

**COMMON GOOD FUNDS**

**AND**

**TRUST FUNDS ACCOUNTS**

# PENSION FUND

## INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 MARCH 2006

Common Good Funds £'000	2004/05 Educational Trust Funds £'000	Other Funds £'000		Common Good Funds £'000	2005/06 Educational Trust Funds £'000	Other Funds £'000
1,903	131	144	Income	1,833	135	150
1,760	69	40	Expenditure	1,799	78	178
143	62	104	<b>Surplus/(deficit)</b>	<b>34</b>	<b>57</b>	<b>(28)</b>

## BALANCE SHEET AS AT 31 MARCH 2006

Common Good Funds £'000	2004/05 Educational Trust Funds £'000	Other Funds £'000		Common Good Funds £'000	2005/06 Educational Trust Funds £'000	Other Funds £'000
741	-	-	Fixed Assets	741	-	-
2,511	-	-	Heritable Property	15,232	-	-
3,883	172	994	Investments at Cost	4,029	172	1,019
7,135	172	994		<b>20,002</b>	<b>172</b>	<b>1,019</b>
			<b>Current Assets</b>			
1,421	1,975	1,014	Loans Fund Deposit	1,616	2,038	979
86	-	23	Sundry Debtors	2	-	24
1,507	1,975	1,037		<b>1,618</b>	<b>2,038</b>	<b>1,003</b>
			<b>Less Current Liabilities</b>			
52	-	6	Sundry Creditors	54	5	-
8	-	-	Loans	3	-	-
60	-	6		<b>57</b>	<b>5</b>	<b>1,003</b>
1,447	1,975	1,031	<b>Net Current Assets</b>	<b>1,561</b>	<b>2,033</b>	<b>1,003</b>
8,582	2,147	2,025	<b>Net Assets</b>	<b>21,563</b>	<b>2,205</b>	<b>2,022</b>
			<b>Financed by:</b>			
-	-	-	Fixed asset restatement account	12,721		
1,699	1,851	605	Capital Balances	1,924	1,852	630
6,883	296	1,420	Revenue Balances	6,918	353	1,392
8,582	2,147	2,025		<b>21,563</b>	<b>2,205</b>	<b>2,022</b>

# PENSION FUND

## NOTES TO THE ACCOUNTS

### 1 Common Good Funds

- (a) The Council administers 8 Common Good Funds which are for the benefit of the residents of the specific former burghs.
- (b) As at the 31 March 2006 the balances held, the cost and value of investments and current cost of fixed assets for each Common Good are as follows. The value of the fixed assets disclosed in the Balance Sheet as at the 31 March 2006 are at current cost which is a change in accounting policy from previous years when fixed assets were disclosed at historic cost. The excess of valuation of cost has been credited to the fixed asset restatement account in 2005/06.

As at 31 March 2005				As at 31 March 2006			
Balances Held	Investments Cost	Investments Value	Fixed Assets	Balances Held	Investments Cost	Investments Value	Fixed Assets
£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000
6,894	3,877	4,934	15,232	7,084	4,023	6,073	15,232
744	-	-	-	734	-	-	-
431	6	6	-	493	6	6	-
161	-	-	-	182	-	-	-
151	-	-	-	149	-	-	-
120	-	-	-	119	-	-	-
32	-	-	-	28	-	-	-
49	-	-	-	52	-	-	-
<b>8,582</b>	<b>3,883</b>	<b>4,940</b>	<b>15,232</b>	<b>8,841</b>	<b>4,029</b>	<b>6,079</b>	<b>15,232</b>

### (c) Fixed Asset Valuations

John Clarke (MRICS), Head of Property, Property and Architectural Services, Highland Council carried out the asset valuations in accordance with the Appraisal and Valuation manual of the Royal Institute of Chartered Surveyors. The effective date of the valuations is as at 1 April 2001, the next valuation will take place as at 1 April 2006.

### (d) Investment in Related Company

Tain Common Good Fund has an interest in Highland Fresh Mussels Ltd, a Company Limited by Guarantee which operates and manages the Tain Mussel Fishery. The liability of the Common Good Fund is limited to £1. The latest available audited results of the company were as follows:

2004		2005	
£162,970	Net assets as at 31 March	£224,270	
£105,329	Profit before tax – Year ended 31 March	£76,066	
£86,019	Profit after tax – year ended 31 March	£61,300	

Company accounts are available on request from the Company Secretary, c/o Highland Council, Glenurquhart Road, Inverness, IV3 5NX

## PENSION FUND

### (e) Inverness Common Good - Investments

The Inverness Common Good Fund has holdings, managed by a fund manager, in various types of investments as detailed below:-

As at 31 March 2005				As at 31 March 2006		
Units Held				Units Held		
No.	Cost	Value		No.	Cost	Value
000	£'000	£'000		000	£'000	£'000
512	509	530	United Kingdom Fixed Interest	512	510	535
45	107	111	United Kingdom Index Linked	45	107	116
553	1,650	2,308	United Kingdom Equities	617	1,693	2,865
26	292	339	North America Equities	28	345	528
71	244	302	Continental Europe Equities	71	245	406
89	130	144	Japan Equities	89	130	210
226	149	345	Far East Equities	152	133	359
56	76	118	Emerging Markets Equities	58	135	276
122	121	146	United Kingdom Alternative	122	121	177
1	100	92	Other International Equities	1	100	97
-	499	499	United Kingdom Cash	-	504	504
<b>1,701</b>	<b>3,877</b>	<b>4,934</b>	<b>Total</b>	<b>1,695</b>	<b>4,023</b>	<b>6,073</b>

### 2. Educational Trust Funds

(a) The Council administers 47 Educational Trust funds which are for the benefit of the pupils educated within the various schools or specific areas.

(b) As at the 31 March 2006 the balances held, the cost and value of investments are as follows.

As at 31 March 2005				As at 31 March 2006		
Balances	Investments			Balances	Investments	
Held	Cost	Value		Held	Cost	Value
£'000	£'000	£'000		£'000	£'000	£'000
383	38	407	Ross & Cromarty Educational Trust	398	38	613
228	46	235	Inverness Royal Academy Educational Trust	226	46	300
193	52	230	Inverness-shire Educational Trust	180	52	389
760	-	-	Duncraig Endowment	797	-	-
106	29	25	Caithness Educational Trust	114	29	28
103	-	8	Sutherland Educational Trust	104	-	-
110	-	-	Manson Bequest – Keiss	114	-	-
107	-	-	Manson Bequest – Nairn and Ardclach	111	-	-
21	-	1	George Kerr Bequest	20	-	-
33	-	-	Howard Doris Fund (Gairloch High School)	35	-	-
30	-	-	Howard Doris Fund (Plockton High School)	30	-	-
15	-	-	Miss B G Angus Executory	15	-	-
58	7	7	Other Educational Trusts	61	7	13
<b>2,147</b>	<b>172</b>	<b>913</b>	<b>Total</b>	<b>2,205</b>	<b>172</b>	<b>1,343</b>