

# Committee on the Jean F. Watson Bequest

10am, Friday, 30 November 2018

## Jean F. Watson Financial Statement 2017/18

Item number

Report number

Executive/routine

Wards

Council Commitments

### Executive Summary

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This report provides an update on the financial position of the Miss Jean Fletcher Watson Charitable Trust (SC018971) since the last Committee meeting on 29 April 2016.

## Jean F. Watson Financial Statement 2017/18

### 1. Recommendations

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- 1.1 Members of the Committee on the Jean F. Watson Bequest are asked to:
  - 1.1.1 Note the contents of this report.

### 2. Background

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- 2.1 The purpose of this report is to update the Committee with the financial position of the Miss Jean Fletcher Watson Charitable Trust (SC018971).
- 2.2 The Committee last met on 29 April 2016 when a financial statement was included which provided an expected out-turn position for the 2015/16 financial year.
- 2.3 The City of Edinburgh Council Charitable Trusts Audited Trustee's Annual Report and Accounts for 2015/16 was approved by Finance and Resources Committee on 29 September 2016 and submitted to OSCR in October 2016.
- 2.4 The City of Edinburgh Council Charitable Trusts Audited Trustee's Annual Report and Accounts for 2016/17 was approved by Finance and Resources Committee on 28 September 2017 and submitted to OSCR in October 2017.

### 3. Main report

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- 3.1 Appendix 1 of this report provides an update on the 2016/17 financial position of the Trust as well as providing a forecast for the 2017/18 financial year.
- 3.2 Appendix 1 shows that the funds available at the start of the 2017/18 financial year were £88,918 and that is forecast to grow to £119,994 by the end of the 2017/18 financial year. This is subject to investment income remaining stable for the final quarter of the financial year and no purchases of art being completed within the financial year.
- 3.3 The value of the investments held by the Trust as at 31 March 2017 was £913,899 and the value of the artwork was recorded as £5,274,624.

### 4. Measures of success

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- 4.1 The Jean Fletcher Watson Charitable Trust continues to serve its purpose and purchase works of art by artists who have connections with the city of Edinburgh.

## **5. Financial impact**

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- 5.1 There is no direct financial impact arising from the contents of this report but it sets out the financial position of the Miss Jean Fletcher Watson Charitable Trust.

## **6. Risk, policy, compliance and governance impact**

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- 6.1 Not applicable.

## **7. Equalities impact**

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- 7.1 Not applicable.

## **8. Sustainability impact**

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- 8.1 Not applicable.

## **9. Consultation and engagement**

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- 9.1 Not applicable.

## **10. Background reading/external references**

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- 10.1 [‘Financial Statement’](#), Committee on the Jean F Watson Bequest, 29 April 2016
- 10.2 [‘Charitable Trusts Reserves Policy’](#), Finance and Resources Committee, 17 March 2016
- 10.3 [‘The City of Edinburgh Council Charitable Trusts – Report to those charged with Governance on the 2015/16 Audit’](#), Finance and Resources Committee, 29 September 2016
- 10.4 [‘The City of Edinburgh Council Charitable Trusts – Report to those charged with Governance on the 2016/17 Audit’](#), Finance and Resources Committee, 28 September 2017
- 10.5 [‘Miss Jean Fletcher Watson Bequest’](#), OSCR Website
- 10.6 [‘Guidance and good practice for Charity Trustees’](#), OSCR Website

**Stephen S. Moir**

Executive Director of Resources

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## **11. Appendices**

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Appendix 1 – Jean F. Watson Committee Financial Statement 2017/18

**Jean F. Watson Bequest Accounts to 2017/18****Appendix 1**

	£	£	Notes
<b>Funds Available as at 1 April 2016</b>		<b>83,894</b>	<b>1</b>
Income from Investments 2016/17		<u><b>32,822</b></u>	<b>2</b>
Acquisitions 2016/17	(39,164)		<b>3</b>
<b>Less: Grants Received 2016/17</b>	<u>14,500</u>		<b>4</b>
Net Acquisitions 2016/17		<u><b>(24,664)</b></u>	
Investment Advice 2016/17	(1,825)		
Governance Costs 2016/17	<u>(1,310)</u>		
		<u><b>(3,134)</b></u>	<b>5</b>
<b>Funds Available as at 1 April 2017</b>		<u><b>88,918</b></u>	<b>6</b>
Forecast Income from Investments 2017/18		35,176	<b>7</b>
Forecast Governance Costs 2017/18	<u>(4,100)</u>		
		(4,100)	<b>8</b>
<b>Forecast Funds Available as at 1 April 2018</b>		<u><b>119,994</b></u>	<b>9</b>

**Notes :**

- 1 £83,894 is the accumulated surplus carried forward from previous years. This differs slightly to what was reported [here](#) as these figures were reported before the accounts for 2015/16 had closed.
- 2 £32,822 is the income from interest on investments held with CCLA and M&G, as well as a small amount from the bank account for 2016/17.
- 3 The only acquisition in 2016/17 was the work "Moon" by Alison Watt, [approved by the Committee](#) on 29 April 2016.
- 4 A grant award of £9,500 towards the above purchase was received from the National Fund for Acquisitions administered by the National Museums of Scotland and £5,000 was received from Friends of City Art Centre. The net cost of the work was therefore £24,664.
- 5 An allocation of one-off investment advice for £1,825 in 2016/17 [resulted in an investment in the COIF Charities Investment Fund managed by CCLA](#). Central support charges were £1,310 relating to an allocation for audit of the accounts and other support charges.
- 6 As a result, the funds available as at 1 April 2017 were £88,918.
- 7 The forecast income from investments in 2017/18, subject to market conditions, is £35,176.
- 8 The forecast governance costs (audit fee and central support costs) are £4,100 for 2017/18.
- 9 As a result, the forecast funds available as at 1 April 2018 are £119,994. This is subject to change based on timing of purchases of new artwork.
- 10 The value of the investments held by the Trust as at 31 March 2017 was £913,899. The value of the artwork was recorded as £5,274,624.
- 11 The 2016/17 Audited Accounts were approved by Finance and Resources Committee on [28 September 2017](#).