

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2020
FOR
RANDS EDUCATIONAL FOUNDATION**

Wags LLP t/a Wagstaffs
Richmond House
Walkern Road
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Hertfordshire
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RANDS EDUCATIONAL FOUNDATION
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FOR THE YEAR ENDED 31ST DECEMBER 2020

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RANDS EDUCATIONAL FOUNDATION

**REFERENCE AND ADMINISTRATIVE DETAILS
FOR THE YEAR ENDED 31ST DECEMBER 2020**

TRUSTEES

P J Hurworth - Governor (Co-opted) - Chairman
J Carlyle - Governor (Co-opted) – Vice Chairman
J Hayes - Governor (Co-opted)
C Thurstance - Ickleford Parish Council
C Cropley - Holwell Parochial Church Council
M Cooper - Governor (Co-opted)
W Harris - Residents of Holwell
C P A Strong - North Hertfordshire District Council
R Gainsford – Holwell Parochial Church Council
J Barker - Governor (Co-opted)
C A Everett – Holwell Parish Council
N L Rowe – Pirton Parish Council
P Lazenby – Stondon Parish Council

PRINCIPAL ADDRESS

Suite 2, The Granary
Fairclough Hall Farm
Halls Green
Weston
Hertfordshire
SG4 7DP

REGISTERED CHARITY NUMBER

311022

INDEPENDENT EXAMINER

Wags LLP t/a Wagstaffs
Richmond House
Walkern Road
Stevenage
Hertfordshire
SG1 3QP

RANDS EDUCATIONAL FOUNDATION

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31ST DECEMBER 2020

The trustees present their report with the financial statements of the charity for the year ended 31st December 2020. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and activities for the public benefit

The Foundation's objects are to promote education (including social and physical training) of young persons under the age of 25 years who live in the Parishes of Holwell, Ickleford, and Stondon.

The Governors confirm that they have referred to the Charity Commission's guidance on public benefit when reviewing the Foundation's aims and objectives, in planning future activities. The foundation furthers its charitable purposes for the public benefit through the grants provided.

The principal aims of the Foundation are to support young persons in full time education from the age of 16-25 and when sufficient funds are available to support local voluntary groups providing recreational and social activities.

An annual grant is awarded to the three primary schools and the pre school groups in the residential area.

The grants awarded to full time students are based on a recognised scheme administered by the Clerk. The level of grant is reviewed periodically with an annual review of the take up. Students have to provide documentary evidence of their attendance on the course and end of year reports in order for a grant to be renewed.

Voluntary organisations are encouraged to submit applications on an annual basis.

The Governors have paid due regard to guidance issued by the Charity Commission in deciding what activities the foundation should undertake.

ACHIEVEMENT AND PERFORMANCE

Achievements and performance

During the year under review the Foundation provided grants to local institutions and individuals totalling £105,793 (2019: £103,265).

In addition to this it received rents from its investment properties, dividends from various quoted investments and interest from its cash funds held.

Rental income has decreased slightly from £102,119 to £100,832, whilst rental costs have also decreased from the previous year, from £30,377 to £29,435. Income from listed investments have increased from £58,852 to £60,364.

Overall the management of the investment portfolio performed in line with the market trend over the year.

RANDS EDUCATIONAL FOUNDATION

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST DECEMBER 2020**

FUTURE PLANS

The Foundation are continually reviewing the future requirement of funds in light of a growing population in the local area, continuous consideration is given to new housing developments in the area and the impact that may have on future grants. The Foundation will continue to carefully manage its investments and monitor its reserve requirements in the future to ensure that there is sufficient funds available for the Foundation to achieve its objectives.

The Local Plans for North Hertfordshire District Council and Central Bedfordshire Council has outlined a number of potential new houses to be built in the local area. The Foundation has taken a long term view and invested further funds in their investment portfolio. The resulting increase in investment income will be used to meet the anticipated increase in grant applications as a result of the increased local population.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The Foundation was established by the will of John Rand who died in 1706, but is now regulated by a charitable trust deed dated 8 August 1986.

The Governors (Trustees) meet three times a year with the annual meeting in May. All major policy decisions are taken by the Governors.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

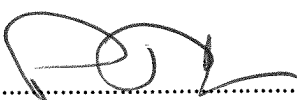
The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed 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, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. 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.

Approved by order of the board of trustees on 13 July 2021 and signed on its behalf by:


.....
PJ Hurworth - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
RANDS EDUCATIONAL FOUNDATION**

Independent examiner's report to the trustees of Rands Educational Foundation

I report to the charity trustees on my examination of the accounts of Rands Educational Foundation (the Trust) for the year ended 31st December 2020.

Responsibilities and basis of report

As the charity trustees of the Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Trust's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the Trust as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.



James Fox ACA
Wags LLP t/a Wagstaffs
Richmond House
Walkern Road
Stevenage
Hertfordshire
SG1 3QP

Date: 1st September 2021

RANDS EDUCATIONAL FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST DECEMBER 2020

		2020	2019
		Unrestricted	Total
		funds	funds
		£	£
INCOME AND ENDOWMENTS FROM	Notes		
Investment income	2	161,207	161,079
EXPENDITURE ON			
Charitable activities	3/4		
General grant		194,099	175,815
Net gains on investments		<u>57,823</u>	<u>622,646</u>
NET INCOME		24,931	607,910
RECONCILIATION OF FUNDS			
Total funds brought forward		5,677,436	5,069,526
		<hr/>	<hr/>
TOTAL FUNDS CARRIED FORWARD		<u>5,702,367</u>	<u>5,677,436</u>


The notes form part of these financial statements

RANDS EDUCATIONAL FOUNDATION

BALANCE SHEET
31ST DECEMBER 2020

	Notes	2020 Unrestricted funds £	2019 Total funds £
FIXED ASSETS			
Investments			
Investment property	8	3,495,000	3,495,000
Social investments	9	<u>2,078,800</u>	<u>2,104,356</u>
		5,573,800	5,599,356
CURRENT ASSETS			
Debtors	10	5,879	12,024
Cash at bank		<u>126,588</u>	<u>69,955</u>
		132,467	81,979
CREDITORS			
Amounts falling due within one year	11	<u>(3,900)</u>	<u>(3,899)</u>
		128,567	78,080
NET CURRENT ASSETS		<u>128,567</u>	<u>78,080</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>5,702,367</u>	<u>5,677,436</u>
NET ASSETS		<u>5,702,367</u>	<u>5,677,436</u>
FUNDS			
Unrestricted funds	12	<u>5,702,367</u>	<u>5,677,436</u>
TOTAL FUNDS		<u>5,702,367</u>	<u>5,677,436</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 13 July 2021 and were signed on its behalf by:


.....
PJ Hurworth - Trustee

The notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2020

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain assets.

Critical accounting judgements and key sources of estimation uncertainty

In the application of the Foundation's accounting policies, the governors are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

Incoming resources

Income is recognised when the Foundation is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably and it is probable that income will be received.

All income arising is from investment activities carried out in the United Kingdom.

Resources expended

Resources expended are included in the Statement of Financial Activities on an accruals basis.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Investment property

Investment property, which is property held to earn rentals and/or for capital appreciation, is initially measured at cost and subsequently measured using the fair value model and stated at its fair value at the reporting end date. The surplus or deficit on revaluation is recognised in net income/(expenditure) for the year.

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

RANDS EDUCATIONAL FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2020**

1. ACCOUNTING POLICIES - continued

Fund accounting

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Fixed asset investments

Fixed asset investments comprise of listed investments and are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Transaction costs are expensed as incurred. Changes in fair value are recognised in other recognised gains and losses except to the extent that a gain reverses a loss previously recognised in net income/(expenditure), or a loss exceeds the accumulated gains recognised in equity; such gains and loss are recognised in net income/(expenditure) for the year.

Financial instruments

The Foundation has elected to apply the provisions of Section 11 'Basic Financial Instruments' and section 12 'Other Financial Instruments Issues' of FRS 102 to all its financial instruments.

Financial instruments are recognised when the Foundation becomes party to the contractual provisions of the instrument.

Financial assets are offset, with the net amounts presented in the accounts when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

2. INVESTMENT INCOME

	2020	2019
	£	£
Rents received	100,832	102,119
Income from listed investments	60,364	58,852
Interest receivable	<u>11</u>	<u>108</u>
	<u>161,207</u>	<u>161,079</u>

RANDS EDUCATIONAL FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2020**

3. CHARITABLE ACTIVITIES COSTS

	2020	2019
	£	£
Repairs and maintenance	37,760	13,009
Insurance	5,468	5,465
Commissions	<u>10,081</u>	<u>11,903</u>
Property investment costs	53,309	30,377
Other investment management costs	<u>12,860</u>	<u>19,817</u>
Support and governance costs	<u>2,214</u>	<u>2,236</u>
Total investment management costs	<u><u>68,383</u></u>	<u><u>52,430</u></u>
	2020	2019
	£	£
Grants to institutions		
School facilities	16,870	16,975
Other organisations	<u>11,785</u>	<u>10,430</u>
	28,455	27,405
Grants to individuals	<u>77,338</u>	<u>75,860</u>
Total direct costs	<u>105,793</u>	<u>103,265</u>
Support and governance costs allocated	<u>19,923</u>	<u>20,120</u>
Total grant costs	<u><u>125,716</u></u>	<u><u>123,385</u></u>

RANDS EDUCATIONAL FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2020**

4. DIRECT COSTS OF CHARITABLE ACTIVITIES

	Grant making £	Investment management £	2020 £	2019 £
Management and administration	16,413	1,824	18,237	17,856
Accountancy	3,510	390	3,900	4,500
	19,923	2,214	22,137	22,356

The allocation of support and governance costs have been allocated to the Foundation's two charitable activities, being grant making and investment management on a 90%/10% basis respectively. This allocation has been made based on the volunteer time involved in the respective charitable activities.

5. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31st December 2020 nor for the year ended 31st December 2019.

Trustees' expenses

There were trustees' expenses paid for the year ended 31st December 2020 amounting to £92 (2019: £38).

6. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £
INCOME AND ENDOWMENTS FROM	
Investment income	161,079
EXPENDITURE ON	
Charitable activities	
General grant	175,815
Net gains on investments	622,646
NET INCOME	607,910
RECONCILIATION OF FUNDS	
Total funds brought forward	5,069,526

RANDS EDUCATIONAL FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2020**

6. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

Unrestricted
funds
£

TOTAL FUNDS CARRIED FORWARD

5,677,436

7. NET GAINS/(LOSSES) ON INVESTMENTS

	2020	2019
	£	£
Realised and unrealised gains / (losses) on investments	57,823	210,845
Gains / (losses) on disposal of investment property	<u> </u>	<u>391,801</u>
	<u>57,823</u>	<u>587,910</u>

8. INVESTMENT PROPERTY

	2020	2019
	£	£
1 & 2 Rands Cottages, Holwell Road, Holwell	300,000	300,000
3 Rands Cottages, Pirton Road, Holwell	300,000	300,000
4 - 6 Rands Cottages, Pirton Road, Holwell	430,000	430,000
New Rectory, Holwell	480,000	480,000
47 The Broadway, Mill Hill, London	575,000	575,000
49 The Broadway, Mill Hill, London	500,000	500,000
374 Brixton Road, London	800,000	800,000
Other property:		
Holwell Village Hall	60,000	60,000
John Rand Recreation Ground, Holwell	<u>50,000</u>	<u>50,000</u>
	<u>3,495,000</u>	<u>3,495,000</u>

Investment property comprises 12 properties situated in Hertfordshire and London. These properties have been revalued at tenanted market value as at 31 December 2018 by the Governors having taken advice from Rumball Sedgwick Chartered Surveyors. Types of occupancy range from statutory tenants to assured shorthold tenancies and as with some charities, the word rent was not mentioned as the Trustees accepted a contribution towards the overall costs by the occupiers. The properties will be restricted under the Rands Educational Foundation scheme and prevailing legislation as to the user and sale rights. The above is therefore prepared on the understanding these properties are unlikely to be sold and does not take into account the benefit of alternative use, particularly that of residential development subject to any changes in planning use. Accordingly the Governors consider that these values remain appropriate at the balance sheet date.

RANDS EDUCATIONAL FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2020

9. SOCIAL INVESTMENTS

Programme
related
investments
equity
£

Market value

At 1st January 2020

2,104,356

Additions

248,918

Disposals

(325,290)

Revaluations

50,816

At 31st December 2020

2,078,800

Net book value

At 31st December 2020

2,078,800

At 31st December 2019

2,104,356

10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

2020

2019

£

£

Other debtors

5,879

12,024

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

2020

2019

£

£

Other creditors

3,900

3,899

12. MOVEMENT IN FUNDS

	At 1.1.20 £	Net movement in funds £	At 31.12.20 £
Unrestricted funds			
General fund	2,959,421	24,931	2,984,352
Revaluation reserve	<u>2,718,015</u>	-	<u>2,718,015</u>
	<u>5,677,436</u>	<u>24,931</u>	<u>5,702,367</u>
TOTAL FUNDS	<u>5,677,436</u>	<u>24,931</u>	<u>5,702,367</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2020

12. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	161,207	(194,099)	57,823	24,931
TOTAL FUNDS	<u>161,207</u>	<u>(194,099)</u>	<u>57,823</u>	<u>24,931</u>

Comparatives for movement in funds

	At 1.1.19 £	Net movement in funds £	At 31.12.19 £
Unrestricted funds			
General fund	2,351,511	607,910	2,959,421
Revaluation reserve	<u>2,718,015</u>	-	<u>2,718,015</u>
	<u>5,069,526</u>	<u>607,910</u>	<u>5,677,436</u>
TOTAL FUNDS	<u>5,069,526</u>	<u>607,910</u>	<u>5,677,436</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	161,079	(175,815)	622,646	607,910
TOTAL FUNDS	<u>161,079</u>	<u>(175,815)</u>	<u>622,646</u>	<u>607,910</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2020**

13. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31st December 2020 nor for the year ended 31st December 2019.

RANDS EDUCATIONAL FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2020

NET RENTS SCHEDULE	2020		2019	
	£	£	£	£
Income				
Rents and charges received		100,835		102,119
Property outgoings				
Repairs & Maintenance	37,760		13,009	
Insurance	5,468		5,465	
Commissions	10,081		11,903	
		53,309		30,377
		47,526		71,742

RANDS EDUCATIONAL FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2020**

NET RENTS ANALYSIS

	Rands Cottages £	Meadow View £	The Broadway £	Brixton Road £	Total £
Income					
Rents and charges received	28,793	14,400	56,392	1,250	100,835
Expenses					
Repairs & Maintenance	12,073	934	24,753		37,760
Insurance	1,473	742	3,222	31	5,468
Commissions	3,455	1,728	4,832	66	10,081
	<u>17,001</u>	<u>3,404</u>	<u>32,807</u>	<u>97</u>	<u>53,309</u>
Surplus 2020	<u>11,792</u>	<u>10,996</u>	<u>23,584</u>	<u>1,153</u>	<u>47,526</u>
Surplus 2019	<u>10,015</u>	<u>11,406</u>	<u>49,857</u>	<u>463</u>	<u>71,741</u>