

THE MELKSHAM ALMSHOUSES CHARITIES

ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2020

OLD M[•]LL

THE MELKSHAM ALMSHOUSES CHARITIES

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	J Crook
	D Griffin
	M Sankey
	P Nicol
	P Aves
	B Sanders
	C Andrewes
	P Shea-Simonds
Charity number	1154575
Principal address	Long Barrow
	2 The City
	Edington
	WESTBURY
	Wiltshire
	BA13 4QQ
Independent examiner	Old Mill Accountancy LLP
	Wessex House
	Challeymead Business Park
	MELKSHAM
	Wiltshire
	SN12 8BU

THE MELKSHAM ALMSHOUSES CHARITIES

CONTENTS

	Page
Trustees' report	1 - 4
Independent examiner's report	5
Statement of financial activities	6
Balance sheet	7
Notes to the financial statements	8 - 21

THE MELKSHAM ALMSHOUSES CHARITIES

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020

The trustees present their report and financial statements for the year ended 31 December 2020.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document, the Charities Act 2011 and "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

The charity's objects are for the public benefit, namely:

(1) For the provision of almshouses accommodation in the properties known as The Fowler Almshouses, Melksham, Wiltshire for the benefit of persons over 50 years of age who are in need or financial hardship and living in or near the districts of Melksham Town Council and Melksham Without Parish Council (the area of benefit).

(2) Such charitable purposes for the general benefit of the poor in the area of benefit; or which are beneficial to the inhabitants of the area of benefit as the Trustees decide.

The trustees have established the charity's grant making policy to achieve its objects for the public benefit. The trustees invite applications for grants from individuals and institutions by advertising in the local press.

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

Achievements and performance

The Charity continued its consolidation period post the successful refurbishment of the Almshouses in 2014 and is still paying off the Almshouses Association loan without it impinging on its traditional role of an Almshouse Charity.

The security and general maintenance of the Almshouses and the communal gardens were as usual given top priority and all the necessary and all statutory checks were made. In the current pandemic climate the monitoring of the residents well being and welfare was also given top priority. The Charities still have 5 very satisfactory residents who can live responsibly and independently despite having had to fill two vacancies that had to be filled.

Grants totalling £4,200 (2019:£12,425) were given during the year but fortunately this has assisted cash flow with regards to the payment of all the fees regarding the physical maintenance of the Almshouses which this year was well over the average partly due to the vacancies that had to be filled.

The Trustees despite not having had any meetings during the year (due to the pandemic government prohibition on meetings) have been kept fully informed by its Secretary of all matters relating to its finances, the day to day running of the properties and the well being of its residents.

The Trustees of the Melksham Almshouses Charities (the Charity) are therefore pleased to confirm that the Charity is fully succeeding to fulfil its charitable objectives and is still financially secure.

THE MELKSHAM ALMSHOUSES CHARITIES

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

Financial review

Income for the year amounted to £30,400 (2019:£35,034). This is predominately made up of rental income, which was £23,373 (2019:£26,672) for the year. Charitable expenditure has decreased by £886 to £39,579 (2019:£40,465), including £4,200 (2019:£12,425) paid out in grants to, various institutions. Gains on investments for the year amounted to £15,111 (2019:£39,050). Included in the total net movement in funds, are endowment net incoming resources of £7,460 (2019:£18,589).

The net movement in funds for the year amounted to a surplus of £5,932 (2019:£33,619).

The charity's balance sheet as detailed on page 7 shows a satisfactory position with funds amounting to £502,954 (2019: £497,022).

Included in the charity's net assets of £502,954 (2019:£497,022) are fixed asset investments totalling £248,915 (2019: £233,804). All investments held by the charity have been acquired in accordance with the powers available to the trustees.

The Trustees' consider that the Charity is financially secure and its financial reserves are more than adequate to continue running and fulfilling the Charities objectives.

The Charity received a 10 year interest free loan of £84,000 from the Almshouses Association in 2013, which is being repaid on a six monthly cycle. The total amount outstanding as at 31 December 2020 amounted to £20,200 (2019: £28,600). The Trustees have considered the terms and conditions of the loan and do not believe the annual repayments will have a significant impact on the resources available for general application.

Reserves policy

The Trustees continue to be of the view, as recommended by the Charity Commission, that the Charity should maintain an appropriate level of free reserves (i.e. unrestricted funds not tied up in the charitable fixed assets). The Trustees have decided that the free reserves held should continue to equate to at least six months' recurring overhead expenditure in order to ensure the continuity of operations in case of unforeseen events.

At 31 December 2020, the level of free reserves was £79,460 (2019:£75,702), equivalent to 24 months (2019: 22 months) of recurring expenditure.

The trustees are comfortable that the current level of free reserves are appropriate to the charity's circumstances at present. Holding a higher level of reserves ensures that the charity can continue to maintain the Almshouses properties and pay out grants to successful applicants, both of which assist in achieving the charity's objects. The trustees continue to review each year the level of free reserves.

The trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Plans for the future

The future plan for the Charity remains to the furtherance of the financial consolidation post the 2014 refurbishment project and will continue until the final payment of the Almshouses Association loan in 2024. Therefore whilst the charity continues to pay off the balance of the loan, no major plans are anticipated in the short term.

Structure, governance and management

The charity is registered with and regulated by the Charity Commission as a foundation Charitable Incorporated Organisation (CIO) under Charity no. 1154575, registered on 13 November 2013, governed by its Constitution dated 13 November 2013 as amended by special resolution 02 October 2018.

THE MELKSHAM ALMSHOUSES CHARITIES

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

The trustees who served during the year and up to the date of signature of the financial statements were:

J Crook
D Griffin
M Sankey
P Nicol
P Aves
B Sanders
C Andrewes
P Shea-Simonds

As set out in the Constitution there must be a minimum of three and a maximum of nine charity trustees.

Ex Officio Trustee - The Vicar for the time being of the Ecclesiastical Parish of Melksham St. Michaels shall automatically be a charity trustee.

Nominated Trustees - Each of the following bodies may appoint charity trustees as follows:

The Town Council of Melksham - two charity trustees

Melksham Without Parish Council - two charity trustees

The CIO's day to day activities are managed by its Secretary Russell Lewis.

The following trustees jointly hold the title to the freehold property on behalf of the charity:

Mr J Crook
Mr M Sankey
Mrs P Nicol
Ms P Aves

The Trustees administer two charitable objectives for the benefit of the inhabitants of the parish of Melksham under the terms of its constitution.

THE MELKSHAM ALMSHOUSES CHARITIES

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

Statement of trustees' responsibilities

The trustees are responsible for preparing the Trustees' 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 year.

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 Charities SORP;
- 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; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping sufficient 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, 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.

The trustees' report was approved by the Board of Trustees.

J Crook

Trustee

Dated: 30 May 2021

D Griffin

Trustee

Dated:30 May 2021

THE MELKSHAM ALMSHOUSES CHARITIES

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF THE MELKSHAM ALMSHOUSES CHARITIES

I report to the trustees on my examination of the financial statements of The Melksham Almshouses Charities (the charity) for the year ended 31 December 2020.

Responsibilities and basis of report

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

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act. In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with 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) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

I have completed my examination. I confirm that no 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 charity as required by section 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements 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 financial statements to be reached.

Tim Lerwill, FCA
Old Mill Accountancy LLP
Wessex House
Challemead Business Park
MELKSHAM
Wiltshire
SN12 8BU

Dated: 17 June 2021

THE MELKSHAM ALMSHOUSES CHARITIES

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2020

	Notes	Unrestricted funds 2020 £	Restricted funds 2020 £	Endowment funds 2020 £	Total 2020 £	Total 2019 £
<u>Income from:</u>						
Donations and legacies	3	-	-	-	-	1,136
Charitable activities	4	23,373	-	-	23,373	26,672
Investments	5	2,648	4,379	-	7,027	7,226
Total income		26,021	4,379	-	30,400	35,034
<u>Expenditure on:</u>						
Charitable activities	6	35,379	4,200	-	39,579	40,465
Net gains/(losses) on investments	11	7,651	-	7,460	15,111	39,050
Net movement in funds		(1,707)	179	7,460	5,932	33,619
Fund balances at 1 January 2020		378,410	-	118,612	497,022	463,403
Fund balances at 31 December 2020		376,703	179	126,072	502,954	497,022

THE MELKSHAM ALMSHOUSES CHARITIES

BALANCE SHEET AS AT 31 DECEMBER 2020

		2020		2019	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	12		276,367		282,798
Investments	13		248,915		233,804
			<u>525,282</u>		<u>516,602</u>
Current assets					
Debtors	14	1,580		2,457	
Cash at bank and in hand		2,901		9,824	
		<u>4,481</u>		<u>12,281</u>	
Creditors: amounts falling due within one year	16	(15,009)		(11,661)	
Net current (liabilities)/assets			(10,528)		620
Total assets less current liabilities			<u>514,754</u>		<u>517,222</u>
Creditors: amounts falling due after more than one year	17		(11,800)		(20,200)
Net assets			<u><u>502,954</u></u>		<u><u>497,022</u></u>
Capital funds					
Endowment funds - general	19		126,072		118,612
Income funds					
Restricted funds	20		179		-
<u>Unrestricted funds</u>					
Designated funds	21	21,056		19,810	
General unrestricted funds	21	355,647		358,600	
		<u>376,703</u>		<u>378,410</u>	
		<u><u>502,954</u></u>		<u><u>497,022</u></u>	

The financial statements were approved by the Trustees on 30 May 2021

J Crook
Trustee

D Griffin
Trustee

THE MELKSHAM ALMSHOUSES CHARITIES

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

Charity information

The Melksham Almshouses Charities is a Foundation Charitable Incorporated Organisation governed by its Constitution on 13 November 2013 as amended by special resolution on 02 October 2018. The charity was registered with the Charity Commission on 13 November 2013.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's governing document, the Charities Act 2011 and "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). The charity is a Public Benefit Entity as defined by FRS 102.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

The Melksham Almshouses Charities constitutes a public benefit entity as defined by FRS 102.

1.2 Going concern

At the year end, the balance sheet shows the charity has net current liabilities. In light of the current coronavirus pandemic, the Trustees have reviewed likely future developments and remain of the opinion that there is no reason to believe that the charity will have to cease operating as a result of inadequate financial resources, or any other foreseeable event, within a period of at least 12 months from the date of the approval of these accounts.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Designated funds comprise funds which have been set aside at the discretion of the trustees for specific purposes. The purposes and uses of the designated funds are set out in the notes to the financial statements.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

Income is recognised when the charity 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.

THE MELKSHAM ALMSHOUSES CHARITIES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

(Continued)

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

Income is measured at the fair value of the consideration received or receivable and represents amounts receivable for goods and services provided in the normal course of business, net of discounts.

1.5 Expenditure

Expenditure is accounted for on an accruals basis and has been included under expenses categories that aggregate all costs for allocation to activities. Where costs cannot be directly attributed to particular activities they have been allocated on a basis consistent with the use of the resources.

Grants payable 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. All grants made are paid out of the New Hall Fund which is a restricted fund to be applied for public purposes beneficial to the inhabitants of the area of Melksham and Melksham without.

Support staff costs are allocated between the Almshouse Fund and the New Hall Fund so as to reflect the proportion of the Treasurer's time spent administering the Almshouses and the grants made to local organisations respectively.

Depreciation of the Almshouses is allocated to the Almshouse Fund.

Property costs and other overheads are incurred in the management and administration of the Almshouses and are therefore allocated exclusively to the Almshouse Fund.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Refurbishment of Almshouses	2% straight line
-----------------------------	------------------

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

The original value of the Almshouses, at the date they were received, is not available. The cost represents the major refurbishment which occurred during 2013.

1.7 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

THE MELKSHAM ALMSHOUSES CHARITIES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

(Continued)

1.8 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.10 Financial instruments

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

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, 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.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings consist wholly of a public benefit concessionary loan. Public benefit concessionary loans are loans received between a public benefit entity and another party at below the prevailing market rate of interest and that are not repayable on demand and are for the purposes of furthering the objectives of the public benefit entity. The accounting treatment for concessionary loans is to initially measure these arrangements at the amount received or paid and recognise them in the statement of financial position. Subsequent years, the carrying amount of the concessionary loans in the financial statements shall be adjusted to reflect any accrued interest payable or receivable. The loan was made on an interest-free basis.

THE MELKSHAM ALMSHOUSES CHARITIES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

(Continued)

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.11 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.12 Leases

Rental received under operating leases, including any lease incentives received, are charged to income on a straight line basis over the term of the relevant lease.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees 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.

Key sources of estimation uncertainty

The estimates and assumptions which have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities are as follows.

Estimated useful lives of tangible fixed assets

In determining the estimated useful life the charity considers the expected physical wear and tear of the asset that could lead to obsolescence of the asset. Each year the charity reviews the above to establish if there is any change in the expected useful life of tangible assets.

3 Donations and legacies

	2020	2019
	£	£
Donations and gifts	-	1,136
	=====	=====

THE MELKSHAM ALMSHOUSES CHARITIES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

4 Charitable activities

	2020 £	2019 £
Almshouses rent receivable	23,373	26,672

5 Investments

	Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £	Total 2019 £
Investment income - Almshouses Fund	2,648	-	2,648	2,825
Investment income - New Hall Fund	-	4,379	4,379	4,401
	2,648	4,379	7,027	7,226
For the year ended 31 December 2019	2,825	4,401		7,226

THE MELKSHAM ALMSHOUSES CHARITIES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

6 Charitable activities

	Almshouses Fund £	New Hall Fund £	Total 2020 £	Total 2019 £
Staff costs	9,500	1,000	10,500	10,500
Depreciation and impairment	6,431	-	6,431	6,431
Insurance	769	-	769	1,100
Telephone	179	-	179	121
Repairs and renewals	11,616	-	11,616	3,668
Subscriptions	222	-	222	220
Postage and stationery	224	-	224	407
Advertising	203	-	203	-
Water rates	835	-	835	797
Travelling expenses	1,076	-	1,076	992
Sundry expenses	44	-	44	334
Loan administration charge	400	-	400	400
	<u>31,499</u>	<u>1,000</u>	<u>32,499</u>	<u>24,970</u>
Grant funding of activities (see note 7)	-	4,200	4,200	12,425
Share of support costs (see note 8)	1,020	1,020	2,040	2,280
Share of governance costs (see note 8)	420	420	840	790
	<u>32,939</u>	<u>6,640</u>	<u>39,579</u>	<u>40,465</u>
Analysis by fund				
Unrestricted funds	32,939	2,440	35,379	36,064
Restricted funds	-	4,200	4,200	4,401
	<u>32,939</u>	<u>6,640</u>	<u>39,579</u>	<u>40,465</u>
For the year ended 31 December 2019				
Unrestricted funds	25,505	10,559		36,064
Restricted funds	-	4,401		4,401
	<u>25,505</u>	<u>14,960</u>		<u>40,465</u>

THE MELKSHAM ALMSHOUSES CHARITIES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

7 Grants payable

	2020 £	2019 £
Grants to institutions:		
Hope Debt Advice Agency Melksham	-	200
Young Melksham	3,000	3,000
Rivermead School	-	6,175
Melksham Foodbank	500	150
AFC Melksham	250	250
Happy Circle Day Centre	-	1,000
Phab	350	350
Melksham Community Area	-	500
Back on Track Stroke rehabilitation	-	300
Melksham Shed	-	500
Kennet Furniture Refurbiz	100	-
	<u>4,200</u>	<u>12,425</u>

8 Support costs

	Support costs £	Governance costs £	2020 £	2019 £
Accountancy	2,040	-	2,040	2,280
Independent Examiner fees	-	840	840	780
Meeting expenses	-	-	-	10
	<u>2,040</u>	<u>840</u>	<u>2,880</u>	<u>3,070</u>
Analysed between				
Charitable activities	<u>2,040</u>	<u>840</u>	<u>2,880</u>	<u>3,070</u>

Governance costs includes payments to the independent examiner of £840 (2019:£780) for independent examination fees. Also paid to the independent examiner was £2,040 (2019:£2,280) in respect of accountancy services and bookkeeping.

9 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

THE MELKSHAM ALMSHOUSES CHARITIES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

10 Employees

Number of employees

The average monthly number of employees during the year was:

	2020 Number	2019 Number
	1	1
	<u>1</u>	<u>1</u>

Employment costs

	2020 £	2019 £
Wages and salaries	10,500	10,500
	<u>10,500</u>	<u>10,500</u>

There were no employees whose annual remuneration was £60,000 or more.

11 Net gains/(losses) on investments

	Unrestricted funds 2020 £	Endowment funds 2020 £	Total 2020 £	Total 2019 £
Revaluation of investments	7,651	7,460	15,111	36,957
Gain/(loss) on sale of investments	-	-	-	2,093
	<u>7,651</u>	<u>7,460</u>	<u>15,111</u>	<u>39,050</u>
For the year ended 31 December 2019	<u>20,461</u>	<u>18,589</u>		<u>39,050</u>

THE MELKSHAM ALMSHOUSES CHARITIES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

12 Tangible fixed assets

	Refurbishment of Almshouses £
Cost	
At 1 January 2020	321,552
At 31 December 2020	321,552
Depreciation and impairment	
At 1 January 2020	38,754
Depreciation charged in the year	6,431
At 31 December 2020	45,185
Carrying amount	
At 31 December 2020	276,367
At 31 December 2019	282,798

13 Fixed asset investments

	Listed investments £
Cost or valuation	
At 1 January 2020	233,804
Valuation changes	15,111
At 31 December 2020	248,915
Carrying amount	
At 31 December 2020	248,915
At 31 December 2019	233,804

Fixed asset investments comprise of: CIOF Charities Ethical Investment Fund £248,915 (2019:£233,804).

THE MELKSHAM ALMSHOUSES CHARITIES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

14 Debtors

	2020	2019
	£	£
Amounts falling due within one year:		
Trade debtors	447	924
Prepayments and accrued income	1,133	1,533
	<u>1,580</u>	<u>2,457</u>

15 Loans and overdrafts

	2020	2019
	£	£
Other loans	20,200	28,600
	<u>20,200</u>	<u>28,600</u>
Payable within one year	8,400	8,400
Payable after one year	11,800	20,200
	<u>11,800</u>	<u>20,200</u>

16 Creditors: amounts falling due within one year

	Notes	2020	2019
		£	£
Borrowings		8,400	8,400
Deferred income	18	618	-
Trade creditors		3,351	801
Accruals and deferred income		2,640	2,460
		<u>15,009</u>	<u>11,661</u>

17 Creditors: amounts falling due after more than one year

	2020	2019
	£	£
Borrowings	11,800	20,200
	<u>11,800</u>	<u>20,200</u>

18 Deferred income

	2020	2019
	£	£
Other deferred income	618	-
	<u>618</u>	<u>-</u>

THE MELKSHAM ALMSHOUSES CHARITIES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

19 Endowment funds

Endowment funds represent assets which must be held permanently by the charity. Income arising on the endowment funds can be used in accordance with the objects of the charity and is included as restricted income. Any capital gains or losses arising on the assets form part of the fund.

	Movement in funds				
	Balance at 1 January 2020	Incoming resources	Resources expended	Revaluations gains and transfers	Balance at 31 December 2020
	£	£	£	£	£
Permanent endowments					
New Hall Fund	118,612	-	-	7,460	126,072
	<u>118,612</u>	<u>-</u>	<u>-</u>	<u>7,460</u>	<u>126,072</u>
	<u><u>118,612</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>7,460</u></u>	<u><u>126,072</u></u>

Prior year	Movement in funds				
	Balance at 1 January 2019	Incoming resources	Resources expended	Revaluations gains and transfers	Balance at 31 December 2019
	£	£	£	£	£
Permanent endowments					
New Hall Fund	100,023	-	-	18,589	118,612
	<u>100,023</u>	<u>-</u>	<u>-</u>	<u>18,589</u>	<u>118,612</u>
	<u><u>100,023</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>18,589</u></u>	<u><u>118,612</u></u>

The New Hall Fund investment is a permanent endowment. The capital cannot be spent. The income is restricted and can be used for public purposes beneficial to the inhabitants of the area of Melksham and Melksham Without.

THE MELKSHAM ALMSHOUSES CHARITIES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

20 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Balance at 1 January 2020	Movement in funds		Balance at 31 December 2020
	£	Incoming resources £	Resources expended £	£
New Hall Fund	-	4,379	(4,200)	179
	=====	=====	=====	=====

	Balance at 1 January 2019	Movement in funds		Balance at 31 December 2019
	£	Incoming resources £	Resources expended £	£
New Hall Fund	-	4,401	(4,401)	-
	=====	=====	=====	=====

New Hall Fund - Income from endowment investments. This income shall be applied for public purposes to benefit the inhabitants of the area of Melksham and Melksham Without.

THE MELKSHAM ALMSHOUSES CHARITIES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

21 Unrestricted funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Movement in funds				
	Balance at 1 January 2020	Incoming resources	Resources expended	Revaluations, gains and transfers	Balance at 31 December 2020
	£	£	£	£	£
Designated New Hall Fund	19,810	-	(2,440)	3,686	21,056
General funds	358,600	26,021	(32,939)	3,965	355,647
Total unrestricted funds	378,410	26,021	(35,379)	7,651	376,703

Prior year

	Movement in funds				
	Balance at 1 January 2019	Incoming resources	Resources expended	Revaluations, gains and transfers	Balance at 31 December 2019
	£	£	£	£	£
Designated New Hall Fund	19,739	-	(10,559)	10,630	19,810
General funds	343,641	30,633	(25,505)	9,831	358,600
Total unrestricted funds	363,380	30,633	(36,064)	20,461	378,410

New Hall Fund - Investment held which is designated for public purposes to benefit the inhabitants of the area of Melksham and Melksham Without.

THE MELKSHAM ALMSHOUSES CHARITIES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

22 Analysis of net assets between funds

	Unrestricted funds	Restricted funds	Endowment funds	Total
	£	£	£	£
Fund balances at 31 December 2020 are represented by:				
Tangible assets	276,367	-	-	276,367
Investments	122,664	179	126,072	248,915
Current assets/(liabilities)	(10,528)	-	-	(10,528)
Long term liabilities	(11,800)	-	-	(11,800)
	<u>376,703</u>	<u>179</u>	<u>126,072</u>	<u>502,954</u>

Prior year	Unrestricted funds	Restricted funds	Endowment funds	Total
	£	£	£	£
Fund balances at 31 December 2019 are represented by:				
Tangible assets	282,798	-	-	282,798
Investments	115,192	-	118,612	233,804
Current assets/(liabilities)	620	-	-	620
Long term liabilities	(20,200)	-	-	(20,200)
	<u>378,410</u>	<u>-</u>	<u>118,612</u>	<u>497,022</u>

23 Related party transactions

There were no disclosable related party transactions during the year (2019 - none).