

CHARITY NUMBER 1055846

**CORFE CASTLE CHARITY**  
**TRUSTEES' REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2022**

**FLETCHER & PARTNERS**  
**CHARTERED ACCOUNTANTS**  
**SALISBURY**

## **CORFE CASTLE CHARITY**

### **CONTENTS**

	Page
<b>Reference and administrative details of the Charity, its Trustees and advisers</b>	1
<b>Trustees' report</b>	2 - 3
<b>Independent auditor's report</b>	4 - 6
<b>Statement of financial activities</b>	7
<b>Balance sheet</b>	8
<b>Notes to the financial statements</b>	9 - 19
The following pages do not form part of the statutory accounts:	
<b>Detailed income and expenditure account</b>	20

## **CORFE CASTLE CHARITY**

### **REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS for the year ended 31 March 2022**

#### **Trustees**

Mrs K Anson (co-opted)

Mr K Batchelor (co-opted)

Mrs K Bennett (nominated)

Mr M J A Bond (nominated)

Mr J Coverdale, Chairman (co-opted)

Mr N Dragon (nominated)

Rev I Jackson (ex-officio)

Mr J Phillips (nominated)

from March 2022

Mrs G M Sellen (co-opted)

Mr R Swaine (nominated)

deceased Dec 2021

**Charlty registered number 1055846**

#### **Principial office**

2 Battlemead, Corfe Castle, Wareham, BH20 5ER

#### **Clerk to the Trustees**

Mrs A Meaker

#### **Property Managers**

Mr B Rowlatt

East Boro Housing Trust, Faulkner House, 31 West Street, Wimborne, Dorset, BH21 1JS

Leaders, Beckett House, 6 Littlehampton Road, Worthing, West Sussex, BN13 1QE

#### **Auditor**

Fletcher & Partners, Crown Chambers, Bridge Street, Salisbury, SP1 2LZ

#### **Bankers**

Lloyds Bank plc, Wareham, 3 South Street, Wareham, Dorset, BH20 4LX

#### **Investment Managers**

CCLA, Senator House, 85 Queen Victoria Street, London, EC4V 4ET

#### **Sollcitors**

Laceys Solicitors LLP, 5 Poole Road, Bournemouth, Dorset, BH2 5QL

#### **Chartered Surveyors**

Carter Jonas, Ailesbury Court, 3rd Floor, High Street, Marlborough, SN8 1AA

Sibbett Gregory, 3 Winchester Place, North Street, Poole BH15 1NX

## CORFE CASTLE CHARITY

### TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2022

The Trustees submit their annual report and the financial statements of Corfe Castle Charity (the Charity) for the year ended 31 March 2022. The financial statements have been prepared in accordance with the accounting policies set out on pages 9 to 11 and comply with the Charity Commission Order, the Charities Act 2011 and the 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 (effective 1 January 2019) (Charities SORP FRS102) and the Financial Reporting Standard applicable in the UK and Republic of Ireland published in March 2018 (FRS102).

The Charity comprises the following permanent charitable trusts: The Charities of Robert Abbott, The Church Lands Charity, The Charity of Henry Dackombe (otherwise the Church Merrifield Charity), The Green's Acre Charity, The Charity of John Harden, The Charity of Sir Edmund Uvedale, The Woolgarston Lands Charity, The Charity known as The Almshouses, The Charity of Alice Augusta Gertrude Sotheran, The Charles Memorial Fund and The Hubbard Fund.

#### **Constitution policies, objectives and activities**

The Charity is constituted under a Charity Commission Scheme dated 15 February 1995 as amended by further schemes dated 30 March 2006 and 23 April 2018, and is a registered charity, number 1055846.

The principal objects of the Charity are to provide and maintain almshouse and affordable accommodation for the poor and needy people resident in the Parish of Corfe Castle, to provide relief to those in need, and to use surplus funds to support other charitable purposes in the Parish.

The Charity provides 16 units of almshouse accommodation and 15 units of affordable housing and makes grants to individuals and institutions within the Parish. The Charity also holds other properties and land which it lets on a commercial basis to provide additional funds to the Charity.

#### **Organisational structure and decision making**

The Charity is administered by a board of nine Trustees who meet on a monthly basis. The Trustees oversee the operation of the Charity's almshouses and social housing, approve all grants, and manage the Charity's assets.

The Charity's Trustees monitor the Charity's financial position through regular comparison of expenditure to budget, and the periodic review of investments.

The day to day operations of the Charity are carried out by the Clerk to the Trustees who oversees the many aspects of the running of the Charity, and the Property Manager who oversees the maintenance and upkeep of the charity's properties on behalf of the Trustees.

#### **Method of appointment or election of Trustees**

The Trustees comprise one ex-officio Trustee, four nominated Trustees and four co-opted Trustees.

The ex-officio Trustee is the Incumbent/Priest in Charge of the Parish of St Edward King and Martyr, Corfe Castle.

The nominated Trustees are appointed by Corfe Castle Parish Council for a term of four years.

The co-opted Trustees are selected and appointed by the body of Trustees for a term of five years. New trustees are trained by the Chairman and Clerk.

Key management personnel remuneration for the Clerk and Property Manager is reviewed by the trustees annually and normally increases in line with the Consumer Prices Index.

#### **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).

The law applicable to charities in England and Wales 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 then apply them consistently;
- observe the methods and principles in the applicable Charities SORP;
- make judgments 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 assume that the charity will continue in operation.

## CORFE CASTLE CHARITY

### TRUSTEES' REPORT (continued) FOR THE YEAR ENDED 31 MARCH 2022

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 Act 2011. 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.

#### Reserves policy

The Trustees recognise their responsibility to utilise income as it is earned and not generate unnecessary reserves, but consider it necessary to retain sufficient funds to ensure that they are able to undertake their planned charitable activities and maintain the standard of the Charity's social housing.

The Trustees have a long term objective of acquiring property in the village which could be let as housing at affordable rents, which requires them to hold funds available to purchase suitable properties when they become available. At the year end the free reserves, excluding those invested in property, were a total of £752,298.

#### Risk management

The Trustees have assessed the major risks to which the Charity is exposed, in particular those related to the operations and finances of the Charity, and are satisfied that systems are in place to mitigate their exposure. The principal risks are in the performance of investments and operational risks from owning property and making effective grants and loans.

#### Investment policy and performance

The Trustees are required to invest all sums not needed for immediate working purposes by the Scheme. The Trustees have apportioned the investments between quoted investments and deposit accounts, to reflect their potential need for funds at short notice. The Trustees have a medium to low risk attitude and the return to the Charity is managed by investing in COIF Charities Investment Fund units, providing a mixture of capital appreciation and income growth. The market risk is mitigated by investment in professionally managed common investment funds operated by CCLA Investment Management.

#### Grant making policies

To achieve its objects for the public benefit, the Charity invites both organisations and needy individuals within the parish to apply for grants or loans. These can be for higher educational courses, meeting the needs of the disabled, sick and elderly as well as to mitigate hardship or distress.

#### Public Benefit

The Trustees confirm that they have complied with the duty in section 17(5) of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission. The Charity meets its public benefit remit by providing accommodation and financial assistance to needy persons and institutions within the Parish.

#### Review of activities and financial review

The Charity had incoming resources for the year of £302,553 (2021: £282,673 as restated).

The Trustees have continued to respond to cases of hardship within the community with grants and interest-free loans and have received numerous expressions of thanks from individuals whom they have helped during the year. The Charity made grants of £29,533 (2021: £24,921) and spent £97,098 (2021: £91,955) in providing both sheltered and reasonably priced housing. This excludes staff costs, depreciation and support costs. The total of charitable expenditure including these costs was £223,422 (2021: £209,909 as restated). The Charity had net income for the year of £50,723 (2021: net income £56,301 as restated) before other recognised gains and losses.

Investments increased in value by £62,795 for the year (2021: increase of £118,042). Investment properties decreased in value by £455,172 (2021: increase £60,270).

At the year end, the Charity had total funds of £4,361,549 (2021: £4,703,203 as restated) of which £1,547,638 were endowed funds, £1,008,255 were designated funds and £1,805,656 were in general funds.

This report was approved by the Trustees on 14th November 2022 and signed on their behalf, by:



Mr J Coverdale  
Chairman

## **CORFE CASTLE CHARITY**

### **INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF CORFE CASTLE CHARITY FOR THE YEAR ENDED 31 MARCH 2022**

#### **Opinion**

We have audited the financial statements of Corfe Castle Charity (the "Charity") for the year ended 31 March 2022 which comprise the Statement of Financial Activities, Balance Sheet and notes to the financial statements, set out on pages 9 to 19, 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:

- (i) give a true and fair view of the state of the Charity's affairs as at 31 March 2022 and of its incoming resources and application of resources for the year then ended;
- (ii) have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- (iii) have been prepared in accordance with the requirements of the Charities Act 2011.

#### **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 the provisions available for small entities, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Conclusions relating to going concern**

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

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

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

#### **Other Information**

The trustees are responsible for the other information contained in the annual report. The other information comprises the information included in the Trustees' Annual 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.

## **CORFE CASTLE CHARITY**

### **INDEPENDENT AUDITOR'S REPORT (continued) TO THE TRUSTEES OF CORFE CASTLE CHARITY FOR THE YEAR ENDED 31 MARCH 2022**

#### **Other information (continued)**

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 inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to 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**

In the light of the knowledge and understanding of the Charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Annual Report.

We have nothing to report in respect of the following matters in relation to which the Charities Act 2011 requires us to report to you if, in our opinion:

- (i) the information given in the trustees' report is inconsistent in any material respect with the financial statements; or
- (ii) sufficient accounting records have not been kept; or
- (iii) the financial statements are not in agreement with the accounting records and returns; or
- (iv) we have not received all the information and explanations we require for our audit.

#### **Responsibilities of the trustees**

As explained more fully in the trustees' responsibilities statement set out on page 2, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

#### **Auditor's responsibilities for the audit of the financial statements**

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Fletcher & Partners is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below:

## CORFE CASTLE CHARITY

### INDEPENDENT AUDITOR'S REPORT (continued) TO THE TRUSTEES OF CORFE CASTLE CHARITY FOR THE YEAR ENDED 31 MARCH 2022

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

We ensured that the engagement team collectively had the appropriate competence and capabilities to recognise non-compliance with applicable laws and regulations;

We identified the laws applicable to the charity through discussions with trustees and management, and from our knowledge and experience of the charity and the sector; and

We ensured that the laws and regulations which we identified were communicated to the engagement team and that they remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the charity's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of management as to their assessment of the risk of fraud and their knowledge of actual or alleged fraud; and
- considering the effectiveness of internal controls to mitigate the risks of fraud and non-compliance with laws and regulations.

We addressed the risk of fraud through management bias and the over-ride of controls by assessing whether judgements and assumptions made by management were indicative of potential bias and by investigating the rationale behind significant or unusual transactions. In order to address the risk of irregularities we carried out procedures which included agreeing the financial statements to underlying documentation and enquiring of management as to actual and potential litigation and instances of non-compliance.

There are however inherent limitations in these audit procedures. The more removed that laws and regulations are from financial transactions, the less likely it is that we would be aware of non-compliance. Auditing standards also limit the procedures required to identify non-compliance to enquiry of management and inspection of relevant correspondence. Furthermore misstatements due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

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

#### Use of our report

This report is made solely to the Charity's trustees, as a body, in accordance with section 144 of the Charities Act 2011 and the regulations made under section 154 of that Act. 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 auditors 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's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

*Fletcher & Partners*

Fletcher & Partners (Chartered Accountants and Statutory Auditor)  
Crown Chambers  
Bridge Street  
Salisbury  
SP1 2LZ

*23 November 2022*

**CORFE CASTLE CHARITY**

**STATEMENT OF FINANCIAL ACTIVITIES  
FOR THE YEAR ENDED 31 MARCH 2022**

	Note	Unrestricted Funds £	Endowment Funds £	Total Funds 2022 £	Total Funds as restated 2021 £
<b>INCOME FROM:</b>					
Donations and legacies	2	300	-	300	300
Investments	3	119,647	-	119,647	104,610
Charitable activities	4	182,556	-	182,556	177,763
Other	5	50	-	50	-
<b>TOTAL INCOME</b>		<u>302,553</u>	<u>-</u>	<u>302,553</u>	<u>282,673</u>
<b>EXPENDITURE ON:</b>					
Raising funds	6	28,408	-	28,408	16,463
Charitable activities	7	221,012	2,410	223,422	209,909
<b>TOTAL EXPENDITURE</b>		<u>249,420</u>	<u>2,410</u>	<u>251,830</u>	<u>226,372</u>
<b>NET INCOME / (EXPENDITURE)</b>		53,133	(2,410)	50,723	56,301
<b>NET GAINS/(LOSSES) ON INVESTMENTS</b>					
Unrealised Gains and losses on revaluation of					
Investment properties	13	(285,388)	(169,784)	(455,172)	60,270
Investments	14	47,851	14,944	62,795	118,042
<b>TOTAL GAINS/(LOSSES) ON INVESTMENTS</b>		<u>(237,537)</u>	<u>(154,840)</u>	<u>(392,377)</u>	<u>178,312</u>
<b>NET MOVEMENT IN FUNDS FOR THE YEAR</b>		(184,404)	(157,250)	(341,654)	234,613
Total funds at 1 April 2021 (as restated)	24	2,998,315	1,704,888	4,703,203	4,468,590
<b>TOTAL FUNDS AT 31 MARCH 2022</b>	18	<u>£2,813,911</u>	<u>£1,547,638</u>	<u>£4,361,549</u>	<u>£4,703,203</u>

The notes on pages 9 to 19 form part of these accounts.

# CORFE CASTLE CHARITY

## BALANCE SHEET AS AT 31 MARCH 2022

	Note	£	2022 £	£	2021 as restated £
<b>FIXED ASSETS</b>					
Tangible assets	12		1,570,920		1,592,662
Investment properties	13		1,851,000		2,289,270
Other Investments	14		828,696		655,901
			<u>4,250,616</u>		<u>4,537,833</u>
<b>OTHER NON CURRENT ASSETS</b>					
Loans to individuals	16		10,723		15,235
Prepayments and accrued income	16		14,027		14,170
			<u>24,750</u>		<u>29,405</u>
<b>CURRENT ASSETS</b>					
Stock	15	2,425		2,448	
Debtors	16	34,429		25,612	
Cash at bank and in hand		94,947		140,542	
		<u>131,801</u>		<u>168,602</u>	
<b>LIABILITIES</b>					
Creditors: amounts falling due within o	17	(45,618)		(32,637)	
<b>NET CURRENT ASSETS</b>					
			86,183		135,965
<b>NET ASSETS</b>					
			<u>£4,361,549</u>		<u>£4,703,203</u>
<b>THE FUNDS OF THE CHARITY</b>					
Endowment funds	18		1,547,638		1,704,888
Unrestricted funds	18		2,813,911		2,998,315
<b>TOTAL CHARITY FUNDS</b>					
			<u>£4,361,549</u>		<u>£4,703,203</u>

The financial statements were approved by the Trustees on 14<sup>th</sup> November 2022 and signed on their behalf, by:

  
Mr J Coverdale  
Chairman

The notes on pages 9 to 19 form part of these accounts.

**CORFE CASTLE CHARITY**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**for the year ended 31 March 2022**

**1. ACCOUNTING POLICIES**

**1.1 Basis of Preparation of Financial Statements**

The financial statements of the Charity are prepared in accordance with the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes to these accounts. 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) effective 1 January 2019 and the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102), the Charities Act 2011 and applicable regulations.

Corfe Castle Charity meets the definition of a public benefit entity under FRS 102. The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern. The trustees have made no significant judgements in the application of accounting policies. The key assumption and source of estimation uncertainty existing at the year end is that the carrying amount of investment properties will not be subject to a significant fall in property values.

**1.2 Charity status**

The charity is constituted by trust registered with the Charity Commission for England and Wales. The principal office is 2 Battlemead, Corfe Castle, Wareham, BH20 5ER.

**1.3 Fund Accounting**

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Charity and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

The endowment fund represents those assets which must be held permanently by the Charity. Income arising on the endowment fund can be used in accordance with the objects of the Charity and is included as unrestricted income. Any realised or unrealised capital gains or losses arising on the investments form part of the fund.

Investment income, gains and losses are allocated to the appropriate fund.

**1.4 Income**

All income is recognised once the Charity has entitlement to the income, there is sufficient certainty of receipt and so it is probable that the income will be received, and the amount of income receivable can be measured reliably.

Maintenance contributions from almshouses and rents from affordable housing and agricultural land are recognised in the period to which they relates. Rent from investment properties let under operating leases is recognised on a straight-line basis over the lease term, unless the receipts are structured to increase in line with expected general inflation. Income from listed investments is recognised when declared receivable.

**1.5 Expenditure**

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the Charity to that expenditure, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

All expenditure is accounted for on an accruals basis. All expenses, including support costs and governance costs, are allocated or apportioned to the applicable expenditure headings in the statement of financial activities.

**1.6 Expenditure on Raising Funds**

Expenditure on raising funds comprises costs in relation to the investment properties held by the Charity.

## CORFE CASTLE CHARITY

### NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2022

#### 1. ACCOUNTING POLICIES (continued)

##### 1.7 Expenditure on Charitable Activities

The charitable activities of the Charity comprise making grants and gifts to those in need, providing almshouse accommodation and providing affordable housing.

Grants payable are payments to third parties in furtherance of the charitable objects of the trust, which are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

Costs of Charitable Activities include direct expenditure on the charitable activities and an apportionment of support costs as shown in note 7.

##### 1.8 Support costs

Support costs comprise of governance costs and other support costs.

Governance costs comprise all costs involving the public accountability of the Charity and its compliance with regulation and good practice. These costs include costs related to legal and professional fees, and audit/independent examination together with a portion of Clerk's salary costs relating to governance. Other support costs comprise the remainder of Clerk's salary costs and office expenses. All support costs are allocated equally across charitable activities they support.

##### 1.9 Tangible Fixed Assets and Depreciation

All assets costing more than £1,000 are capitalised and valued at historical cost. Certain endowment properties for which no cost was known are included at a previous revalued amount as at the date of transition to FRS102, (1 April 2015) and such values are now treated as deemed cost.

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their

Freehold Land	-	0%	not depreciated
Freehold Buildings	-	2%	straight line
Fixtures & Fittings	-	20%	straight line
Housing Equipment	-	10%	straight line

Additions to freehold buildings are depreciated over the remaining life of the building concerned. Where the recoverable amount of a tangible asset is found to be below its net book value, the asset is written down to its recoverable amount and the loss on impairment is charged to the relevant expenditure category of the Statement of Financial Activities.

##### 1.10 Investments

Investments are a form of basic financial instrument and initially recognised at their transaction value. Subsequently they are stated at fair (bid) value at the balance sheet date. 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 the sale proceeds and opening fair value (or purchase date if later). Unrealised gains and losses are calculated as the difference between the fair value at the year end and opening fair value (or purchase date if later).

##### 1.11 Investment Properties

Investment properties are included in the Balance Sheet at their fair value as at the balance sheet date and are not depreciated. This is in accordance with Generally Accepted Accounting Practice for investment properties.

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 the sale proceeds and opening market value (or purchase date if later). Unrealised gains and losses are calculated as the difference between the market value at the year end and opening market value (or purchase date if later).

## CORFE CASTLE CHARITY

### NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2022

#### 1.12 Stock

Stock is valued at the lower of cost and net realisable value. Cost comprises direct costs of production.

#### 1.13 Debtors

Debtors are measured at the amounts the Charity anticipates it will receive from a debt or the amount it has paid in advance for goods or services. Loans to individuals are concessionary loans made to advance charitable purposes for the benefit of the charity's beneficiaries. Loans are initially recognised and measured at the amount paid, with the carrying amount adjusted in subsequent years to reflect repayments or further loans made. No interest is charged.

#### 1.14 Cash at bank and in hand

Cash at bank and in hand includes cash and cash on deposit.

#### 1.15 Liabilities

Liabilities are measured at the amounts the Charity anticipates it will pay to settle a debt or the amount it has received as an advance payment for goods or services it must provide.

#### 1.16 Financial Instruments

The Charity only has financial assets and liabilities of a kind that qualify as basic financial instruments. They are initially recognised at transaction value and subsequently measured at their settlement value, except for investments, which are shown at fair value (see note 1.10).

#### 1.17 Pensions

The Charity operates a defined contribution pension scheme and the pension charge represents the amounts payable by the charity to the fund in respect of the year.

#### 1.18 Taxation

The Charity is registered for VAT and is partially exempt. Irrecoverable VAT is not separately analysed and is charged to the Statement of Financial Activities when the expenditure to which it relates is incurred and is allocated as part of the expenditure to which it relates.

### 2. INCOME FROM DONATIONS

	Unrestricted Funds	
	2022	2021
	£	£
Donations	£300	£300

### 3. INCOME FROM INVESTMENTS

	Unrestricted Funds	
	2022	2021
	£	as restated £
Rent from investment properties	105,254	92,078
Income from listed investments	14,392	12,530
Interest receivable	1	2
	<u>£119,647</u>	<u>£104,610</u>
	0	

### 4. INCOME FROM CHARITABLE ACTIVITIES

	Unrestricted Funds	
	2022	2021
	£	£
Maintenance contributions from almshouses	76,994	73,441
Rents from affordable housing	105,562	104,322
	<u>£182,556</u>	<u>£177,763</u>

### 5. OTHER INCOME

	Unrestricted Funds	
	2022	2021
	£	£
Book sales and associated donations	50	-
	<u>50</u>	<u>-</u>

**CORFE CASTLE CHARITY**

**NOTES TO THE FINANCIAL STATEMENTS**  
for the year ended 31 March 2022

**6. EXPENDITURE ON RAISING FUNDS**

	Unrestricted Funds	
	<u>2022</u>	<u>2021</u>
	£	£
Investment properties' expenses	17,095	9,912
Letting agents' fees	8,335	5,843
Legal fees	2,221	-
Staff costs	734	708
Book printing and associated costs (adjusted for stock)	23	-
	<u>£28,408</u>	<u>£16,463</u>

**7. EXPENDITURE ON CHARITABLE ACTIVITIES**

<b>2022</b>	Direct costs			Support costs (Note 8)	Total
	Other direct costs	Staff costs	Depreciation and disposals		
	£	£	£	£	<u>2022</u> £
Grants and gifts (Note 11)	29,533	-	-	13,093	42,626
Almshouses	44,733	10,275	15,026	13,093	83,127
Affordable Housing	52,365	3,670	28,540	13,094	97,669
	<u>£126,631</u>	<u>£13,945</u>	<u>£43,566</u>	<u>£39,280</u>	<u>£223,422</u>

  

<b>2021</b>	Direct costs			Support costs (Note 8)	Total (as restated)
	Other direct costs	Staff costs	Depreciation and disposals (as restated)		
	£	£	£	£	<u>2021</u> £
Grants and gifts (Note 11)	24,921	-	-	10,608	35,529
Almshouses	50,613	9,903	19,290	9,387	89,193
Affordable Housing	41,342	3,537	28,481	10,606	83,966
	<u>£116,876</u>	<u>£13,440</u>	<u>£47,771</u>	<u>£30,601</u>	<u>£208,688</u>

Of the total expenditure on charitable activities, £221,012 (2021: £207,499 as restated) was expenditure from unrestricted funds and £2,410 (2021: £2,410 as restated) was expenditure from endowment funds.

**8. SUPPORT COSTS**

	Unrestricted Funds	
	<u>2022</u>	<u>2021</u>
	£	£
<b>GOVERNANCE COSTS</b>		
Accountancy fees:		
Audit	3,563	3,489
Accounts preparation	2,734	2,654
Payroll and auto-enrolment	687	690
Vat Returns and assistance	1,676	1,527
Insurance	2,247	877
Staff costs	5,729	5,634
Professional fees	5,406	-
	<u>22,042</u>	<u>14,871</u>
<b>OTHER SUPPORT COSTS</b>		
Staff costs	17,188	16,901
Office expenses	50	50
<b>Total</b>	<u>£39,280</u>	<u>£31,822</u>

# CORFE CASTLE CHARITY

## NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2022

### 9. STAFF COSTS

	Total 2022 £	Total 2021 £
Wages and salaries	37,111	36,208
Pension costs	486	475
	<u>£37,597</u>	<u>£36,683</u>

Staff costs comprised of:

- Clerk's salary costs classed as support costs and allocated to activities they support based on time apportionment.
- Property Manager's salary costs classed as direct costs shared between Raising Funds and Charitable activities based on time apportionment.

The average number of employees during the year was 2 (2021: 2). No employee received remuneration in excess of £60,000 and no Trustee received any remuneration, benefits in kind or reimbursed expenses (2021: Nil).

The Trustees, the Clerk to the Trustees and the Property Manager are considered to be the key management personnel of the charity. The total cost of the key management personnel during the year was £37,597 (2021: £36,683).

### 10. RELATED PARTY TRANSACTIONS

During the year one grant of £2,000 was paid to a relative of a trustee, Mrs K Anson. The trustee was not involved in the decision to make the grant. (2021: £2,000 to the same relative.)

### 11. GRANTS AND GIFTS

	Total 2022 £	Total 2021 £
To individuals	28,333	20,344
To institutions	1,200	4,577
	<u>£29,533</u>	<u>£24,921</u>

  

Grants to Individuals	Number of grants	Total 2022 £	Number of grants	Total 2021 £
General grants	37	8,825	34	(8,791)
Educational grants	11	19,508	11	15,154
	<u>48</u>	<u>£28,333</u>	<u>45</u>	<u>£6,363</u>

Educational grants include 3 grants to the Corfe Castle Community Pre-School to support pre-school, after-school and holiday club provision.

Grants to Institutions	Number of grants	Total 2022 £	Number of grants	Total 2021 £
	<u>2</u>	<u>£1,200</u>	<u>4</u>	<u>£4,577</u>

A grant of £900 was made to Corfe Castle Youth Club and a grant of £300 to Corfe Valley News.

**CORFE CASTLE CHARITY**

**NOTES TO THE FINANCIAL STATEMENTS  
for the year ended 31 March 2022**

**12. TANGIBLE FIXED ASSETS**

	Freehold land and buildings £	Furniture fittings and equipment £	Housing equipment £	Total £
<b>COST OR VALUATION</b>				
At 1 April 2021	2,109,901	11,428	190,428	2,311,757
Additions	-	-	21,826	21,826
Disposals	-	-	-	-
At 31 March 2022	<u>2,109,901</u>	<u>11,428</u>	<u>212,254</u>	<u>2,333,583</u>
<b>DEPRECIATION</b>				
At 1 April 2021 (as previously st.	608,990	11,152	137,947	758,089
Prior year adjustment	(38,994)	-	-	(38,994)
At 1 April 2021 (as restated)	569,996	11,152	137,947	719,095
Charge for the year	29,621	276	13,671	43,568
Written back on disposals	-	-	-	-
At 31 March 2022	<u>599,617</u>	<u>11,428</u>	<u>151,618</u>	<u>762,663</u>
<b>NET BOOK VALUE</b>				
At 31 March 2022	<u>£1,510,284</u>	<u>-</u>	<u>£60,636</u>	<u>£1,570,920</u>
At 31 March 2021 (as restated)	<u>£1,539,905</u>	<u>£276</u>	<u>£52,481</u>	<u>£1,592,662</u>

**13. INVESTMENT PROPERTIES**

	Freehold property £
<b>VALUATION</b>	
At 1 April 2021	2,289,270
Additions at cost	16,903
Revaluation	(455,173)
At 31 March 2022	<u>£1,851,000</u>

The investment properties were revalued as at 31 March 2022 by Carter Jonas, Chartered Surveyors, at fair value.

**14. FIXED ASSET INVESTMENTS**

	Charitable Common Investment Funds £
<b>MARKET VALUE</b>	
At 1 April 2021	655,901
Additions at cost	110,000
Revaluations	62,795
At 31 March 2022	<u>£828,696</u>

The historic cost of fixed asset investments at 31 March 2022 was £405,481 (2021: £295,481).

**15. STOCK**

	<u>2022</u> £	<u>2021</u> £
Stock of books "The Penny Loaves of Corfe Castle"	<u>£2,425</u>	<u>£2,448</u>

**CORFE CASTLE CHARITY**

**NOTES TO THE FINANCIAL STATEMENTS  
for the year ended 31 March 2022**

**16. DEBTORS  
AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<u>2022</u>	<u>2021</u>
	£	as restated £
Trade debtors	18,251	11,488
Loans to Individuals	5,858	2,640
Prepayments and accrued income	10,320	11,484
	<u>£34,429</u>	<u>£25,612</u>

**AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	<u>2022</u>	<u>2021</u>
	£	as restated £
Loans to individuals	10,723	15,235
Prepayments and accrued income	14,027	14,170
	<u>£24,750</u>	<u>£29,405</u>

The loans have been made on an interest-free basis to individual households that have encountered serious financial difficulty, and are being repaid by monthly instalments. The loans are unsecured.

**Total Loans to Individuals**

	<u>2022</u>	<u>2021</u>
	£	£
Balance at 1 April 2021	17,875	17,706
New loans authorised in year	7,556	2,519
Amounts written off	(3,525)	-
Amounts repaid in the period	(5,325)	(2,350)
Balance at 31 March 2022	<u>£16,581</u>	<u>£17,875</u>

**17. CREDITORS:  
AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<u>2022</u>	0	<u>2021</u>
	£		£
Rent deposits	6,071		6,439
VAT, Social security and other taxes	3,822		3,951
Other creditors	2,059		5,277
Accruals and deferred income	33,666		16,875
Accruals for grants payable	-		95
	<u>£45,618</u>		<u>£32,637</u>

**Deferred income**

	<u>2022</u>	<u>2021</u>
	£	£
Balance at 1 April 2021	11,295	7,454
Amounts released to incoming resources	(11,295)	(7,454)
Amounts deferred in the period	16,538	11,295
Balance at 31 March 2022	<u>£16,538</u>	<u>£11,295</u>

Deferred income comprises the portion of rent that relates to periods after the balance sheet date.

**Accruals for grants payable**

	<u>2022</u>	<u>2021</u>
	£	£
Grant commitments recognised as at 1 April 2021	95	8,400
New grant commitments charged to the SOFA in year	29,628	24,921
Grants paid during the year	(29,723)	(33,226)
Grant commitments recognised as at 31 March 2022	<u>-</u>	<u>£95</u>

# CORFE CASTLE CHARITY

## NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2022

### 18. THE FUNDS OF THE CHARITY

2022	Brought Forward as restated £	Income £	Expenditure £	Gains/ (Losses) £	Carried Forward £
<b>ENDOWMENT FUNDS</b>					
Endowed Funds	1,704,888	-	(2,410)	(154,840)	1,547,638
<b>UNRESTRICTED FUNDS</b>					
General Fund	1,970,805	302,553	(230,165)	(237,537)	1,805,656
Designated Property Fund	1,027,510	-	(19,255)	-	1,008,255
	<u>2,998,315</u>	<u>302,553</u>	<u>(249,420)</u>	<u>(237,537)</u>	<u>2,813,911</u>
<b>TOTAL FUNDS</b>	<u>£4,703,203</u>	<u>£302,553</u>	<u>£(251,830)</u>	<u>(392,377)</u>	<u>£4,361,549</u>

  

2021	Brought Forward as restated £	Income as restated £	Expenditure as restated £	Gains/ (Losses) £	Carried Forward as restated £
<b>ENDOWMENT FUNDS</b>					
Endowed Funds	1,664,837	-	(2,410)	42,461	1,704,888
<b>UNRESTRICTED FUNDS</b>					
General Fund	1,756,988	282,673	(204,707)	135,851	1,970,805
Designated Property Fund	1,046,765	-	(19,255)	-	1,027,510
	<u>2,803,753</u>	<u>282,673</u>	<u>(223,962)</u>	<u>135,851</u>	<u>2,998,315</u>
<b>TOTAL FUNDS</b>	<u>£4,468,590</u>	<u>£282,673</u>	<u>£(226,372)</u>	<u>£178,312</u>	<u>£4,703,203</u>

The permanent Endowment Funds comprise assets gifted to the Charity for it to use to provide benefits to the local community. The income arising is unrestricted.

The General Fund exists to provide relief either generally or individually to persons resident in the parish of Corfe Castle who are in conditions of need, hardship or distress, including the provision of almshouses.

The Designated Property Fund represents the net book value of properties purchased and built to provide social housing in the parish of Corfe Castle. The Trustees have designated this fund to distinguish it from resources freely available to fund future projects.

In the Trustees' opinion, the resources are held in an appropriate form to enable each fund to be applied in accordance with any restrictions.

# CORFE CASTLE CHARITY

## NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2022

### 19. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted Funds	Endowment Funds	Total Funds
2022	2022	2022	2022
	£	£	£
Tangible fixed assets	1,366,648	204,272	1,570,920
Investment properties	694,965	1,156,035	1,851,000
Fixed asset investments	641,365	187,331	828,696
Debtors due in more than one year	24,750	-	24,750
Stock	2,425	-	2,425
Debtors due in less than one year	34,429	-	34,429
Cash at bank and in hand	94,947	-	94,947
Liabilities	(45,618)	-	(45,618)
	<u>£2,813,911</u>	<u>£1,547,638</u>	<u>£4,361,549</u>

  

	Unrestricted Funds as restated	Endowment Funds	Total Funds as restated
2021	2021	2021	2021
	£	£	£
Tangible fixed assets	1,385,980	206,682	1,592,662
Investment properties	963,451	1,325,819	2,289,270
Fixed asset investments	483,514	172,387	655,901
Debtors due in more than one year	29,405	-	29,405
Stock	2,448	-	2,448
Debtors due in less than one year	25,612	-	25,612
Cash at bank and in hand	140,542	-	140,542
Liabilities	(32,637)	-	(32,637)
	<u>£2,998,315</u>	<u>£1,704,888</u>	<u>£4,703,203</u>

### 20. CAPITAL COMMITMENTS

At 31 March 2022 there were no capital expenditure commitments (2021: £nil).

### 21. PENSION COMMITMENTS

The charity contributes to a defined contribution pension scheme with NEST and had 1 active member in the scheme. During the year the contributions were £486 (2021: £475) and contributions of £342 (2021: £340) were outstanding at the balance sheet date.

### 22. OPERATING LEASES (as lessor)

The charity is entitled to the following future minimum lease receipts under non-cancellable operating leases:

	2022	2021
	£	£
Due in not later than one year	63,000	42,500
Due in later than one year and not later than five years	202,500	170,000
Due in later than five years	212,500	255,000
	<u>478,000</u>	<u>467,500</u>

### 23. COVID-19 PANDEMIC

The COVID 19 pandemic had no significant impact on the charity's activities or income this year.

# CORFE CASTLE CHARITY

## NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2022

### 24. PRIOR YEAR ADJUSTMENT

FRS 102 requires a lessor to recognise the aggregate cost of lease incentives as a reduction to the income over the lease term on a straight-line basis. An error has been identified in accounting for a rent- free period where the charity has not spread the cost.

The charity's accounting policy for depreciation of fixed assets was not properly applied. The split between land and building elements of cost have not been properly considered in the past. As a consequence an error arose in calculating accumulated depreciation.

The effect of the corrections of these errors on previously stated figures for the year ended 31 March 2021 is as follows:

	2021 as previously stated £	2021 as restated £	Difference £
Unrestricted funds at 1 April 2020	2,728,377	2,803,753	75,376
Rent from investment properties	93,495	92,078	(1,417)
Depreciation charge (charitable activity: <i>Almshouses</i> )	(19,567)	(17,909)	1,658
Depreciation charge (charitable activity: <i>Affordable Housing</i> )	(27,031)	(27,452)	(421)
Unrestricted funds at 31 March 2021	2,923,119	2,998,315	75,196
Endowment funds at 1 April 2020	1,684,513	1,664,837	(19,676)
Depreciation charge (charitable activity: <i>Almshouses</i> )	-	(1,381)	(1,381)
Depreciation charge (charitable activity: <i>Affordable Housing</i> )	(1,470)	(1,029)	441
Endowment funds at 31 March 2021	1,725,504	1,704,888	(20,616)
Overall impact on funds as at 1 April 2020			55,700
Decrease in 2021 income			(1,417)
Increase in 2021 expenditure			297
Overall impact on funds as at 31 March 2021			54,580
Represented by changes in:			
Prepayments and accrued income (due within one year)	10,067	11,484	1,417
Prepayments and accrued income (due in more than one year)	-	14,170	14,170
Tangible fixed assets (accumulated depreciation of freehold buildings)	(608,990)	(569,997)	38,993
			54,580

**CORFE CASTLE CHARITY**

**NOTES TO THE FINANCIAL STATEMENTS**  
for the year ended 31 March 2022

**25. COMPARATIVE STATEMENT OF FINANCIAL ACTIVITY FOR YEAR ENDED 31 MARCH 2021**

	Note	Unrestricted Funds as restated £	Endowment Funds £	Total Funds as restated 2021 £
<b>INCOME FROM:</b>				
Donations and legacies	2	300	-	300
Investments	3	104,610	-	104,610
Charitable activities	4	177,763	-	177,763
Other	5	-	-	-
<b>TOTAL INCOME</b>		<u>282,673</u>	<u>-</u>	<u>282,673</u>
<b>EXPENDITURE ON:</b>				
Raising funds	6	16,463	-	16,463
Charitable activities	7	207,499	2,410	209,909
<b>TOTAL EXPENDITURE</b>		<u>223,962</u>	<u>2,410</u>	<u>226,372</u>
<b>NET INCOME / (EXPENDITURE)</b>		58,711	(2,410)	56,301
<b>NET GAINS/(LOSSES) ON INVESTMENTS</b>				
Unrealised Gains and losses on revaluation of				-
Investment properties	13	47,374	12,896	60,270
Investments	14	88,477	29,565	118,042
<b>TOTAL GAINS/(LOSSES) ON INVESTMENTS</b>		<u>135,851</u>	<u>42,461</u>	<u>178,312</u>
<b>NET MOVEMENT IN FUNDS FOR THE YEAR</b>		194,562	40,051	234,613
Total funds at 1 April 2020		2,803,753	1,664,837	4,468,590
<b>TOTAL FUNDS AT 31 MARCH 2021</b>	18	<u>£2,998,315</u>	<u>£1,704,888</u>	<u>£4,703,203</u>