

**Trustees' Report and
Financial Statements
for the Year Ended 31 March 2021
for
The Liversage Trust**

Bourne & Co.
Statutory Auditors
3 Charnwood Street
Derby
Derbyshire
DE1 2GY

The Liversage Trust

Contents of the Financial Statements for the Year Ended 31 March 2021

	Page
Trustees' Report	1 to 6
Statement of Trustees' Responsibilities	7
Report of the Independent Auditors	8 to 9
Statement of Financial Activities	10
Balance Sheet	11
Cash Flow Statement	12
Notes to the Cash Flow Statement	13
Notes to the Financial Statements	14 to 23

The Liversage Trust
Trustees' Report
for the Year Ended 31 March 2021

The Trustees present their report to accompany the accounts for the period ending 31 March 2021.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity Name: The Liversage Trust

Charity Number: 1155282

Principal Office: The Board Room, London Road, Derby, DE1 2QW

Trustees: The Trustees who served during the year, all of whom are volunteers, were as follows:

Mrs Janet Till (Chair)
Mr Malcolm Allsop (Vice Chair)
Mr Les Allen
Mr Tim Benson (Nominated by the Parochial Church Council)
Mr John Brittain
Cllr Mike Carr (Nominated by Derby City Council)
Mr Richard Docker
Mr Michael Foote
Ms Sue Glithero
Cllr Frank Harwood
Cllr Shiraz Khan (Nominated by Derby City Council)
Rev Paul Morris (Ex-Officio - Retired from his position and Board August 2020)
Cllr Jerry Pearce (Nominated by Derby City Council)
Ms Mary Streets
Cllr Roy Webb

General Manager: Andrew Mellors BA (HONS) PGDIP CERT CIH

Auditor: Bourne & Co, 3 Charnwood Street, Derby, DE1 2GY

Bankers: NatWest Bank, Crompton House, Derwent Street, Derby, DE1 2ZG

Solicitors: Flint Bishop LLP St. Michael's Court, St. Michael's Lane, Derby, DE1 3HQ

Pensions Adviser: Steve Cant and Associates Ltd, 61 High Road, Chilwell, NG9 4AJ

HR Adviser: Guardian Support, Lyndon House, 62 Hagley Road, Birmingham, B16 8PE

Health & Safety Adviser: Kedleston Safety Ltd, 2 Victoria Way, Derby DE24 8A

The Trust promotes whistle-blowing services offered by the Charity Commission and Public Concern at Work, and is a member of the National Association of Almshouses, which is a support charity representing 1,700 independent almshouse charities throughout the United Kingdom.

In 2020/21, the Trust continued to manage six properties owned by the Lillian Prime Trust, a small local charity that supports people diagnosed with Multiple Sclerosis. Separate administrative and financial arrangements are in place, and Trustees receive regular reports of the arrangement, which is set to continue into the next financial year.

OBJECTIVES AND ACTIVITIES

The objects of the Charity, as expressed in the Constitution are: "to provide relief either generally or individually to those persons resident in the area of benefit who are in need, hardship or distress (including but not limited to those who are aged, sick or infirm) through the provision of grants, alms or other residential accommodation, housing, services, facilities and/or goods."

The Liversage Trust is an Almshouse Charity providing accommodation for elderly and frail older people and making grants for the relief of poverty. The Trust operates exclusively within the City of Derby. We provide 160 homes for independent older people on four estates across the City, and manage a 40-bed residential Care Home, Liversage Court, which provides residential care for frailer elderly people. We also provide grants to residents in Derby, who are in hardship, to help them obtain essential household items, and offer limited financial support to people at a time of crisis. Our portfolio also includes a small number of houses and flats that are let without age restriction, and a number of commercial premises that provide an income to support our charitable activities.

The Liversage Trust
Trustees' Report
for the Year Ended 31 March 2021

Trustees ensure through good governance that the aims and objectives of the Trust are achieved, and fully comply with their duty, as described in section 17(5) Charities Act 2011, to have due regard to the Charity Commission's public benefit guidance when exercising any powers or duties to which the guidance is relevant.

Trustees review policy on grant-making annually, with guidelines updated and easily accessible to all. In 2020/21, the total grants budget remained unchanged, although our ability to assist people in need was severely hampered by COVID restrictions and society lockdowns, limiting the take-up of wider grant funding streams available to those across the city.

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Liversage Trust is established as a Charitable Incorporated Organisation. The Charity's origins date back to 1529, founded by the Will of Robert Liversage. The current Governing Instrument is a Scheme made by the Charity Commissioners on 18 February 1971, which stands as amended by subsequent Schemes.

The current Constitution allows for up to ten appointed, plus one ex-officio trustee (the Vicar of St Peter's Church that is currently vacant owing to retirement) and four nominated trustees (three from Derby City Council and one from the Parochial Church Council). In selecting individuals for appointment, the Charity Trustees have regard to the skills, knowledge and experience needed for the effective administration of the Charity.

All new Trustees are supplied with a comprehensive induction pack including the Governing Instrument, latest published Accounts and a copy of 'Standards of Almshouse Management' published by the Almshouse Association. They are invited to have an induction meeting with the General Manager. Training for both new and serving Trustees is mainly by attending seminars organised by the Almshouse Association, either in person or virtually, although tailored group training is provided in areas such as 'recruitment and selection'. A specific budget is maintained for this purpose.

This year, owing to COVID and measures introduced by the Government to shield and protect vulnerable individuals, including social distancing and promoting self-isolation particularly for those aged over 70 and vulnerable groups, new governance arrangements were introduced on a temporary basis to enable 'virtual' meetings to take place by way of email, telephone and Microsoft Teams. Using an agreed framework, adapted over the year owing to changing circumstances, the Board of Trustees met four times during the year, and appointed Standing Committees as follows:

- Finance Committee (met four times during the year)
- Estates Committee (met four times during the year)
- Care Home Committee (met once during the year, plus two meetings with key officers, Chair, and Vice-Chair of the committee).

The Strategic Policy Panel, having the same status as a Standing Committee, and used to consider longer-term issues, elected not to meet during this period, owing to discussion being a central element of the meeting and the need to respond to more pressing day-to-day matters and challenges presented by COVID. A similar approach was applied to several working parties that deal in detail with specified matters, although several meetings were held, especially in relation to development, as restrictions were eased for a period during the summer.

The Trust maintains a distinction between Governance and Management and this is defined in Standing Orders and elsewhere. It regularly reviews policy and operations, which, during 2020/21, included Whistle-Blowing Code, Data protection and Volunteering.

Marketing

Over the last few years, the Trust has worked with Fluid Ideas to improve our marketing strategy for the Trust and develop our brand to improve awareness of the full range of work undertaken by the Charity. During 2020/21, Fluid Ideas continued to assist the Trust to have an online social media presence updating and maintaining key platforms for promoting our services and providing vital information to residents.

Moving forward, we will continue to explore extending partnership working through this approach, while continuing to develop existing partnerships, operating with a range of organisations to ensure we reach those Derby people most in need of our support. A good example is in delivering our Household Fund Grants, where we work closely with social services, housing associations, health service, probation, women's refuges and other local charities to provide people in need with essential household items.

ACHIEVEMENTS AND PERFORMANCE

Liversage Trust has continued to make a positive difference to the lives of its beneficiaries, despite the challenges that COVID has presented throughout the year. At its core is maintaining quality housing and support for older people at a cost below market levels. During 2020/21, the Trust like many others, adapted and changed service provision and approaches to meet these challenges head on, including introducing working from home measures and adapting office and other working environments to ensure safe working arrangements for staff and residents alike.

The Liversage Trust
Trustees' Report
for the Year Ended 31 March 2021

Maintaining the property portfolio

The value of properties is maintained through ongoing investment in repair and renovation. The in-house maintenance team deliver a responsive repairs service, supported by specialist contractors as required, while major capital projects are tendered to ensure the right balance between quality and value. The Trust has adopted a policy of applying revenue income to upkeep its housing stock and endowment property, and remains committed to upgrading services and facilities for its residents, meeting major expenditure, where appropriate, from designated reserves. We have a comprehensive investment programme to 2030/31, detailing costs and funding for major works and additions to our portfolio.

While all ongoing and outstanding projects were re-assessed and re-prioritised during the year owing to COVID delays and lockdown restrictions, the Trust did manage to complete work to re-roof properties at Alice Street, replace kitchens at Franchise Street, as well as complete a 2-room painting programme. We also revised our approach towards regular gas and electrical checks to ensure that the individual safety of residents and staff/contractors was paramount while work was undertaken in residents homes. Some work in progress however, was severely impacted and work to refurbish the historic undercroft at our London Road estate and the second phase of replacement railings were delayed significantly and are still ongoing. Where work has been completed, residents benefiting from these programmes have been highly delighted with all the work and improvements undertaken, particularly taking account of the delays and challenges experienced.

While loss of income from our commercial property portfolio has generally remained a low risk throughout COVID, it has not escaped entirely unscathed, with Trustees agreeing reduced payments at various times to support struggling businesses, while one organisation ceased trading entirely leaving a vacant unit, yet to be re-let. Rental growth remains limited to a certain extent owing to properties not occupying prime city centre locations and property age, but we keep the portfolio under review, and continue to review alternative options for longer-term investment income.

Opportunities to extend our portfolio have continued to be explored throughout the year where appropriate, but the Trust's focus has remained on management of existing assets, and delivering planned future redevelopment, including new homes at Clarke Street and new office accommodation and Maintenance Depot at Alice Street Works that has been reviewed and explored during the year.

Trustees continue working towards a converged 'rent' structure for residential property, reviewing our approach during the year to bring greater parity between charges for similar properties, applying a modest increase in weekly maintenance contributions year on year.

Ensuring an effective service for residents

We carry out an annual review of resident support preferences, and adapt our service to meet the requirements expressed. While residents continue to benefit, as required, from regular visits, telephone contact and free emergency call alarm technology, our general approach throughout 2020/21 had to be adapted to meet social distancing and lockdown requirements. This included stopping visits for extended periods and instead relying on telephone contact and extensive risk assessment of face-to-face visits when able to undertake, including introducing strict protocols to ensure safe visiting. This (at different times) included group outside visits, doorstep visits only, the wearing of personal protective equipment and maintaining social distancing requirements when able to undertake full home visits. Despite these challenges, our Resident Support Officer (RSO) remained a strong advocate for all residents, while also supporting residents with more complex needs to access wider and specialist support services, making a positive difference to people's lives. In many ways, this approach allowed more focused, intensive work to take place, as residents were generally more forthcoming in seeking assistance at an early stage, particularly in relation to financial difficulties.

For example, after being contacted by a resident who was struggling to pay their weekly maintenance contributions, it came to light that they had been signed off from work on extended sick leave and that this was due to end shortly. No decision had been made with regard to them returning to work or clear intentions expressed from their employer, despite being declared unfit for the foreseeable future by their own GP and an independent Doctor. With assistance from our RSO, the individual submitted a claim for Employment and Support Allowance and Universal Credit that was successful and would not have happened without support, having no computer, internet or family support to do so. Our RSO also liaised with Derby Community Hub who agreed to send out a food parcel and assisted with an application to a Warm Home discount scheme via Eon, leading to the resident being awarded £140 towards their gas and electric costs. Within weeks of the support provided by our RSO, the resident was in a much better position financially, felt confident to heat their home appropriately which had not happened before owing to financial concerns and was in a much more positive mood.

The Liversage Trust
Trustees' Report
for the Year Ended 31 March 2021

Many of our residents live alone and do not have extensive family support networks and as a result, our support staff have always gone above and beyond to assist in times of need. This was clearly demonstrated during 2020/21 with staff undertaking shopping errands for residents during lockdown periods, collecting and delivering repeat prescriptions for those who were shielding, organising volunteer support networks across all estates and keeping residents informed of latest working practices via regular leaflet drops. This was especially important as more traditional methods of engaging with residents and encouraging community spirit could not take place, such as organising trips and activities, regular update meetings and closure of community centres.

In 2016, our Care Home was one of a select few in Derby to be rated "GOOD" by the Care Quality Commission (CQC) in each of the five fundamental standards of care. After a re-inspection in December 2018, we retained this rating and staff continue to work hard to provide a safe, effective, caring, responsive and well-led service. CQC stated that people living at Liversage Court receive a good service. They said: "People told us how happy they were there and how the service met their individual and diverse needs. Staff were very positive about their work, and clearly respected each person as an individual, supporting them with kindness and good-humour."

While the onset of COVID presented Liversage Court with many challenges in terms of continuing to operate effectively and safely, these were met head-on throughout 2020/21 and a number of significant changes with regard to operating processes and procedures were introduced, taking note of latest national guidance. The commitment and dedication of staff was sadly highlighted none more so than over the festive period, when COVID managed to get a foothold in the home, just as staff and residents were receiving their first vaccinations, causing intense pressure on services which we successfully overcame. Despite this, restrictive lockdowns limiting visitors and the general ups and downs of having to live with COVID for an extended period, residents have largely remained positive and continue to lead as normal a life as possible.

Wider community benefits

The activities and partnership working of Liversage Trust also delivers wider benefits to the people of Derby.

We work closely with a range of organisations in delivering our Household Fund Grant service to ensure we reach Derby people most in need of our support. While this was severely impacted by COVID during 2020/21 owing to lockdowns, shop closures and supply and demand issues, work continued to adapt our approach to ensure that we could continue to facilitate grant giving services, albeit in reduced numbers, to those most in need. This included, switching awards to online vouchers rather than physical vouchers that have to be collected in person, constant review and changing of goods on offer and working with our main supplier directly to match limited stock to awards. We also continued to provide emergency aid to Derby residents via our Chair's Crisis Fund which, as well as providing funds for utility aid or food, also covers emergency travel costs for Derby residents to access rehabilitation services, complementing household goods already on offer.

Since April 2016, we have delivered a management role for six properties owned by Lilian Prime: a small Derby based charity that provides homes for people suffering from Multiple Sclerosis or any other physical or mental disability and in need of housing and any other associated amenities specifically designed or adapted to meet their needs. The driving force behind our involvement was Lilian Prime Trustees' belief that we could deliver improved services to their residents. This has proved to be the case, and we continue to make a positive difference to the lives of individual residents of that charity, arranging regular repairs, well-being visits and access to emergency alarms and support services.

Investment performance

While the Trust's investment performance over the year has fluctuated owing to the impact of COVID, investments by the end of the Financial Year have largely recovered, based on an approach following objectives set by Trustees, which include:

- Preserve and enhance where possible the value of investments without taking undue risks
- Retain minimum daily balances in the Bank account and Charities Official Investment Fund (COIF) deposit fund of £100,000 and £250,000 respectively
- Retain sufficient liquid assets to respond to opportunities as they arise to strengthen our existing asset base
- Only encash medium-term investments when required and when profitable to do so
- Reduce risk by spreading investment over a wide range of stocks and shares via Common Investment Funds
- Limit investment in banks and building societies to total covered by the Financial Services Compensation Scheme (FSCS).

The Trust's investment policy continues to be based upon security, liquidity, income, capital growth and no other factors. We have an Investment Working Party (IWP) to consider issues in detail, which reviews, monitors and recommends to Finance Committee any movement of holdings, as appropriate.

The Liversage Trust
Trustees' Report
for the Year Ended 31 March 2021

Short and medium-term investments (of between 5 and 10 years) are principally via large holdings in COIF and the National Association of Almshouses Common Investment Fund (NAACIF), now merged into M & G's Charity Multi asset Fund which are easily manageable and secure. Despite fluctuations in investment performance during 2020/21, overall recovery and performance has been better than anticipated and it is still considered that the overall return on longer-term investments will exceed inflation.

FINANCIAL REVIEW

The Trust's aim is to preserve and enhance the Trust's asset base and invest wisely to secure the long-term sustainability of the Charity. Through good governance and a low risk approach, the Trust is in the fortunate position to be financially stable and self-sufficient.

The Trust's financial model ensures that expenditure on housing and support activities, including appropriate contributions to designated reserves, are met by income generated by those activities, with any surplus regarded as supplementing charitable giving.

In 2014, a fundamental review of reserves and investments was completed, resulting in the creation of a comprehensive policy and position statement in accordance with Charity Commission guidelines and Statement of Recommended Practice (SORP) requirements. The Investment Policy was formally adopted in January 2015, and the Reserves Policy in March 2015. These detail a coherent portfolio, identifying the funds required to meet existing operations and future plans and possibilities. Both were subject to scheduled review in 2017/18, although the reviews were delayed while we considered the appropriateness of appointing a specialist investment adviser to consider our current approach. After careful consideration, we approached Portfolio Manager Consultancy Ltd (PMCL) with a proposal to review both our current investment policy and strategy and received a report outlining recommendations to consider for the future. While reviewing proposals, COVID struck and after careful consideration of the market conditions this created, Trustees agreed not to swap investments in the near future and will now review policies and approach, based on this context.

Reserves position

The Trust is in a strong position in terms of both its revenue account and balance sheet, and holds reserves in a range of low risk, medium yield funds including Common Investment Funds, Charities Official Investment Fund Deposits and M&G's Charifund and Charity Multi Asset Fund. A detailed account of the current position is set out in our Reserves Policy.

A salient feature of the Trust's plan is to continue, as far as resources permit, to build up reserves to meet expected demands and to take advantage of opportunities to add to its housing and commercial property base. Despite fluctuations caused by COVID, we currently hold £7.1m reserves (comparable to the previous year) that will help realise the Trust's future development ambitions, and is more than adequate for the Trust's long-term stability. While the on-set of COVID has had a short-term immediate impact on the value of investments, it is anticipated that this will not have a material impact over the medium term and we have already seen significant recovery.

We have made material transfers into reserves over the last few years, specifically into our Property Development Fund, to support our planned residential conversion and development programme to 2031. Having completed two major residential conversions, delivering 14 new homes over the last few years, we are currently looking at a new opportunity to convert existing premises into a new Maintenance Depot and office facility paving the way for multi-million pound re-development programme, that that will provide up to potentially 40 new homes.

We have estimated that in order to meet the costs of all work identified in the capital programme, encashment of some investments may be required, in addition to use of reserves. But major expenditure on Clarke Street redevelopment is some four to five years hence, allowing time for other funding opportunities to be explored, if required.

Managing Risk

The Trust, in addressing the matter of risk management and assessment, has in place an extensive system of internal controls including regular meetings, external and internal audit, budget monitoring, management accounts, Standing Orders, Financial Regulations and a variety of written policies. A planned tendering exercise of internal audit services was unfortunately delayed during 2020/21, owing to the impact of COVID and particularly social distancing requirements, leaving organisations reluctant to commit to undertaking reviews in person. As a result, no reviews have taken place this year and the tendering exercise still has to be run. All policies are subject to planned, periodic review.

We maintain a Health and Safety Action plan with support from The Trust's appointed 'competent person' under The Management of Health and Safety at Work Regulations 1999. This is regularly reviewed by Trustees.

We have outsourced the payroll function, and worked with our provider to successfully achieve all Auto Enrolment requirements by our staging date of 1 August 2017. We constantly monitor and review take up of auto enrolment and are actively considering overall pension options for the future.

The Liversage Trust
Trustees' Report
for the Year Ended 31 March 2021

In 2017/18, we carried out a comprehensive Risk Review and developed an enhanced Risk Register and reporting system, which includes consideration of allocated risk at each Standing Committee. Principal risks identified include problems funding the long-term capital programme, and mitigating actions agreed that projects would be deferred, rescheduled over a longer time period, or potentially abandoned, rather than having to encash investments at a loss, or borrow at high rates to fund any shortfall. We also operate a Tender Panel as part of Financial Regulations which ensures that due consideration is given to the process before any work is awarded. Another potential risk identified is the age profile of Trustees, with most being over 70. However, we pay attention to a range of factors, including age, when vacancies arise, and determine required skills and knowledge, as well as individuals being able to commit their time voluntarily to the Liversage Trust.

We are registered with the Information Commissioner's Office (ICO) and undertook a considerable amount of work in 2017/18 to ensure compliance with the General Data Protection Regulation (GDPR) beginning May 2018. Throughout the current year, we have assessed performance and continue to refine our approach, including looking at alternative methods to dispose of confidential information, encrypting email accounts and reviewing policies and procedures.

CONCLUSION

Despite 2020/21 continuing to present huge challenges to the Liversage Trust as a result of the ongoing impact of COVID, the Charity nevertheless has met these challenges 'head on' and has continued to achieve its principal object; providing affordable accommodation for older and frail elderly people and making grants for the relief of poverty in Derby. During the past year, the Trustee body has:

- kept all of our services open and running, tailoring our approach to an ever changing environment to ensure that residents, staff and partners were kept as safe and secure as possible in difficult circumstances, while providing essential support and assistance to vulnerable people
- continued to provide grant awards to support local people in need of household items, despite lockdowns and supply issues
- maintained our properties in good repair and continued our ambitious capital programme, including exploring opportunities for future major development.

Approved by order of the board of trustees on 6th December 2021 and signed on its behalf by:



.....
Mrs Janet Till (Chair) - Trustee

The Liversage Trust

Statement of Trustees' Responsibilities for the Year Ended 31 March 2021

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) including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland"

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

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

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Report of the Independent Auditors to the Trustees of The Liversage Trust

Opinion

We have audited the financial statements of The Liversage Trust (the 'charity') for the year ended 31 March 2021 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, 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 (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2021 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and
- 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 Auditors' 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 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 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. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors 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.

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 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 themselves. 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

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

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

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the financial statements which give a true and fair view, and for such internal control as the trustees 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.

**Report of the Independent Auditors to the Trustees of
The Liversage Trust**

Our responsibilities for the audit of the financial statements

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

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 a Report of the Independent Auditors 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:

- Discussions and correspondence with management, including known or suspected instances of non-compliance with laws and regulations and fraud
- Reviewing nominal ledger transactions with particular emphasis on journal entries posted by management
- Being alert throughout our work for anything considered unusual by virtue of size or nature

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. This description forms part of our Report of the Independent Auditors.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. 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 and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Bourne & Co.
Statutory Auditors
Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006
3 Charnwood Street
Derby
Derbyshire
DE1 2GY

Date: 6th December 2021

The Liversage Trust

Statement of Financial Activities
for the Year Ended 31 March 2021

	Notes	Unrestricted funds £	Restricted funds £	Endowment fund £	2021 Total funds £	2020 Total funds £
INCOME AND ENDOWMENTS FROM						
Charitable activities	4					
Provide accommodation via almshouses, sheltered housing and a residential care home for the residents of Derby		1,945,828	-	-	1,945,828	1,982,215
Provide commercial premises for rent		187,958	-	-	187,958	189,183
Investment income	3	268,185	-	-	268,185	292,655
Other income		<u>65,652</u>	<u>-</u>	<u>-</u>	<u>65,652</u>	<u>7,195</u>
Total		2,467,623	-	-	2,467,623	2,471,248
EXPENDITURE ON						
Charitable activities	5					
Provide accommodation via almshouses, sheltered housing and a residential care home for the residents of Derby		1,766,924	-	-	1,766,924	1,811,672
Support financial hardship of residents of Derby		24,504	-	-	24,504	56,068
Total		<u>1,791,428</u>	<u>-</u>	<u>-</u>	<u>1,791,428</u>	<u>1,867,740</u>
Net gains/(losses) on investments		<u>1,181,495</u>	<u>-</u>	<u>43,758</u>	<u>1,225,253</u>	<u>(2,072,834)</u>
NET INCOME/(EXPENDITURE)		1,857,690	-	43,758	1,901,448	(1,469,326)
RECONCILIATION OF FUNDS						
Total funds brought forward		<u>20,643,413</u>	<u>-</u>	<u>192,500</u>	<u>20,835,913</u>	<u>22,305,239</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>22,501,103</u></u>	<u><u>-</u></u>	<u><u>236,258</u></u>	<u><u>22,737,361</u></u>	<u><u>20,835,913</u></u>

The notes form part of these financial statements

The Liversage Trust

Balance Sheet
31 March 2021

	Notes	Unrestricted funds £	Restricted funds £	Endowment fund £	2021 Total funds £	2020 Total funds £
FIXED ASSETS						
Tangible assets	12	11,237,669	-	-	11,237,669	9,946,364
Investments						
Investments	13	8,690,040	-	236,258	8,926,298	6,827,777
Investment property	14	<u>2,532,388</u>	<u>-</u>	<u>-</u>	<u>2,532,388</u>	<u>3,730,000</u>
		22,460,097	-	236,258	22,696,355	20,504,141
CURRENT ASSETS						
Stocks	15	-	-	-	-	2,471
Debtors: amounts falling due within one year	16	187,514	-	-	187,514	81,663
Cash at bank and in hand		<u>165,723</u>	<u>-</u>	<u>-</u>	<u>165,723</u>	<u>400,485</u>
		353,237	-	-	353,237	484,619
CREDITORS						
Amounts falling due within one year	17	<u>(312,231)</u>	<u>-</u>	<u>-</u>	<u>(312,231)</u>	<u>(152,847)</u>
NET CURRENT ASSETS		<u>41,006</u>	<u>-</u>	<u>-</u>	<u>41,006</u>	<u>331,772</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>22,501,103</u>	<u>-</u>	<u>236,258</u>	<u>22,737,361</u>	<u>20,835,913</u>
NET ASSETS		<u>22,501,103</u>	<u>-</u>	<u>236,258</u>	<u>22,737,361</u>	<u>20,835,913</u>
FUNDS	18					
Unrestricted funds					22,501,103	20,643,413
Endowment funds					<u>236,258</u>	<u>192,500</u>
TOTAL FUNDS					<u>22,737,361</u>	<u>20,835,913</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 6th December 2021 and were signed on its behalf by:



Mrs Janet Till (Chair) - Trustee



Mr Malcolm Allsop (Vice Chair) - Trustee

The notes form part of these financial statements

The Liversage Trust

Cash Flow Statement
for the Year Ended 31 March 2021

	Notes	2021 £	2020 £
Cash flows from operating activities			
Cash generated from operations	1	589,879	437,418
Finance costs paid		<u>(2,770)</u>	<u>(2,910)</u>
Net cash provided by operating activities		<u>587,109</u>	<u>434,508</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(199,400)	(125,418)
Purchase of fixed asset investments		(1,440,467)	(1,034,988)
Purchase of investment property		(17,388)	(86,003)
Sale of fixed asset investments		567,199	595,007
Interest received		<u>268,185</u>	<u>292,655</u>
Net cash used in investing activities		<u>(821,871)</u>	<u>(358,747)</u>
Change in cash and cash equivalents in the reporting period		<u>(234,762)</u>	<u>75,761</u>
Cash and cash equivalents at the beginning of the reporting period		<u>400,485</u>	<u>324,724</u>
Cash and cash equivalents at the end of the reporting period		<u><u>165,723</u></u>	<u><u>400,485</u></u>

The notes form part of these financial statements

The Liversage Trust

Notes to the Cash Flow Statement for the Year Ended 31 March 2021

1. RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2021 £	2020 £
Net income/(expenditure) for the reporting period (as per the Statement of Financial Activities)	1,901,448	(1,469,326)
Adjustments for:		
Depreciation charges	123,095	116,902
(Gain)/losses on investments	(1,225,253)	2,072,834
Interest received	(268,185)	(292,655)
Finance costs	2,770	2,910
Decrease in stocks	2,471	-
(Increase)/decrease in debtors	(105,851)	90,581
Increase/(decrease) in creditors	<u>159,384</u>	<u>(83,828)</u>
Net cash provided by operations	<u>589,879</u>	<u>437,418</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.4.20 £	Cash flow £	At 31.3.21 £
Net cash			
Cash at bank and in hand	<u>400,485</u>	<u>(234,762)</u>	<u>165,723</u>
	<u>400,485</u>	<u>(234,762)</u>	<u>165,723</u>
Total	<u>400,485</u>	<u>(234,762)</u>	<u>165,723</u>

Notes to the Financial Statements
for the Year Ended 31 March 2021

1. STATUTORY INFORMATION

The presentation currency of the financial statements is the Pound Sterling (£).

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

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

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

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 a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

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

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Housing properties for letting	- 10% on cost, 5% on cost, not provided and between 15 to 50 years
Non-social housing properties	- not provided and between 15 to 50 years
Fixtures and fittings	- 33% on reducing balance, 20% on reducing balance and 10% on cost
Motor vehicles	- 25% on reducing balance

Property components lifespan are as defined in DCLG Decent Homes Guidance Annex A.

The Board of Trustees has not accounted for depreciation on its housing properties and non-social housing properties on the grounds that their estimated remaining useful economic life exceeds 50 years.

Housing properties

Housing properties are principally properties available for rent and are stated at cost/valuation less any provision for impairment (representing a diminution in the recoverable service potential of the asset below its carrying value in the balance sheet) less depreciation. Cost includes the cost of acquiring land and buildings, development costs, interest charges incurred during development and expenditure incurred in respect of improvements.

Improvements are works to existing properties which result in an increase in the net rental income, including a reduction in maintenance costs or result in significant extension of the useful economic life of the property.

Housing properties are included at valuation up to and including the last valuation.

Housing properties constructed since 1991 are included at cost and not depreciated. Component additions since April 2011 are capitalised and the component is depreciated over its deemed useful life.

Housing properties in the course of construction are included at cost and not depreciated.

The disposal proceeds from properties owned outright are included in turnover and the surplus or deficit is accounted for in the Statement of Financial Activities in the period in which the disposal occurs as the difference between the net sale proceeds and the net carrying value.

Notes to the Financial Statements - continued
for the Year Ended 31 March 2021

2. ACCOUNTING POLICIES - continued

Tangible fixed assets

Works to existing housing properties

Expenditure on existing housing properties is capitalised when it is either capable of generating increased future rents, extends their useful economic lives or significantly reduces future maintenance costs. All other expenditure in respect of general repairs to housing stock is charged to the Statement of Financial activities as incurred.

Impairment

All properties are considered for impairment annually and detailed reviews of assets for impairment are carried out if there is an indication that impairment has occurred or if they are not being depreciated.

Impairments that are a result of a major reduction in the service potential of a property are recognised in the Statement of Financial Activities. Impairments that reflect general changes in price are, where the property is shown at a valuation, recognised in the statement of total recognised surpluses and deficits until the value of the asset falls to depreciated historical cost.

Further impairments, or the full impairment if the property has not been revalued, are then recognised in the Statement of Financial Activities.

Social Housing Grant (SHG) and Other Grants

Grants received as a contribution towards revenue expenditure are matched against that expenditure by being included in turnover in the Statement of Financial Activities. The related expenditure is included under operating costs. Grants are recognised in the same period as the related expenditure provided the conditions for receipt have been satisfied and there is reasonable assurance that the grant will be received.

Grants received as a contribution towards the capital cost of a scheme and its properties are included at historical cost, the total grant receivable is deducted from the cost of housing properties.

In certain circumstances, such as the sale of housing properties, SHG may be repayable, and, in that event, is a subordinated debt and is accounted for as soon as the liability arises within creditors; amounts falling due within one year.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

The charity is exempt from tax on its charitable activities.

Value added tax

The Trust is not registered for value added tax. All expenditure where applicable is shown inclusive of value added tax.

Fund accounting

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

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

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

Investments

Investments are carried at market value. Upwards revaluations are reported in the Statement of Financial Activities and credited to a general reserve or the designated fund in which the investment is held. Diminutions in value are recognised in the Statement of Financial Activities until the investment revaluation reserve in respect of that asset no longer exists.

Going concern

After reviewing the Charity's forecasts and projections, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. The Charity, therefore continues to adopt the going concern policy in preparing its financial statements.

The Liversage Trust

Notes to the Financial Statements - continued
for the Year Ended 31 March 2021

3. INVESTMENT INCOME

	2021 £	2020 £
Bank interest	168	745
NAACIF & M&G Charifund interest	241,243	261,912
COIF interest	<u>26,774</u>	<u>29,998</u>
	<u>268,185</u>	<u>292,655</u>

4. INCOME FROM CHARITABLE ACTIVITIES

	Activity	2021 £	2020 £
Almshouse & market property rents	Provide accommodation via almshouses, sheltered housing and a residential care home for the residents of Derby	872,093	864,125
Care home residential fees	Provide accommodation via almshouses, sheltered housing and a residential care home for the residents of Derby	1,073,735	1,118,090
Commercial rents	Provide commercial premises for rent	<u>187,958</u>	<u>189,183</u>
		<u>2,133,786</u>	<u>2,171,398</u>

5. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Grant funding of activities (see note 6) £	Support costs (see note 7) £	Totals £
Provide accommodation via almshouses, sheltered housing and a residential care home for the residents of Derby	1,622,799	51,092	93,033	1,766,924
Support financial hardship of residents of Derby	<u>-</u>	<u>24,504</u>	<u>-</u>	<u>24,504</u>
	<u>1,622,799</u>	<u>75,596</u>	<u>93,033</u>	<u>1,791,428</u>

6. GRANTS PAYABLE

	2021 £	2020 £
Provide accommodation via almshouses, sheltered housing and a residential care home for the residents of Derby	51,092	53,418
Support financial hardship of residents of Derby	<u>24,504</u>	<u>56,068</u>
	<u>75,596</u>	<u>109,486</u>

The total grants paid to individuals during the year was as follows:

	2021 £	2020 £
Winter fuel and water payments	39,451	38,750
Christmas presents - Almshouse residents	9,091	9,300
Residents' outings	18	957
Amenities fund	(800)	800
Household fund	24,289	53,958
Chair's Crisis Fund	260	2,110
Christmas hampers	1,900	1,900
Christmas presents - Care Home residents	800	802
Fees shortfall contributions	<u>587</u>	<u>909</u>
	<u>75,596</u>	<u>109,486</u>

The Liversage Trust

Notes to the Financial Statements - continued
for the Year Ended 31 March 2021

7. SUPPORT COSTS

Provide accommodation via almshouses, sheltered housing and a residential care home for the residents of Derby

Governance costs
£

93,033

Included in support costs are Auditors' remuneration which amounted to £5,000 (2020 - £5,000) and other non-audit services which amounted to £9,910 (2020 - £9,460).

8. AUDITORS' REMUNERATION

Fees payable to the charity's auditors for the audit of the charity's financial statements

2021
£

2020
£

5,000

5,000

9. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2021 nor for the year ended 31 March 2020.

Trustees' expenses

Expenses totalling £200 (2020- £84) were reimbursed to trustees during the year ended 31 March 2021.

10. STAFF COSTS

Wages and salaries
Social security costs
Other pension costs

2021
£

2020
£

977,831

969,194

71,774

65,906

16,628

13,891

1,066,233

1,048,991

The average monthly number of employees during the year was as follows:

Senior management
Office staff
Maintenance staff
Resident support and care home staff

2021

2020

2

2

5

5

4

4

38

43

49

54

No employees received emoluments in excess of £60,000.

11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

INCOME AND ENDOWMENTS FROM
Charitable activities

Provide accommodation via almshouses, sheltered housing and a residential care home for the residents of Derby
Provide commercial premises for rent

Unrestricted funds
£

Restricted funds
£

Endowment fund
£

Total funds
£

1,982,215

-

-

1,982,215

189,183

-

-

189,183

Investment income

292,655

-

-

292,655

Other income

7,195

-

-

7,195

Total

2,471,248

-

-

2,471,248

The Liversage Trust

Notes to the Financial Statements - continued
for the Year Ended 31 March 2021

11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted funds £	Restricted funds £	Endowment fund £	Total funds £
EXPENDITURE ON				
Charitable activities				
Provide accommodation via almshouses, sheltered housing and a residential care home for the residents of Derby	1,811,672	-	-	1,811,672
Support financial hardship of residents of Derby	56,068	-	-	56,068
Total	1,867,740	-	-	1,867,740
Net gains/(losses) on investments	(2,031,166)	-	(41,668)	(2,072,834)
NET INCOME/(EXPENDITURE)	(1,427,658)	-	(41,668)	(1,469,326)
RECONCILIATION OF FUNDS				
Total funds brought forward	22,071,071	-	234,168	22,305,239
TOTAL FUNDS CARRIED FORWARD	20,643,413	-	192,500	20,835,913

12. TANGIBLE FIXED ASSETS

	Housing properties for letting £	Non-social housing properties £	Fixtures and fittings £	Motor vehicles £	Totals £
COST					
At 1 April 2020	8,919,223	1,200,054	303,200	13,900	10,436,377
Additions	137,459	-	61,941	-	199,400
Reclassification	1,215,000	-	-	-	1,215,000
At 31 March 2021	10,271,682	1,200,054	365,141	13,900	11,850,777
DEPRECIATION					
At 1 April 2020	299,887	13,834	168,256	8,036	490,013
Charge for year	86,517	2,659	32,453	1,466	123,095
At 31 March 2021	386,404	16,493	200,709	9,502	613,108
NET BOOK VALUE					
At 31 March 2021	9,885,278	1,183,561	164,432	4,398	11,237,669
At 31 March 2020	8,619,336	1,186,220	134,944	5,864	9,946,364

The Liversage Trust

Notes to the Financial Statements - continued
for the Year Ended 31 March 2021

13. FIXED ASSET INVESTMENTS

	Listed investments £	Cash and settlements pending £	Totals £
MARKET VALUE			
At 1 April 2020	5,523,411	1,304,366	6,827,777
Additions	361,443	1,079,024	1,440,467
Disposals	-	(567,199)	(567,199)
Revaluations	<u>1,225,253</u>	<u>-</u>	<u>1,225,253</u>
At 31 March 2021	<u>7,110,107</u>	<u>1,816,191</u>	<u>8,926,298</u>
NET BOOK VALUE			
At 31 March 2021	<u>7,110,107</u>	<u>1,816,191</u>	<u>8,926,298</u>
At 31 March 2020	<u>5,523,411</u>	<u>1,304,366</u>	<u>6,827,777</u>

There were no investment assets outside the UK.

At 31 March 2021, the investment portfolio included the following investments which represented a material proportion of the portfolio as a whole; M&G Securities Ltd NAACIF Income Funds £3,288,174 (36.84%), M&G Securities Ltd NAACIF Accumulation Funds £3,104,008 (34.77%), CCLA Income units £717,926 (8.04%) and funds held on COIF Charities Deposit Account £1,816,190 (20.35%).

Cost or valuation at 31 March 2021 is represented by:

	Listed investments £	Cash and settlements pending £	Totals £
Valuation in 2021	975,273	-	975,273
Cost	<u>6,134,834</u>	<u>1,816,191</u>	<u>7,951,025</u>
	<u>7,110,107</u>	<u>1,816,191</u>	<u>8,926,298</u>

14. INVESTMENT PROPERTY

	£
FAIR VALUE	
At 1 April 2020	3,730,000
Additions	17,388
Reclassification	<u>(1,215,000)</u>
At 31 March 2021	<u>2,532,388</u>
NET BOOK VALUE	
At 31 March 2021	<u>2,532,388</u>
At 31 March 2020	<u>3,730,000</u>

Within the £3.73 million investment property valuation at 31 March 2020 were a group of properties that have now been reclassified as housing properties for letting. Work to convert these properties has been completed & tenants are now in place.

The investment properties were last revalued at 31 March 2020 by Messrs. Milner & Co., Chartered Surveyors on an investment basis. Following on from Covid 19 and recent guidance from the Royal Institute of Chartered Surveyors, a decision has been made to defer the next revaluation until such time as the retail and commercial property sectors have settled.

The Liversage Trust

Notes to the Financial Statements - continued
for the Year Ended 31 March 2021

15. STOCKS

	2021 £	2020 £
Stocks	-	2,471

16. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Rents, maintenance contributions and care home fees outstanding	143,363	71,330
Other debtors	32,775	-
Prepayments and accrued income	11,376	10,333
	<u>187,514</u>	<u>81,663</u>

17. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Payments on account	104,065	14,020
Trade creditors	73,029	40,147
Social security and other taxes	14,188	15,204
Other creditors	96,122	60,722
Accrued expenses	24,827	22,754
	<u>312,231</u>	<u>152,847</u>

18. MOVEMENT IN FUNDS

	At 1.4.20 £	Net movement in funds £	Transfers between funds £	At 31.3.21 £
Unrestricted funds				
General reserves	14,172,193	882,541	(578,547)	14,476,187
Extraordinary Repair Fund	1,548,857	480,991	192,066	2,221,914
Cyclical Maintenance Fund	596,444	125,909	(43,639)	678,714
Property Development Fund	1,970,128	81,707	352,612	2,404,447
Asset Replacement Reserve	88,716	-	(6,492)	82,224
Charitable Fund	436,490	-	-	436,490
Liversage Court- Fee Shortfall Fund	22,977	-	-	22,977
Liversage Court- Equalisation Fund	116,000	-	29,000	145,000
Queen Victoria Loan Fund	1,094,391	286,542	-	1,380,933
Liversage Court - Depreciation fund	597,217	-	55,000	652,217
	<u>20,643,413</u>	<u>1,857,690</u>	<u>-</u>	<u>22,501,103</u>
Endowment funds				
General Endowment	192,500	43,758	-	236,258
	<u>192,500</u>	<u>43,758</u>	<u>-</u>	<u>236,258</u>
TOTAL FUNDS	<u>20,835,913</u>	<u>1,901,448</u>	<u>-</u>	<u>22,737,361</u>

The Liversage Trust

Notes to the Financial Statements - continued
for the Year Ended 31 March 2021

18. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General reserves	2,356,180	(1,791,428)	317,789	882,541
Extraordinary Repair Fund	77,843	-	403,148	480,991
Cyclical Maintenance Fund	20,377	-	105,532	125,909
Property Development Fund	13,223	-	68,484	81,707
Queen Victoria Loan Fund	-	-	286,542	286,542
	<u>2,467,623</u>	<u>(1,791,428)</u>	<u>1,181,495</u>	<u>1,857,690</u>
Endowment funds				
General Endowment	-	-	43,758	43,758
	<u>-</u>	<u>-</u>	<u>43,758</u>	<u>43,758</u>
TOTAL FUNDS	<u>2,467,623</u>	<u>(1,791,428)</u>	<u>1,225,253</u>	<u>1,901,448</u>

Comparatives for movement in funds

	At 1.4.19 £	Net movement in funds £	Transfers between funds £	At 31.3.20 £
Unrestricted funds				
General reserves	15,396,161	(754,975)	(468,993)	14,172,193
Extraordinary Repair Fund	1,689,585	(285,173)	144,445	1,548,857
Cyclical Maintenance Fund	702,070	(74,650)	(30,976)	596,444
Property Development Fund	1,748,369	(48,443)	270,202	1,970,128
Asset Replacement Reserve	88,091	-	625	88,716
Charitable Fund	436,490	-	-	436,490
Liversage Court- Fee Shortfall Fund	23,280	-	(303)	22,977
Liversage Court- Equalisation Fund	86,000	-	30,000	116,000
Queen Victoria Loan Fund	1,358,808	(264,417)	-	1,094,391
Liversage Court - Depreciation fund	542,217	-	55,000	597,217
	<u>22,071,071</u>	<u>(1,427,658)</u>	<u>-</u>	<u>20,643,413</u>
Endowment funds				
General Endowment	234,168	(41,668)	-	192,500
	<u>234,168</u>	<u>(41,668)</u>	<u>-</u>	<u>192,500</u>
TOTAL FUNDS	<u>22,305,239</u>	<u>(1,469,326)</u>	<u>-</u>	<u>20,835,913</u>

The Liversage Trust

Notes to the Financial Statements - continued for the Year Ended 31 March 2021

18. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General reserves	2,353,421	(1,867,740)	(1,240,656)	(754,975)
Extraordinary Repair Fund	82,302	-	(367,475)	(285,173)
Cyclical Maintenance Fund	21,544	-	(96,194)	(74,650)
Property Development Fund	13,981	-	(62,424)	(48,443)
Queen Victoria Loan Fund	-	-	(264,417)	(264,417)
	<u>2,471,248</u>	<u>(1,867,740)</u>	<u>(2,031,166)</u>	<u>(1,427,658)</u>
Endowment funds				
General Endowment	-	-	(41,668)	(41,668)
	<u>-</u>	<u>-</u>	<u>(41,668)</u>	<u>(41,668)</u>
TOTAL FUNDS	<u>2,471,248</u>	<u>(1,867,740)</u>	<u>(2,072,834)</u>	<u>(1,469,326)</u>

Endowment funds

The income of the Endowment Fund may be used for any purposes that are "exclusively charitable" and is therefore classified as unrestricted.

Unrestricted funds

Unrestricted funds are available for any purpose appropriate to the Trust's charitable objects.

Unrestricted designated funds

Designated reserves are part of unrestricted reserves which have been earmarked by the Board for a particular purpose. Such designations may be reversed by future Board decisions. Expenditure cannot be directly set against designated reserves but is taken through the income and expenditure account. A transfer is then made from designated reserves as appropriate.

The Trust designates those reserves set aside for future major repairs on all its housing properties and for cyclical maintenance fund including Liversage Court Care Home. The amounts set aside are based on a stock condition survey of the Trust's housing properties and represents the expenditure that cannot be met from the Registered Provider's future rental income stream. The designated reserve is the amount that the Board estimates is required for future major repairs.

Property Development fund

This fund was set up to fund the development of residential and commercial properties.

Asset Replacement Reserve fund

This fund was established to maintain the assets of the Trust and Liversage Court Care Home, such as fixtures and fittings and motor vehicles.

Charitable fund

This fund was established in the face of increasing demands for charitable relief for beneficiaries.

Liversage Court Fee shortfall fund

This fund was established to meet the costs of Liversage Court fees for qualifying residents assessed to be in need, hardship or distress who cannot afford to pay full fee levels charged.

Liversage Court Equalisation fund

This fund was set up to help offset any future deficits that may occur as a result of income shortfalls.

The Liversage Trust

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2021**

18. MOVEMENT IN FUNDS - continued

Endowment funds - continued

Queen Victoria Loan fund

This fund was established to assist with capital projects of The Liversage Trust.

Liversage Court Depreciation fund

This fund was established to fund schemes of an extraordinary nature for Liversage Court.

19. EMPLOYEE BENEFIT OBLIGATIONS

The Trust operates two defined contribution pension scheme for its employees. Both schemes are open to all employees with the Trust contributing 3% of the employees gross earnings to one and 2% of qualifying earnings to another. Funds are held in separately administered funds. Total contributions in the year to both schemes amounted to £16,628 (2020 - £13,891).

The amount owed at 31 March 2021 was £5,601 (2020 - £2,395).

20. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 March 2021 nor for the year ended 31 March 2020.