These accounts were approved by the trustees on 28 June 2022 and are signed on their behalf by:



Colin Marsland
Director of Finance



Lincoln Carroll
Chair of the Endowment Trustees

SHETLAND HEALTH BOARD ENDOWMENT FUNDS

CASH FLOW STATEMENT FOR YEAR ENDED 31 MARCH 2022

Statement of cash flows	2021/22	2020/21
	£	£
Cash flows from operating activities:		
Net cash provided by (used in) operating activities	109,469	977,628
Cash flows from investing activities:		
Dividends, interest and rents from investments	32,209	30,870
Proceeds from sales of investments	322,890	179,679
Purchase of investments	(273,828)	(286,975)
Net cash provided by (used in) investing activities	81,271	(76,426)
Change in cash and cash equivalents in the reporting period	190,740	901,202
Cash and cash equivalents at the beginning of the reporting period	1,464,654	563,452
Cash and cash equivalents at the end of the reporting period	1,655,394	1,464,654

SHETLAND HEALTH BOARD ENDOWMENT FUNDS

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2022

1. ACCOUNTING POLICIES

Basis of preparation

The accounts are prepared under the historical cost convention, except for investments which are included at revalued amounts, and include the results of the charity's operations which are described in the Trustees' Report and all of which are continuing.

The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended) and UK Generally Accepted Accounting Practice.

The entity constitutes a public benefit entity as defined by FRS 102. The charity is unincorporated and is registered in Scotland. The address of the charity's registered office and a description of the charity's operations and principal activities are further discussed in the Trustees' Report.

Assessment of Going Concern and COVID-19 Considerations

FRS102 requires management to make an assessment of an entity's ability to continue as a going concern.

Shetland Health Board (SHB) Endowment Fund is a charity with aims aligned to the principles of the National Health Service (Scotland) Act 1978.

The charity is predominately funded from donations and investment returns of the portfolio held. Portfolio Valuation at 31 March 2022 is £1.48m. To ensure the Endowment Fund exists in perpetuity a floor of at least £1.0m must be held by the General Fund.

The charity's investment manager Evelyn Partners seek to maximise the performance of the portfolio, in-line with ethical guidelines. Recent performance as reflected in the Valuation Report to 31 March 2022 shows little reason for concern. However Trustees are aware stock market can be volatile and the investment value may fall in value.

We draw attention to the Trustees' Report, included between pages 1 – 13, which describes the economic and other consequences that the charity is currently facing.

Based on all of the above, I can conclude that there is no material uncertainty regarding going concern. It is therefore appropriate to continue to adopt the going concern basis when preparing the 2021-22 SHB Endowment Funds accounts.

SHETLAND HEALTH BOARD ENDOWMENT FUNDS

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2022

1. ACCOUNTING POLICIES (*continued*)

Incoming Resources

Investment income is recognised when advised and allocated to each endowment fund account in the proportion of the capital invested from each account. This is based upon their opening values share.

Donations and endowments are recognised when received and are allocated to the appropriate endowment fund account compliant with the providers' wishes or conditions attached.

Resources Expended

All expenditure is accounted for on an accruals basis and is recognised when there is a legal or constructive obligation to pay for expenditure. All costs have been directly attributed to one of the functional categories of resources expended in the Statement of Financial Activities.

All expenditure of income and capital from the endowment funds is in compliance with specific requests of the providers and within the restrictions of each individual endowment fund account.

Debtors

Debtors include amounts owed to the charity for the provision of goods and services or amounts paid in advance for goods and services that the charity will receive. Debtors are measured at their recoverable amounts. Any amounts recoverable more than a year after the end of the reporting date is measured at its present value at the balance sheet date if the time value of money is material and the settlement terms constitutes a financing transaction.

Cash at bank and in hand

Cash at bank and in hand is held to meet the short-term cash commitments as they fall due rather than for any investment purposes.

Liabilities

Liabilities are amounts due to creditors and any provision made as a result of an obligation to transfer economic benefits to a third party. Liabilities that are classified as payable within one year on initial recognition are measured at the undiscounted amount of cash or other consideration expected to be paid

SHETLAND HEALTH BOARD ENDOWMENT FUNDS

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2022

1. ACCOUNTING POLICIES (*continued*)

Funds

With the adoption of the statement of recommended practice, funds require to be classified between restricted funds which are subject to specific terms as to their use laid down by the donor. Restricted funds are made up of the following funds: Gilbert Bain Hospital, Ronas Ward, Community Nursing Service, Andrew Smith of Islesburgh House Travel Scholarship Fund, Daniel Sinclair Trust - Hospital, Daniel Sinclair Trust - Community, Peter Scott Goodlad Bequest, John Sinclair Memorial Fund, Marc Hutchison Fund, Diabetes Fund, Staff Funds, Health Education, Brae HC Garden.

Unrestricted funds are funds which can be used at the discretion of the Trustees in the furtherance of the objectives of the Trust. Unrestricted funds is made up of the General Fund.

Transfers of funds may occasionally occur when a fund requires additional income. These transfers are fully authorised at board level before being made.

Investments

Investments are a form of basic financial instrument and are initially capitalised at their transaction value (cost) and subsequently measured at their fair value at the balance sheet date. The Statement of Financial Activities includes the net gains and losses arising on revaluations and disposals throughout the year. The investments form part of the constituent funds. The main form of financial risk faced by the charity is that of volatility in equity and investment markets due to wider economic conditions.

Realised gains and losses

All gains and losses are taken to the Statement of Financial Activities as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and their carrying value, or their purchase value if acquired subsequent to the start of the financial year. Unrealised gains and losses are calculated as the difference between the fair value at the year end and their carrying value.

VAT

Any irrecoverable VAT is charged to the statement of financial activities, or capitalised as part of the cost of the related asset, where appropriate. The charity is not separately registered for VAT. Shetland NHS Board is entitled to recover VAT on contracted-out services expenditure and this entitlement extends to the charity.

SHETLAND HEALTH BOARD ENDOWMENT FUNDS

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2022

2. DONATIONS AND LEGACIES

	Unrestricted Funds	Restricted Funds	2022 Total Funds	2021 Total Funds
	£	£	£	£
Donations	940	194,625	195,565	853,841
	940	194,625	195,565	853,841

Donations were allocated as follows in the prior year: unrestricted income funds £1,307 and restricted income funds £852,534.

3. INVESTMENT INCOME

	Unrestricted Funds	Restricted Funds	2022 Total Funds	2021 Total Funds
	£	£	£	£
Dividends and interest from investments	25,548	6,516	32,064	30,681
Bank interest received	(7)	152	145	189
	25,541	6,668	32,209	30,870

Investment income was allocated as follows in the prior year: unrestricted income funds £24,295 and restricted income funds £6,575.

4. INVESTMENT MANAGEMENT COSTS

	Unrestricted Funds	Restricted Funds	2022 Total Funds	2021 Total Funds
	£	£	£	£
Investment management fees	6,786	0	6,786	6,426
	6,786	0	6,786	6,426

All investment management costs related to unrestricted funds in the prior year.

SHETLAND HEALTH BOARD ENDOWMENT FUNDS

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2022

5. CHARITABLE ACTIVITIES

	Unrestricted Funds	Restricted Funds	2022 Total Funds	2021 Total Funds
	£	£	£	£
Equipment	0	25,370	25,370	27,099
Staff dance	0	0	0	0
Christmas expenditure	0	595	595	150
Fundraising	4,000	63	4,063	46,904
Hospitality	0	2,329	2,329	22,150
Health promotion	0	10,000	10,000	0
Miscellaneous	0	850	850	(4,536)
Training	(786)	10,538	9,752	16,478
Travel	0	831	831	389
Support costs				
NHS Charities Together Membership Fee	0	0	0	3,000
Governance costs—audit fee	5,000	0	5,000	3,630
	8,214	50,576	58,790	115,264

Charitable activities were allocated as follows in the prior year: unrestricted income funds £51,649 and restricted income funds £63,615.

The actual audit fee in 2020-21 was £4,320 slightly more than accrued. The audit fee accrued for 2021-22 is £4,320.

SHETLAND HEALTH BOARD ENDOWMENT FUNDS

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2022

6. FIXED ASSET INVESTMENTS

	2022	2021
	£	£
Investments at market value	1,479,531	1,495,324
	1,479,531	1,495,324
Movement in fixed asset listed investments		
Market value brought forward at 1 April 2021	1,495,324	
Add: additions to investments at cost	273,828	
Disposal proceeds	(322,890)	
Net GAIN / (loss) on revaluation	26,219	
Increase in cash deposits	7,050	
Market value as at 31 March 2022	1,479,531	
Investments at fair value comprised:		
Cash held within the investment portfolio	39,040	
Listed investments	1,440,491	
	1,479,531	

All investments are carried at their fair value. Listed investments are all traded in quoted public markets. UK quoted securities are valued at the mid-market price quoted on the London Stock Exchange or at their net asset value (NAV). Overseas securities are valued at their mid-market price or last traded price on the relevant Stock Exchange as obtained from Interactive Data. Asset sales and purchases are recognised at the date of trade at cost (that is their transaction value). A detailed summary of the investments held is included in Appendix C.

SHETLAND HEALTH BOARD ENDOWMENT FUNDS

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2021

7. DEBTORS

	2022	2021
	£	£
Other debtors	6,210	65,324
Prepayments and accrued income	6,770	60,989
	12,980	126,313

In 2020-21 all the debtors related to restricted fund. In 2021-22 debtors was split restricted fund £8,323 and the balance £4,657 to the General Fund

8. CREDITORS

	2022	2021
	£	£
Other creditors	14,388	121,637
Accruals	21,068	5,569
	35,456	127,296

In 2020-21 all other creditors and accrual balance related to restricted fund. In 2021-22 this was split restricted fund £27,284 and the balance £8,172 to the General Fund

9. RELATED PARTY TRANSACTIONS

The Shetland Health Board is primarily the sole beneficiary of the charity. At the year end the Shetland Health Board was due £14,388 (2021: £121,637) from the charity for items paid on the charity's behalf. At the year end the Shetland Health Board owed the charity £6,210 (2021: £65,324) for income banked on the charity's behalf. There were no repayment terms and no loan interest accruing on this balance.

SHETLAND HEALTH BOARD ENDOWMENT FUNDS

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2022

10. STATEMENT OF FUNDS

	Total Unrestricted Funds	Total Restricted Funds	Total Funds
	£	£	£
At 1 st April 2021	998,639	1,928,366	2,927,005
Income	26,481	201,293	227,774
Expenditure	(15,000)	(50,576)	(65,576)
Gains / (Losses) on investments	(12,584)	(3,210)	(15,794)
	997,536	2,075,873	3,073,409

	Total Unrestricted Funds	Total Restricted Funds	Total Funds
	£	£	£
At 1 st April 2020	770,350	1,066,364	1,836,714
Income	25,602	859,109	884,711
Expenditure	(58,075)	(63,615)	(121,690)
Gains / (Losses) on investments	260,762	66,508	327,270
	998,639	1,928,366	2,927,005

Restricted funds are subject to specific terms as to their use laid down by the donor terms and are made up of the following funds: Gilbert Bain Hospital, Community Nursing Service, Andrew Smith of Isleburgh Scholarship Fund, Marc Hutchison Fund, Daniel Sinclair Trust - Hospital, Daniel Sinclair Trust - Community, Peter Scott Goodlad Bequest, John Sinclair Memorial Fund, Diabetes Fund, Staff Funds, Health Education and Brae HC Garden. Funds raised for the MRI Scanner Appeal are included under Restricted Funds, however, as agreed by Trustees and advertised in local fundraising and press, should the scanner not be procured, the funds would be allocated to the General Unrestricted funds of the charity.

Unrestricted funds are funds which can be used at the discretion of the Trustees in the furtherance of the objectives of the Trust. Unrestricted funds are made up of the General Fund.

SHETLAND HEALTH BOARD ENDOWMENT FUNDS

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2022

A full breakdown of the movement in these funds can be seen at Appendix A. The purposes and trust law restrictions imposed on each individual fund is discussed in further detail in the Trustees' Report.

11. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Total Unrestricted Funds	Total Unrestricted Funds	Total Funds
	£	£	£
Fixed assets	1,178,858	300,673	1,479,531
Current assets	(173,150)	1,802,484	1,629,334
Current liabilities	(8,172)	(27,284)	(35,456)
	997,536	2,075,873	3,073,409

12. THIRD PARTY FUNDS

The charity holds third party funds on behalf of Shetland Health Board staff. A full breakdown of the movement in these funds can be seen at Appendix A.

13. TRUSTEES' REMUNERATION

The appointed Trustees work in an independent role governing the Charity. No trustee received any remuneration during the year (2021: £nil). Likewise, no trustee received any expenses during this year. In 2020-21 a reimbursement of £3,009 was made in respect of items bought on behalf of the charity in respect of Covid-19 appeal fund.

14. STAFF COSTS AND EMOLUMENTS

No salaries or wages have been paid to employees during the year (2021-22: £nil). There were no highly paid members of staff in the current or prior year.

The average number of employees in the current and prior year was less than one.

The charity considers its key management personnel to comprise the trustees and Finance Director. As noted above, no salaries or wages have been paid to employees during the year.

SHETLAND HEALTH BOARD ENDOWMENT FUNDS

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2022

15. FINANCIAL INSTRUMENTS

Financial Assets measured at fair value through net income/expenditure amount to listed investments as disclosed in note 6.

16. CASH FLOW STATEMENT NOTES

(a) Reconciliation of net income/ (expenditure) to net cash flow from operating activities

	2022	2021
	£	£
Net income/(expenditure) for the reporting period (as per the statement of financial activities)	146,404	1,090,291
Adjustments for:		
Depreciation charges	0	0
(Gains)/losses on investments	(26,219)	(328,152)
Dividends, interest and rents from investments	(32,209)	(30,870)
(Increase)/decrease in debtors	113,333	262,277
Increase/(decrease) in creditors	(91,840)	(15,918)
Net cash provided by (used in) operating activities	109,469	977,628

(b) Analysis of cash, cash equivalents and net debt

	2022	2021
	£	£
Cash in hand	1,616,354	1,432,664
Cash fund held in investment portfolio	39,040	31,990
Total cash and cash equivalents	1,655,394	1,464,654

Appendix A Individual Fund Accounts

Board	Gilbert Bain Hospital	Daniel Sinclair Fund (H)	Daniel Sinclair Fund (C)	Andrew Smith of Islesburgh House	Peter Scott Goodlad Bequest	John Sinclair Fund	Marc Hutchison Fund	Community Nursing	Brae HC Garden	Diabetes	Staff Funds	Health Education	Samual Mulray Fund	Sanctuary Fund	NHS 70	MRI Scanner	Covid-19 Appeal	Total	
£	£	£	£	£	£	£	£	£	£	£	£	£	£	£	£	£	£	£	
Opening balance	994,073	88,606	48,986	67,283	95,450	287	110,288	6,568	940	7,817	7,669	4,046	39	651	4,566	1,418,243	71,383	2,927,005	
Transfer agreed by Trust	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Revaluation of Investments	(12,584)	(300)	(498)	(595)	(816)	0	(1001)	0	0	0	0	0	0	0	0	0	0	(15,794)	
Sub-Total	981,489	88,306	48,488	66,688	94,633	287	109,287	6,568	940	7,817	7,669	4,046	39	651	4,566	1,418,243	71,383	2,911,211	
Income																			
Investment Income	25,549	609	1,011	1,208	1,656	0	2,032	0	0	0	0	0	0	0	0	0	0	0	32,065
Bank Interest - BOS	(8)	(1)	0	1	2	0	2	(1)	0	1	1	1	0	0	0	139	7	144	
Donations	940	164,603	0	0	5000	0	0	0	0	500	0	0	0	0	0	24,522	0	195,565	
Total Income	26,481	165,211	1,011	1,209	6,658	0	2,034	(1)	0	501	1	1	0	0	0	24,661	7	227,774	
Expenditure																			
Equipment etc.	0	9,070	0	0	0	0	0	0	7	0	0	0	0	0	0	15,143	1,150	25,370	
Travel	0	831	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	831	
Fundraising	4,000	0	0	0	0	0	0	0	0	0	0	0	0	0	0	63	0	4,063	
Christmas Expenditure	0	595	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	595	
Management Costs (Audit / investments)	11,786	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	11,786	
Training	(786)	665	0	0	0	0	0	0	0	0	0	0	0	0	0	9,873	0	9,752	
Miscellaneous	0	850	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	850	
Hospitality	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	2,329	
Health Promotion	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	10,000	
Total Expenditure	15,000	12,011	0	0	0	0	0	0	7	0	0	0	0	0	0	25,079	13,479	65,576	

	Board	Gilbert Bain Hospital	Daniel Sinclair Fund (H)	Daniel Sinclair Fund (C)	Andrew Smith of Islesburgh House	Peter Scott Goodlad Bequest	John Sinclair Fund	Marc Hutchison Fund	Community Nursing	Brae HC Garden	Diabetes	Staff Funds	Health Education	Samual Mullay Fund	Sanctuary Fund	NHS 70	MRI Scanner	Covid-19 Appeal	Total
Closing Balance	992,970	241,506	49,499	67,897	101,292	287	111,321	110	6,567	933	8,318	7,670	4,047	39	651	4,566	1,417,925	57,911	3,073,409

Appendix B Scheme of Delegation for Endowment Fund

Delegated limit of authority for individual invoices:

	General Endowment	GBH General / Equipment Fund	Other Hospital Funds Not Specified	Other Non-Hospital Funds Not specified	GBH Cancer	Gilbert Halcrow Memorial Fund	Cancer	Daniel Sinclair Hospital	Daniel Sinclair Comm	A Smith Bed	John Sinclair	Comm Nursing	Brae Garden fund	Health Ed	Ward 3, Ronas, Renal and A&E	Ward 1, Theatres, Resus and OPD	Maternity and Child Health	MRI Scanner Appeal
	£	£	£	£	£	£	£	£	£	£	£	£	£	£	£	£	£	£
Chief Executive (or nominated deputy as approved by Chair)	2,000	2,000	2,000	2,000	2,000	0	2,000	2,000	2,000	2,000	5,000	2,000	2,000	1,000	2,000	2,000	2,000	5,000
Director of Finance	10,000	10,000	10,000	5,000	5,000	5,000	2,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	10,000	10,000
Director of Community Health and Social Care	0	0	0	5,000	2,000	6,000	2,000	0	2,000	0	2,000	2,000	2,000	2,000	0	0	0	0
Director of Nursing, Acute and Specialist Services	0	5,000	5,000	0	2,000	0	2,000	2,000	0	0	5,000	0	0	0	2,000	2,000	2,000	5,000
Chief Nurse Community	0	0	0	0	0	0	0	0	2,000	0	0	2,000	2,000	0	0	0	0	0
Staff Development Manager (see note 1)	1,000	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Elective services manager: Acute and Specialist Services	0	0	0	0	2,000	0	0	2,000	0	2,000	0	0	0	0	2,000	0	0	0
Chief Nursing Acute and Specialist Services	0	0	0	0	2,000	0	0	2,000	0	2,000	0	0	0	0	2,000	0	0	0
Patient Flow Manager	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	2,000	2,000	0
Child Health Manager	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	2,000	2,000	0
Fundraising Manager (see note 2)	1,000	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	5,000

Note 1: Staff Development Manager, scheme of delegation within the General Fund is solely related to the budget delegated to the staff travel scholarship fund.

Note 2: The Fund Raising Manager is a non-recurrent post and delegated authority will cease at the end of the fundraising campaign.

Appendix C

Investments

	Holding	Cost	Value
		£	£
Baillie Gifford Global Discovery B Inc	2,055	35,195	33,865
Schroder Oriental Income Fund	25,100	40,956	68,021
Supermarket Income Reit PLC	35,000	38,154	44,275
Jupiter Asian Income Z Inc	44,809	67,084	73,334
Prudential PLC	1,275	6,796	14,459
Reckitt Benckiser Group	385	5,856	22,453
Compass Group	850	15,188	14,025
Victrex	700	14,020	12,810
Gemcap – AHFM Defined Returns Fund I GBP Inc	52,600	53,528	58,901
Jupiter UK Smaller Cos I GBP Acc	10,577	7,339	33,700
Wisdomtree Physical Gold GBP	550	61,220	76,692
Scottish Mortgage Investment Trust	5,500	291	56,430
Henderson Strategic Bond I Inc	37,049	50,652	49,794
TB Evelode Income D Inc	21,000	49,151	51,150
HSBC Holdings (USD)	2,975	20,498	15,631
Jupiter European Z Inc	900	14,047	27,257
Dodge & Cox Worldwide US Stock GBP Inc	3,100	35,437	90,334
Loomis Sayles US Equity Leaders Q GBP Acc	16,800	44,444	77,653
Hermes US Smid Equity Leaders L GBP	20,854	22,237	32,228
Fidelity Emerging Markets R GBP Acc	34,273	36,045	41,676
Schroder ISF Asian Total Return C GBP Inc	64	31,246	27,506
Baring Europe Select I GBP Inc	1,175	29,211	55,366
Astrazeneca	300	8,589	30,396
Twentyfour Absolute Return Credit AQNG GBP	520	53,389	52,102
Croda International	300	15,181	23,640
Barratt Developments	2,600	14,218	13,582

	Holding	Cost	Value
		£	£
Whitbread	390	3,703	11,142
Legal & General Group	7,560	7,924	20,563
Baillie Gifford Japanese W6 Inc	2,623	39,282	43,337
Unilever	350	3,739	12,093
Rio Tinto	450	8,314	27,365
Greencoat UK Wind IT	45,000	55,693	68,580
M&G UK Inflation Linked Corp Bond PP GBP Dis	45,000	46,899	47,052
Smurfit Kappa GRP (CDI)	450	18,196	15,359
Fidelity Global Dividend R Inc	60,000	59,106	60,360
Impax Environmental Markets	8,000	38,344	37,360
Cash Ledger Balance		39,040	39,040
		1,090,212	1,479,531

Accounting for the future.

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