

Shetland Health Board

Endowment Funds

Financial Statements

31 March 2023

Scottish Charity Number SC011513

Charity First Registered on 31 October 1922

The A9 Partnership Limited

Chartered Accountants & Registered Auditors
47 Commercial Road
Lerwick
Shetland
ZE1 0NJ

Table of Contents

Shetland Health Board Endowment Funds—Financial statements.....	1
Trustees' Report—Year ended 31 March 2023	1
Position of Each Fund as at 31 March 2023	8
Shetland Health Board Endowment Funds—Financial statements.....	16
Independent Auditor's Report to the Trustees—Year ended 31 March 2023.....	16
Statement of Financial Activities for year ended 31 March 2023	19
Balance Sheet as at 31 March 2023	21
Cash flow statement for year ended 31 March 2023.....	22
Notes to the financial statements—Year ended 31 March 2023	23
Appendix A—Individual Fund Accounts	33
Appendix B—Scheme of Delegation for Endowment Fund.....	35
Appendix C—Investments	37

Shetland Health Board Endowment Funds—Financial statements

Trustees' Report—Year ended 31 March 2023

• Reference and administration details

Charity name:	Shetland Health Board Endowment Funds
Charity No:	SC011513
Constitutional form:	Trust

• Trustees

Mr. L. Carroll [Chair]	Mr. J. Higgins [from 8 December 2022]
Mr. M. Bell [until 30 April 2022]	Mrs. K. Hubbard
Dr. K. Brightwell	Dr. S. Laidlaw
Mr. C. Campbell	Mr. B. McCulloch [from 6 June 2022]
Mrs. K. Carolan	Mrs. A. McDermott
Ms. N. Cornick	Ms. E. Macdonald [from 4 July 2022]
Mr. M. Dickson	Mr. C. Marsland
Mrs. L. Hall	Mr. G. Robinson
Ms. J. Haswell [until 4 May 2023]	Mr. I. Sandilands [until 5 June 2022]

The Chair is Mr. L. Carroll. The Vice Chair post remains open.

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 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

Bank of Scotland
117 Commercial Street
Lerwick
Shetland
ZE1 0DL

Investment Advisers

Evelyn Partners
25 Melville Street
Edinburgh
EH3 7PE

Auditors

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

Shetland Health Board Endowment Funds—Financial statements

Trustees' Report—Year ended 31 March 2023, contd.

Objectives and activities

• Charity's aim 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:

1. Improvement in the physical and mental health of the Board's population;
2. The prevention, diagnosis and treatment of illness;
3. The provision of services and facilities in connection to the above; and
4. 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 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 Board's 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 the [Shetland Health Board website](#).

• 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.

Shetland Health Board Endowment Funds—Financial statements

Trustees' Report—Year ended 31 March 2023, contd.

- **Uses to which Endowment Funds may be applied contd.**

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.

- **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 2022–23 all grants made were to NHS Shetland.

Achievements and Performance

- **Scan Shetland Can Shetland MRI Scanner Appeal**



During 2022–23 the appeal started the procurement process that was delegated to NHS Shetland to undertake. The outcome of that exercise was the award of the contract to Philips Medical Systems to provide both the MRI scanner and the bespoke building that will house the scanner. The service is expected to be in place and operational by mid-2024. Investment in training local Medical Imaging staff to use the MRI scanner has been on-going, with staff undertaking both academic and practical skills training to ensure the earliest possible start date once Philips Medical Systems complete the installation.

- **General Performance**

The Endowments Funds attracted donations of £11,802 during the financial year 2022–23. The Trustees would like to thank all those people and organisations that generously donated funds throughout the year. Donations are down on £195,566 received in 2021–22. The primary difference was a significant donation left in a will to support Cancer services.

These donations were spread around the various funds and are usually less than £1k.

In addition to donations received, the funds receive income from the investments held. In 2022–23 the total value of income received was £39,221. In 2021–22 investment income was £32,209.

Shetland Health Board Endowment Funds—Financial statements

Trustees' Report—Year ended 31 March 2023, contd.

- **General Performance contd.**

The Endowment Funds spent a total of £64,551, which represents a decrease of 1.6% from the amount spent in 2021–22, £65,576. The total amount of the expenditure that relates to overheads was £10,101. This represents 15.6% of the overall costs.

NHS Shetland incurs the cost of administering the charity. However, it does not make any overhead recharges to the Endowment Fund.

All other expenditure related directly to the aims and objectives of the charity: 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. As an approximate guide though, expenditure for the benefit of patients was around £20,166 (2021–22, £40,878) and for staff around £34,284 (2021–22, £12,912).

The funds held by the charity's overall balance has fallen from £3,073,409 at 31 March 2022 to £3,017,581 at 31 March 2023, a net decrease of £55,828. This is primarily due to the investment-held value being £42,300 less than a year ago.

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 17 May 2022 when the Endowment Fund's investment advisers Evelyn Partners attended the Trustees meeting to give a presentation and advice on investment strategy.

To ensure the Endowment Fund exists in perpetuity, a floor of at least £1m must be held by the General Fund.

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 falling below the £1 million floor ceiling.

As yet, the market is still impacted by this conflict, as well as other external economic factors beyond the Trustees ability to directly influence. However, based upon past trends the Trustees' view is that the market's reaction will self-correct as further information about the medium to longer-term impact of all these issues is available. The Trustees last discussed and agreed the value of the floor ceiling for the General Fund on 28 June 2022.

Shetland Health Board Endowment Funds—Financial statements

Trustees' Report—Year ended 31 March 2023, contd.

Risk Review contd.

The value of the fund at 31 March 2023 is now valued at £1,437,231. This is £42,300, or 2.9%, lower than it was at 31 March 2022. At 31 December 2021 prior to the conflict the fund value was £1,598,220.

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.

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 2022–23, the overall value of the charity's net assets decreased by £55,828, or 1.8%.

The charity's expenditure at £64,551 exceeded the income and donations total received of £51,023 by £13,528. The main movement is in the market value of the holdings on the stock market decreased by £42,300 at 31 March 2023 compared to 31 March 2022.

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:

1. The objects of the various funds;
2. The availability of liquid funds within each trust;
3. 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
4. That funds are to be spent rather than preserved, subject to the wishes of the donor and the needs of the Board.

Expenditure of any trust funds shall be conditional upon:

1. The item being within the terms of the appropriate trust; and

Shetland Health Board Endowment Funds—Financial statements

Trustees' Report—Year ended 31 March 2023, contd.

Standing financial instructions contd.

2. The approval of the Endowments Committee; or
3. 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.

- **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.

- **General Endowments Group 1 and Group 2**

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

- **Daniel Sinclair Trust—Hospital**

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

- **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.

- **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 revenue can be spent.

- **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.

Shetland Health Board Endowment Funds—Financial statements

Trustees' Report—Year ended 31 March 2023, contd.

Details of the Board's Endowment Funds contd.

- **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.

- **Diabetes**

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

- **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.

- **Brae Health Centre Garden Fund**

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

- **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 £1.65m to enable the establishment of an MRI Scanner in Shetland.

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.

- **Covid-19 NHS Charities Together Fund**

This fund was established in 2021–22 as a result of NHS Charities Together Covid-19 appeal donation. The use of these funds match the principles of NHS Charities Together Covid-19 appeal.

- **Covid-19 Fund Local Donations**

This fund was established in 2022–23 to distinguish the local donations in respect of Covid-19 pandemic separately from NHS Charities Together funds.

- **Position of Each Fund**

The following list of balances gives the position of each individual fund as at 31 March 2023. The table identifies the current market value of the original capital invested.

Shetland Health Board Endowment Funds

Position of Each Fund as at 31 March 2023

	2021-22				2022-23			
	Revaluation Reserve	Market Value of Investment in Stock Market	Revenue	Total	Revaluation Reserve	Market Value of Investment in Stock Market	Revenue	Total
	£	£	£	£	£	£	£	£
Specific Funds								
Gilbert Bain	(300)	28,080	213,426	241,506	(803)	27,277	211,734	239,011
Daniel Sinclair (Hospital)	(498)	46,673	2,826	49,499	(1,334)	45,339	3,971	49,310
Daniel Sinclair (Community)	(595)	55,726	12,171	67,897	(1,593)	54,133	13,554	67,687
Andrew Smith of Islesburgh House Travel Scholarship Fund	(816)	76,422	24,870	101,292	(2,185)	74,237	19,507	93,744

Shetland Health Board Endowment Funds

Position of Each Fund as at 31 March 2023, contd.

	2021-22				2022-23			
	Revaluation Reserve	Market Value of Investment in Stock Market	Revenue	Total	Revaluation Reserve	Market Value of Investment in Stock Market	Revenue	Total
	£	£	£	£	£	£	£	£
Specific Funds								
P. Scott-Goodlad Bequest	0	0	287	287	0	0	287	287
John Sinclair Memorial Fund	(1,001)	93,772	17,549	111,321	(2,681)	91,091	19,873	110,964
Community Nursing Fund	0	0	6,567	6,567	0	0	6,580	6,580
Staff Funds	0	0	7,670	7,670	0	0	8,015	8,015
Health Education	0	0	4,047	4,047	0	0	3,910	3,910
Marc Hutchison Fund	0	0	110	110	0	0	111	111

Shetland Health Board Endowment Funds

Position of Each Fund as at 31 March 2023, contd.

	2021-22				2022-23			
	Revaluation Reserve	Market Value of Investment in Stock Market	Revenue	Total	Revaluation Reserve	Market Value of Investment in Stock Market	Revenue	Total
	£	£	£	£	£	£	£	£
Specific Funds								
Diabetes Fund	0	0	8,318	8,318	0	0	8,334	8,334
Brae HC Garden Centre	0	0	933	933	0	0	935	935
Samual Mullay Fund	0	0	39	39	0	0	39	39
Sanctuary Fund	0	0	651	651	0	0	653	653
MRI Scanner	0	0	1,417,825	1,417,825	0	0	1,401,410	1,401,410
Covid-19 Funds Combined	0	0	57,911	57,911	0	0	0	0

Shetland Health Board Endowment Funds

Position of Each Fund as at 31 March 2023, contd.

	2021-22				2022-23			
	Revaluation Reserve	Market Value of Investment in Stock Market	Revenue	Total	Revaluation Reserve	Market Value of Investment in Stock Market	Revenue	Total
	£	£	£	£	£	£	£	£
Specific Funds								
Covid-19 NHS Charities	0	0	0	0	0	0	45,557	45,557
Covid-19 Local Fund	0	0	0	0	0	0	11,332	11,332
General Funds								
Board	(12,584)	1,178,858	(185,888)	992,970	(33,704)	1,145,154	(180,026)	965,128
NHS 70	0	0	4,566	4,566	0	0	4,574	4,574
Grand Total	(15,794)	1,479,531	1,593,878	3,073,409	(42,300)	1,437,231	1,580,350	3,017,581

Shetland Health Board Endowment Funds—Financial statements

Trustees' Report—Year ended 31 March 2023, contd.

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 improve. 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 28 June 2022. The Trustees agreed that the level of investments, including cash, should not fall below £1m. As noted earlier in the Trustees' report, at 31 March 2023 the overall value of the general, unrestricted funds is £969,702 which is slightly below the £1m floor. As noted, Trustees will monitor the value in the coming months and take appropriate actions to address the deficit.

At 31 March 2023 the charity held total funds valued at £3,017,581. Of this, a total restricted reserves are £2,047,879 and £969,702 in unrestricted reserves. Included within restricted reserves is a total of £1,401,410 relating to the MRI Scanner Appeal.

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 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.

In 2022–23 the charity did receive three donations at or above £1k, two relating to the MRI Scanner Appeal from the MRI Maakers. There were 17 donations above £1k in 2021–22.

Shetland Health Board Endowment Funds—Financial statements

Trustees' Report—Year ended 31 March 2023, contd.

Income, contd.

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 2022–23, total income was £51,023, which compared to £227,774 in 2021–22, a decrease of 77.6%. This was principally a result of the MRI Scanner appeal receiving fewer donations this year and no legacy donations being received. One legacy donation was received in 2021–22.

Expenditure

Regular payments out of the income are made in respect of Christmas expenditure, a small amount of hospitality, particularly for hospital visitors, 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 2022–23, total charitable activities of the fund was £58,409, which compared to £58,790 in 2021–22, a decrease of 0.6%.

The expenditure for investment management fees in 2022–23 totalled £6,143 compared with £6,786 in 2021–22.

The Audit Fee assumed in 2022–23 at £4,440.

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 of 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 £1m. As at 31 March 2023 the value of stock market investments was £1,437,231.

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.

Shetland Health Board Endowment Funds—Financial statements

Trustees' Report—Year ended 31 March 2023, contd.

Structure Governance and Management, contd.

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](#).

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.


Shetland Health Board Endowment Funds—Financial statements

Trustees' Report—Year ended 31 March 2023, contd.

Statement of Trustees' Responsibilities

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: 27 June 2023

Shetland Health Board Endowment Funds—Financial statements

Independent Auditor's Report to the Trustees—Year ended 31 March 2023

We have audited the financial statements of Shetland Health Board Endowment Funds for the year ended 31 March 2023 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 31 March 2023, and of its income and receipt of Endowments 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

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you, where:

- The Trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- The Trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity's ability to continue to adopt the going concern basis of accounting for a period of at least 12 months from the date when the financial statements are authorised for issue.

Shetland Health Board Endowment Funds—Financial statements

Independent Auditor's Report to the Trustees—Year ended 31 March 2023, contd.

Other information

The Trustees are responsible for the other information. The other information comprises the information included in the Trustees' report, other than the financial statements and our auditor's report thereon. 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.

In connection with our audit of the financial statements, 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 audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. 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, the Trustees are responsible for the preparation of financial statements which 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 relate 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—Financial statements

Independent Auditor's Report to the Trustees—Year ended 31 March 2023, contd.

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. Mis-statements 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.

A further description of our responsibilities for the audit of the financial statements is located on the [Financial Reporting Council website](#). 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: 5th October 2023

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 2023

		Unrestricted Funds	Restricted Funds	2023 Total Funds	2022 Total Funds
	Note	£	£	£	£
Income and Endowments from:					
Donations and legacies	2	0	11,802	11,802	195,565
Investment income	3	28,468	10,753	39,221	32,209
Total income and Endowments		28,468	22,555	51,023	227,774
Expenditure on:					
Raising funds:					
Investment management costs	4	6,143	0	6,143	6,786
Charitable activities	5	14,585	43,823	58,408	58,790
Total expenditure		20,728	43,823	64,551	65,576

Shetland Health Board Endowment Funds

Statement of Financial Activities for year ended 31 March 2023, contd.

		Unrestricted Funds	Restricted Funds	2023 Total Funds	2022 Total Funds
	Note	£	£	£	£
Net income/(expenditure) and net movement in funds before gains and losses on investments		7,740	(21,268)	(13,528)	162,198
<hr/>					
Net gains/(losses) on investments	6	(33,704)	(8,596)	(42,300)	(15,794)
Net income/(expenditure)		(25,964)	(29,864)	(55,828)	146,404
Transfers between funds		(1,870)	1,870	0	0
Net movements in funds		(27,834)	(27,994)	(55,828)	146,404
<hr/>					
Reconciliation of funds:					
Total funds brought forward		997,536	2,075,873	3,073,409	2,927,005
Total funds carried forward		969,702	2,047,879	3,017,581	3,073,409

The Statement of Financial Activities includes all gains and losses in the year. All incoming resources and resources expended derive from continuing activities.

Shetland Health Board Endowment Funds

Balance Sheet as at 31 March 2023

		2023		2022	
	Note	£	£	£	£
Fixed assets					
Investments	6		1,437,231		1,479,531
Current assets					
Debtors	7	9,807		12,980	
Cash at bank		1,583,270		1,616,354	
Total current assets		1,593,077		1,629,334	
Liabilities					
Creditors falling due within one year	8	12,727		35,456	
Net current assets			1,580,350		1,593,878
Total net assets			3,017,581		3,073,409
The funds of the charity					
Restricted Income Funds			2,047,879		2,075,873
Unrestricted Funds			969,702		997,536
Total charity funds	10		3,017,581		3,073,409

These accounts were approved by the Trustees on 27 June 2023 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 2023

Statement of cash flows	2022-23	2021-22
	£	£
Cash flows from operating activities:		
Net cash provided by (used in) operating activities	(36,588)	109,289
Cash flows from investing activities:		
Dividends, interest and rents from investments	39,221	32,209
Proceeds from sales of investments	99,526	323,152
Purchase of investments	(134,277)	(273,911)
Net cash provided by (used in) investing activities	4,470	81,450
Change in cash and cash equivalents in the reporting period	(32,118)	190,740
Cash and cash equivalents at the beginning of the reporting period	1,655,394	1,464,654
Cash and cash equivalents at the end of the reporting period	1,623,276	1,655,394

Shetland Health Board Endowment Funds

Notes to the financial statements—Year ended 31 March 2023

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**

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

Shetland Health Board Endowment Fund, celebrated 100 years of service on 31 October. The aims are 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 2023 is £1.4m. 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 seeks to maximise the performance of the portfolio, in-line with ethical guidelines. Recent performance as reflected in the Valuation Report to 31 March 2023 shows little reason for concern. However, Trustees are aware stock markets can be volatile and the investment value may fall in value.

We draw attention to the Trustees' Report on pages 1–15, 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 2022–23 Shetland Health Board Endowment Funds accounts.

- **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.

Shetland Health Board Endowment Funds

Notes to the financial statements—Year ended 31 March 2023, contd.

1. Accounting policies, contd.

- **Incoming Resources, contd.**

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.

- **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, 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, Health Education, Brae Health Centre Garden, and Covid-19 Funds.

Shetland Health Board Endowment Funds

Notes to the financial statements—Year ended 31 March 2023, contd.

1. Accounting policies, contd.

- **Funds, contd.**

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.

2. Donations and legacies

	Unrestricted Funds	Restricted Funds	2023 Total Funds	2022 Total Funds
	£	£	£	£
Donations	0	11,802	11,802	195,565
Total Donations	0	11,802	11,802	195,565

Donations were allocated as follows in the prior year: unrestricted income funds £940 and restricted income funds £194,625. There was a prior year unrestricted income adjustment in 2022–23 due to prior year Motor Neurone Disease donation transfer to restricted fund at Gilbert Bain Hospital. This is the cause of the transfer between funds on page 20.

Shetland Health Board Endowment Funds

Notes to the financial statements—Year ended 31 March 2023, contd.

3. Investment Income

	Unrestricted Funds	Restricted Funds	2023 Total Funds	2022 Total Funds
	£	£	£	£
Dividends and interest from investments	28,798	7,344	36,142	32,064
Bank interest received	(330)	3,409	3,079	145
Total Investment Income	28,468	10,753	39,221	32,209

Investment income was allocated as follows in the prior year: unrestricted income funds £25,541 and restricted income funds £6,668.

4. Investment management costs

	Unrestricted Funds	Restricted Funds	2023 Total Funds	2022 Total Funds
	£	£	£	£
Investment management fees	6,143	0	6,143	6,786
Total investment management fees	6,143	0	6,143	6,786

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 2023, contd.

5. Charitable activities

	Unrestricted Funds	Restricted Funds	2023 Total Funds	2022 Total Funds
	£	£	£	£
Equipment	0	3,833	3,833	25,370
Staff dance	0	0	0	0
Christmas expenditure	0	225	225	595
Fundraising	148	4	152	4,063
Hospitality	0	0	0	2,329
Health promotion	0	0	0	10,000
Insurance	0	338	338	0
Miscellaneous	20	15,936	15,956	850
Training	4,240	9,207	13,447	9,752
Travel	6,219	14,280	20,499	831
Support costs				
NHS Charities Together Membership Fee	0	0	0	0
Governance costs—audit fee	3,958	0	3,958	5,000
	14,585	43,823	58,408	58,790

Charitable activities were allocated as follows in the prior year: unrestricted income funds £8,214 and restricted income funds £50,576.

Shetland Health Board Endowment Funds

Notes to the financial statements—Year ended 31 March 2023, contd.

6. Fixed asset investments

	2023	2022
	£	£
Investments at market value	1,437,231	1,479,531
Total investments at market value	1,437,231	1,479,531
Movement in fixed asset listed investments		
Market value brought forward at 1 April 2022	1,479,531	
Add: additions to investments at cost	134,277	
Disposals at carrying value	(99,526)	
Net gain / (loss) on revaluation	(78,017)	
Increase in cash deposits	966	
Market value as at 31 March 2023	1,437,231	
Investments at fair value comprised:		
Cash held within the investment portfolio	40,006	
Listed investments	1,397,225	
	1,437,231	

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 2023, contd.

7. Debtors

	2023	2022
	£	£
Other debtors	3,140	6,210
Prepayments and accrued income	6,667	6,770
Total Debtors	9,807	12,980

In 2021–22 debtors was split restricted fund £8,323 and the balance £4,657 to the General Fund. In 2022–23 debtors was split restricted fund £5,114 and £4,693 to the General Fund.

8. Creditors

	2023	2022
	£	£
Other creditors	6,725	14,388
Accruals	6,002	21,068
Total Creditors	12,727	35,456

In 2021–22 this was split restricted fund £27,284 and the balance £8,172 to the General Fund. In 2022–23 this was split restricted fund £3,055 and £9,672 to the General Fund.

9. Related party transactions

The Shetland Health Board is the sole beneficiary of the charity.

At the year end the Shetland Health Board was due £6,725 (March 2022, £14,388) from the charity for items paid on the charity's behalf.

At the year end the Shetland Health Board owed the charity £3,140 (March 2022, £6,210) 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 2023, contd.

10. Statement of Funds

	Total Unrestricted Funds	Total Restricted Funds	Total Funds
	£	£	£
At 1 April 2022	997,536	2,075,873	3,073,409
Income	28,468	22,555	51,023
Expenditure	(20,728)	(43,823)	(64,551)
Gains/losses on investments	(33,704)	(8,596)	(42,300)
Transfer between funds	(1,870)	1,870	0
At 31 March 2023	969,702	2,047,879	3,017,581

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 Islesburgh Scholarship Fund, Marc Hutchison Fund, Daniel Sinclair Trust - Hospital, Daniel Sinclair Trust - Community, Peter Scott Goodlad Bequest, John Sinclair Memorial Fund, Diabetes Fund, Health Education, Brae Health Centre Garden and Covid-19 Funds.

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. The procurement of the MRI scanner though has now been completed and contract award to Philips Medical Systems. The service should be in place by mid-2024.

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.

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.

Shetland Health Board Endowment Funds

Notes to the financial statements—Year ended 31 March 2023, contd.

11. Analysis of net assets between funds

	Total Unrestricted Funds	Total Unrestricted Funds	Total Funds
	£	£	£
Fixed assets	1,145,154	292,077	1,437,231
Current assets	(165,448)	1,758,525	1,593,077
Current liabilities	(10,004)	(2,723)	(12,727)
Total net assets	969,702	2,047,879	3,017,581

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 (2021–22, £0). Likewise, no trustee received any expenses during the year (2021–22, £0).

14. Staff costs and emoluments

No salaries or wages have been paid to employees during the year (2021–22, £0). 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.

15. Financial instruments

Financial Assets measured at fair value through net income/expenditure amount to listed investments as disclosed in [Note Six](#), above.

Shetland Health Board Endowment Funds

Notes to the financial statements—Year ended 31 March 2023, contd.

16. Cash flow statement notes

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

	2023	2022
	£	£
Net income/(expenditure) for the reporting period (as per the statement of financial activities)	(55,828)	146,404
Adjustments for:		
Depreciation charges	0	0
(Gains)/losses on investments	78,017	(26,398)
Dividends, interest and rents from investments	(39,221)	(32,209)
(Increase)/decrease in debtors	3,173	113,333
Increase/(decrease) in creditors	(22,729)	(91,841)
Net cash provided by / (used in) operating activities	(36,588)	109,289

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

	2023	2022
	£	£
Cash in hand	1,583,270	1,616,354
Cash fund held in investment portfolio	40,006	39,040
Total cash and cash equivalents	1,623,276	1,655,394

Appendix A—Individual Fund Accounts

	General	Gilbert Bain Hospital	Daniel Sinclair Fund (H)	Daniel Sinclair Fund (C)	Andrew Smith Scholarship	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 Appeals	Total	
	£	£	£	£	£	£	£	£	£	£	£	£	£	£	£	£	£	£	£	
Opening 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	1,417,825	57,911	3,073,409	
Transfer agreed by Trust	(1,870)	1,870	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Investment	(33,704)	(803)	(1,334)	(1,593)	(2,185)	0	(2,681)	0	0	0	0	0	0	0	0	0	0	0	(42,300)	
Sub-Total	957,396	242,573	48,165	66,304	99,107	287	108,640	110	6,567	933	8,318	7,670	4,047	39	651	4,566	1,417,825	57,911	3,031,109	
Income																				
Investment Income	28,798	686	1,140	1,360	1,867	0	2,291	0	0	0	0	0	0	0	0	0	0	0	0	36,142
Bank Interest – BOS	(338)	415	5	23	47	0	33	1	13	2	16	5	7	0	2	8	2,730	110	3,079	
Donations	0	2,831	0	0	0	0	0	0	0	0	0	340	0	0	0	0	8,631	0	11,802	
Total Income	28,460	3,932	1,145	1,383	1,914	0	2,324	0	13	2	16	345	7	0	2	8	11,361	110	51,023	
Expenditure																				
Equipment etc.	0	3,689	0	0	0	0	0	0	0	0	0	0	144	0	0	0	0	0	0	3,833

Appendix A—Individual Fund Accounts, contd.

	General	Gilbert Bain Hospital	Daniel Sinclair Fund (H)	Daniel Sinclair Fund (C)	Andrew Smith Scholarship	Peter Scott Goodlad Bequest	John Sinclair Fund	Marc Hutchison Fund	Community Nursing	Brae HC Garden	Diabetes	Staff Funds	Health Education	Samuel Mulloy Fund	Sanctuary Fund	NHS 70	MRI Scanner	Covid-19 Appeal	Total	
	£	£	£	£	£	£	£	£	£	£	£	£	£	£	£	£	£	£	£	£
Travel	6,219	3,168	0	0	6,255	0	0	0	0	0	0	0	0	0	0	0	4,857	0	20,499	
Fundraising	148	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	4	0	152	
Christmas Expenditure	0	225	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	225	
Insurance	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	338	338	
Management Costs (Audit / investments)	10,101	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	10,101	
Training	4,240	412	0	0	1,022	0	0	0	0	0	0	0	0	0	0	0	7,773	0	13,447	
Miscellaneous	20	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	15,142	794	15,956	
Health Promotion	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Total Expenditure	20,728	7,494	0	0	7,277	0	0	0	0	0	0	0	144	0	0	0	27,776	1,132	64,551	
Closing Balance	965,128	239,011	49,310	67,687	93,744	287	110,964	111	6,580	935	8,334	8,015	3,910	39	653	4,574	1,401,410	56,889	3,017,581	

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 Community	A Smith Scholarship	John Sinclair	Community Nursing	Brae Garden fund	Health Education	Ward 3, Renas, 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	0	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	10,000	5,000	5,000	5,000	10,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	10,000
Director of Community Health and Social Care	0	0	0	5,000	2,000	0	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
Learning Development Manager (see note 1)	1,000	0	0	0	0	0	0	0	0	1,000	0	0	0	0	0	0	0	1,000
Elective services manager: Acute and Specialist Services	0	1,000	0	0	2,000	0	5,000	2,000	0	2,000	0	0	0	0	2,000	2,000	0	0
Chief Nurse Acute and Specialist Services.	0	1,000	0	0	2,000	0	0	2,000	0	2,000	0	0	0	0	2,000	2,000	0	0
Child Health Manager	0	0	0	0	0	0	0	0	0	0	2,000	0	0	0	0	0	2,000	0

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

The delegated limits of authority are available on-line at: <https://www.shb.scot.nhs.uk/board/endowmentfunding.asp>

Appendix C—Investments

	Holding	Cost	Value
	£	£	£
Baillie Gifford Global Discovery B Inc	2,055	35,195	24,597
Schroder Oriental Income Fund	25,100	40,955	64,883
Supermarket Income Reit Plc	35,000	38,154	30,310
Jupiter Asian Income Z Inc	44,809	67,084	71,789
Reckitt Benckiser Group	385	5,856	23,708
Compass Group	850	15,187	17,280
Victrex	700	14,020	11,151
Ahfm Defined Returns Fund I GBP Inc	52,600	53,528	59,443
Jupiter Uk Smaller Cos I GBP Acc	10,577	7,726	25,763
Wisdomtree Physical Gold GBP	450	50,089	67,613
Scottish Mortgage Investment Trust	5,500	291	37,323
Henderson Strategic Bond I Inc	37,049	50,652	43,533
Tb Evenlode Income D Inc	21,000	49,151	53,210
Hsbc Holdings (Usd)	2,975	20,498	16,354
Dodge & Cox Worldwide Us Stock GBP Inc	2,500	28,578	70,825
Loomis Sayles Us Equity Leaders Q GBP Acc	16,800	44,444	75,906
Federated Hermes Us Smid Eq L2 GBP Inc	2	22,237	32,234
Fidelity Emerging Markets R GBP Acc	1	36,528	37,015
Schroder Isf Asian Total Return C GBP Inc	404	31,246	25,797
Baring Europe Select I GBP Inc	46	29,211	53,615

Appendix C—Investments, contd.

	Holding	Cost	Value
	£	£	£
Astrazeneca	300	8,589	33,696
Twentyfour Absolute Return Credit GBP	520	53,389	49,630
Croda International	300	15,181	19,494
Barratt Developments	2,600	14,218	12,129
Legal & General Group	7,560	7,924	18,061
Baillie Gifford Japanese W6 Inc	2,623	39,282	40,399
Unilever	350	3,739	14,665
Rio Tinto	450	8,314	24,651
Greencoat Uk Wind It	35,000	43,316	54,880
M&G Uk Inflation Linked Corp Bond Pp GBP Dis	45,000	46,899	47,493
Smurfit Kappa Grp (Cdi)	450	18,196	13,167
Fidelity Global Dividend R Inc	72,000	71,308	73,800
Impax Environmental Markets	8,000	38,344	34,280
RWE	550	19,580	19,166
Schneider Electric	140	19,222	18,913
Vanguard Invs Srs Vanguard Us Govt Bd IDX GBP	420	37,388	37,908
Renewables Infrastructure Group	34,090	45,015	42,544
Sub –Total Investment Holding		1,130,534	1,397,225
Cash Ledger Balance			40,006
Total Portfolio Value			1,437,231

