

EDWARD MAYES TRUST

FINANCIAL STATEMENTS

For the year ended 31 December 2020

Company Registration Number: 09295352

Company limited by guarantee

Registered Charity Number: 1166318

Regulator of Social Housing Number: 5072

EDWARD MAYES TRUST

Financial Statements

For the year ended 31 December 2020

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Members of the Board and Professional Advisers Year ended 31 December 2020

Registered under the Companies Act 2006:	09295352
Charity Number:	1166318
Regulator of Social Housing Number:	5072
Registered Office:	Mayes Gardens Harrison Street Ancoats Manchester M4 7FN
Trustees:	Mr J Sandford (Chairman) Mr J Longsdon (Nominee of the City of Manchester) Mrs J Winterbourne Mr J Loudon Ms P Cotterill Mr J Pickett Councillor J Hitchen (Nominee of the City of Manchester) (resigned 19 August 2020) Mr E Stelfox Mrs C Monaghan (Nominee of the City of Manchester)
Secretary:	Mr P Harrison
Auditor:	Mitchell Charlesworth LLP Chartered Accountants Statutory Auditor 3 rd Floor 44 Peter Street Manchester M2 5GP
Bankers:	National Westminster Bank Plc Spinningfields Square 182 Deansgate Manchester M3 3LY
Investment Managers:	Tilney Investment Management Royal Liver Building Pier Head Liverpool Merseyside L3 1NY

EDWARD MAYES TRUST

Trustees' Annual Report For the year ended 31 December 2020

The Trustees present their report and the financial statements of the charity for the year ended 31 December 2020.

Reference and administrative details

Reference and administrative details are shown in the schedule of members of the board and professional advisers on page 2 of the financial statements.

The Trustees

The Trustees who served the charity during the period were as follows:

Mr J Sandford (Chairman)

Mr J Longsdon (Nominee of the City of Manchester)

Mrs J Winterbourne

Mr J Loudon

Ms P Cotterill

Mr J Pickett

Councillor J Hitchen (Nominee of the City of Manchester) (resigned 19 August 2020)

Mr E Stelfox

Mrs Monaghan (Nominee of the City of Manchester)

Introduction

The Charity of Edward Mayes was founded in 1635 in accordance with the terms of his will dated 7 May 1621.

Structure, governance and management

Governing document and legal status

The Edward Mayes Trust is a registered charity with the Charity Commission. The governing instrument is the Scheme of the Charity commissioners dated 12 December 2017. The Trust registered as a Social Housing Provider in 2013. The Charity is also a Limited Company, limited by guarantee, incorporated in England and Wales.

Appointment of The Board

There should be three nominated Directors and between five and eight co-opted Directors. The nominated Directors must be appointed by Manchester City Council in accordance with the ordinary practice of the council for a period of four years, or if the appointment is being made to fill a casual vacancy, the unexpired term of the appointee's predecessor. The appointment of a co-opted Directors must be made by the Board at a special meeting called by the Chair or any two Directors giving at least four days' notice. Each co-opted Director must be appointed for a term of four years.

Organisation

The Board of Directors (which must have between eight and 11 members including the Chair), administers the Charity. The Board meets approximately six times per year and there is a sub-committee that covers the investment portfolio management. A Manager is appointed by the Board to manage the day-to-day operations of the Charity and a Scheme Manager is employed to provide a front-line housing service to the residents.

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Trustees' Annual Report For the year ended 31 December 2020

Risk management

In 2020 the Trust regularly reviewed its risk register which assists the Board in identifying threats to the Trust and recommendations to mitigate any threats.

Reserves

The Trust seeks to retain sufficient reserves so that the income from the investments that back the reserves is sufficient to maintain the Trust's property and provide for the expenses of the Charity. The aim is to make sure that the Trust is sustainable in the long-term. The general reserves are effectively a sinking fund to be used for major upgrades and development of the Trust's property.

Grants

It is the policy of the Trust to make grants to other qualifying charitable institutions having regard to the financial situation of the charity.

Objectives and activities

With effect from 1 January 2018, the individual Trustees of the Charity resigned and Edward Mayes Limited, was appointed as the corporate trustee.

Consequent upon this appointment, and as is normal in such cases, the legal title to the Charity's assets and the responsibility to settle the Charity's liabilities was transferred to the Corporate Trustee. However, the beneficial interest in the permanent endowment remains with the Charity. As at 1 January 2018, the accounting value of the net assets transferred was £3,178,079.

The Charity's objectives and activities remain as before but are now carried out on its behalf by the Corporate Trustee. Accordingly, the financial transactions of the Charity are recorded by the Corporate Trustee. The Corporate Trustee maintains separate accounting records for the Charity.

The Edward Mayes Trust aims to provide older people with an independent lifestyle in a caring and supportive environment. The principal activities of the Edward Mayes Trust are as follows:

1. a) The provision of housing accommodation for beneficiaries; and
b) Such charitable purposes for the benefit of the residents as the Board decide.
2. The Board also has the power to use income for the relief of those in need in accordance with the provisions of the scheme mentioned above.

The Trust provides its beneficiaries with affordable, quality, supported accommodation which is purposely designed to meet the needs of older people and is set in a safe and secure environment at its Mayes Gardens estate in Ancoats, Manchester. The Trust supports its beneficiaries to live independently with staff available to give advice and assistance to achieve this.

The accommodation at Mayes Gardens comprises of 48 retirement bungalows and apartments set in landscaped grounds. Residents benefit from a full maintenance and gardening service and are supported on a daily basis by a Scheme Manager and Director with out of hours support provided by an emergency call system giving beneficiaries emergency assistance if required.

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Trustees' Annual Report For the year ended 31 December 2020

Objectives and activities [continued]

The Board confirm that they have referred to the guidance contained in the Charity Commission's general information on public benefit when reviewing the Trust's aims and objectives and in planning future activities.

Achievements and performance

Five-year business plan

Throughout 2020 the Trust focused on delivering its business plan to the best of its ability working within the restrictions of the Covid-19 pandemic. The Trust has identified and developed a plan around six key areas, these being: Estate, Community, Care, Finance, Governance and Communication. The Trust is committed to delivering the key themes of the plan which will move the Charity forward creating a stronger and sustainable environment for the future.

On 18 June 2020 the Charity Commission in England and Wales issued a linking direction. Under this linking direction for accountancy and registration purposes The Edward Mayes Trust, Charity Known as the Sale Almshouses, Elizabeth Stopford for Almshouses, Mrs Lums Charity, and Whitelegg Almshouses are treated as part of the charity, and are reported on in these financial statements.

The linking of the charities is an administrative linkage, for reporting purposes only. It does not change the separate legal status of the charities, or the nature of restricted funds or endowment, and it does not constitute a merger.

The key achievements in 2020 are as follows:

Edward Mayes Trust

Modernisation Work

In 2020 the Trust continued its ongoing programme to upgrade wet room facilities on the estate by installing five wet rooms at Mayes Gardens, assisting residents to live independently for longer in their accommodation.

Governance

The Trust carried out a review and audit of Board skills and agreed to review this annually.

Occupancy

The Trust continued to remain fully occupied with three new residents being housed at Mayes Gardens in 2020. The Mayes Gardens estate continues to be a popular housing option for older people with a range of one and two bedroom adapted accommodation available in a secure and tranquil setting with housing support available from staff when required to assist residents to live independently.

Elizabeth Stopford for Almshouses

Throughout 2020 the Trust progressed the development of a refurbishment plan for the four bungalows at Marie Close, Denton. The refurbishment is being funded through a Homes England affordable housing grant, a loan from the Almshouse Association and internal funding from the Trust. In December 2020 the residents were housed in nearby temporary accommodation prior to the refurbishment work starting in January 2021. It is anticipated that the work will be completed at the end of June 2021. Once completed the properties will offer residents modern comfortable affordable homes and provide a long-term sustainable future for the properties.

Mrs Lums Charity

In 2020 the Trust carried forward its refurbishment programme for upgrading the bathrooms and installed three wet rooms at Mackenzie Street. The wet rooms will help residents maintain their independence and improve their well-being.

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Trustees' Annual Report For the year ended 31 December 2020

Inghams Almshouses

The management of Inghams Almshouses was taken over by the Charity in November 2020, and after the year-end a linking directive has been applied for. At the year-end reporting date however this charity is not linked to the Trust and so these financial statements don't contain the results of this charity. The six properties at St James Square will require a programme of upgrading over the next five years which has been identified in a recent quinquennial survey, this work will be coordinated by the Trust's architect, the properties are grade 2 listed and require careful management when carrying out improvement works.

In 2020 work was carried out to renew two flat roof extensions at 5 and 6 St James Square and the boundary wall underwent rebuilding work to stabilise a damaged section.

Governance and financial viability

The Board have reviewed its compliance with the Governance and Financial Viability Standard and confirm that it complies with the requirements of the standard for the year.

Value for Money

The key strategic objectives are to provide its residents with an independent lifestyle in affordable, quality, supported accommodation.

In line with the previous Homes England's Standard and the Financial Regulations, the Trust seeks to achieve value for money on all expenditure. In April 2018, the Regulator of Social Housing issued the updated Value for Money Standard. In line with the updated standard the Trust will set appropriate targets and measure performance on a periodic basis.

Performance against the required Value for Money metrics are set out in the table below:

Metric	2020	2019
1. Reinvestment (%)	1%	1%
2. New supply delivered	-	-
3. Gearing (%)	6%	7%
4. Earnings before interest, tax, depreciation, amortisation and major repairs (EBITDA MRI) - Interest cover %	-%	-%
5. Headline social housing cost per unit	£	£
Utilities charges	29,940	20,961
Routine maintenance	43,017	9,856
Planned maintenance	-	37,755
Major repairs	9,234	2,95
Community services	8,976	6,848
Total cost	91,167	78,315
Number of units	69	69
Cost per unit	1,321	1,276
6. Operating margin - social housing	-2%	(6)%
7. Return on Capital Employed (ROCE)	-%	(1)%

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Trustees' Annual Report For the year ended 31 December 2020

Metrics commentary

The Trust has three loans provided by the Almshouse Association which are repayable within five years. The Operating Margin and ROCE are low due to various repair works carried out on the properties, and legal fees in relation to a planning application.

Financial review

Income and expenditure

Set out below is a summary of the year's income and expenditure, together with that of the previous year:

	Note s	2020 £	2019 £
Turnover	2	362,143	355,255
Operating expenditure	2	(370,273)	(375,659)
Operating (deficit)		(8,130)	(20,404)
Interest receivable and other income	5	52,335	48,280
		44,205	27,876
Profit/(loss) on disposal of tangible fixed assets		(4,784)	(1,750)
Profit/(loss) on disposal of investments		(7,064)	(6,405)
Unrealised profit/(loss) on investments		30,984	135,005
Surplus for the year		63,341	154,726

Statement of Trustees' responsibilities

The Trustees are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and regulations and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Housing SORP;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the

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charity will continue in operation.

Trustees' Annual Report For the year ended 31 December 2020

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, The Accounting Direction for Social Housing in England 2019 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.

Auditor

Mitchell Charlesworth LLP have been re-appointed as auditor for the ensuing year.

Trustees' statement of disclosure of information to the auditor

In so far as the Trustees are aware:-

- there is no relevant audit information of which the Trust's auditor is unaware, and;
- The Trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

Statement of Compliance

The Trustees confirm that this report has been prepared in accordance with the principles set out in paragraph 4.7 of the 2014 SORP for Registered Social Housing Providers.

SIGNED BY ORDER OF THE TRUSTEES

Paul Harrison

.....
Mr P Harrison
CHARITY SECRETARY

13-07-2021

.....
Date

Mayes Gardens
Harrison Street
Manchester
M4 7FN

EDWARD MAYES TRUST

Independent Auditor's Report To the Trustees of Edward Mayes Trust

Opinion

We have audited the financial statements of Edward Mayes Trust (the 'charitable company') for the year ended 31 December 2020 which comprise the Statement of Comprehensive Income, the Statement of Changes in Reserves, the Statement of Financial Position, the Statement of Cash Flows 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, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2020, and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006, the Housing and Regeneration Act 2008 and the Accounting Direction for Private Registered Providers of Social Housing in England 2019.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company 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 company'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 directors with respect to going concern are described in the relevant sections of this report.

Other information

The board is responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

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Independent Auditor's Report To the Trustees of Edward Mayes Trust

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 there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the board report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the board report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the board report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit. ;or
- the board was not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the directors' report and from the requirement to prepare a strategic report.

In addition, we have nothing to report in respect of the following matter where the Housing and Regeneration Act 2008 requires us to report to you if, in our opinion:

- a satisfactory system of control over transactions has not been maintained.

Responsibilities of the board

As explained more fully in the board's responsibilities statement set out on page 6, the board members (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the board determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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Independent Auditor's Report To the Trustees of Edward Mayes Trust

In preparing the financial statements, the board is responsible for assessing the charitable company'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 board either intends to liquidate the charitable company or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

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

Details of the extent to which the audit was considered capable of detecting irregularities, including fraud and non-compliance with laws and regulations are set out below.

We identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and then design and perform audit procedures responsive to those risks, including obtaining audit evidence that is sufficient and appropriate to provide a basis for our opinion.

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, we considered the following:

- the nature of the industry and sector, control environment and business performance;
- results of our enquiries of management about their own identification and assessment of the risks of irregularities;
- any matters we identified having obtained and reviewed the Company's documentation of their policies and procedures relating to:
 - identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of noncompliance;
 - detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud;
 - the internal controls established to mitigate risks of fraud or non-compliance with laws and regulations;
- the matters discussed among the audit engagement team regarding how and where fraud might occur in the financial statements and any potential indicators of fraud.

As a result of these procedures, we considered the opportunities and incentives that may exist within the organisation for fraud and identified the greatest potential for fraud in relation to the timing of the recognition of income. In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override and we identified risk in relation to the posting of unusual journals and the manipulation of accounting estimates.

We also obtained an understanding of the legal and regulatory frameworks that the Company operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included the Charities Act 2011, the Housing and Regeneration Act 2008 and the Accounting Direction for Private Registered Providers of Social Housing in England 2019.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

EDWARD MAYES TRUST

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 auditor's report.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and section 137 of the Housing and Regeneration Act 2008. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's 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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Alison Buckley (Senior Statutory Auditor)
for and on behalf of Mitchell Charlesworth LLP

13/07/2021
.....

Chartered Accountants
Statutory Auditor

3rd Floor
44 Peter Street
Manchester
M2 5GP

EDWARD MAYES TRUST

Statement of Comprehensive Income For the year ended 31 December 2020

	Note s	2020 £	2019 £
Turnover	2	362,143	355,255
Operating expenditure	2	<u>(370,273)</u>	<u>(375,659)</u>
Operating (deficit)		(8,130)	(20,404)
Interest receivable and other income	5	52,335	48,280
		<u>44,205</u>	<u>27,876</u>
Profit/(loss) on disposal of tangible fixed assets		(4,784)	(1,750)
Profit/(loss) on disposal of investments		(7,064)	(6,405)
Unrealised profit/(loss) on investments		<u>30,984</u>	<u>135,005</u>
Surplus for the year		<u><u>63,341</u></u>	<u><u>154,726</u></u>

There were no other recognised gains or losses arising in the current or the prior year.

The notes on pages 16 to 26 form part of these financial statements

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Statement of Changes in Reserves For the year ended 31 December 2020

	Restricted Income and Expenditure Reserve £	Restricted Fund Reserve £	Total £
Balance at 1 January 2020	3,529,511	178,265	3,707,776
Surplus from statement of comprehensive income	63,341	-	63,341
Transfer to/(from) Reserves	18,527	(18,527)	-
	<hr/>	<hr/>	<hr/>
Balance at 31 December 2020	3,611,379	159,738	3,771,117
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>


The notes on pages 16 to 26 form part of these financial statements

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Statement of Financial Position For the year ended 31 December 2020

	Notes	2020		2019	
Fixed assets		£	£	£	£
Tangible fixed assets	7		2,434,884		2,544,084
Intangible fixed assets	8		2,996		5,346
Investments	9		1,278,401		1,182,364
			<u>3,716,281</u>		<u>3,731,794</u>
Current assets					
Trade and other debtors	10	17,193		14,769	
Investments	11	57,953		84,245	
Cash and cash equivalents		476,230		410,287	
		<u>551,376</u>		<u>509,301</u>	
Less:					
Creditors: amounts falling due within one year	12	(59,830)		(53,795)	
Net current assets			<u>491,546</u>		<u>455,506</u>
Total assets less current liabilities			4,207,827		4,187,300
Creditors: amounts falling due after more than one year	13		(436,710)		(479,524)
Total net assets			<u>3,771,117</u>		<u>3,707,776</u>
Reserves					
Restricted income and expenditure reserve	14		3,611,379		3,529,511
Restricted reserve	14		159,738		178,265
Total reserves			<u>3,771,117</u>		<u>3,707,776</u>

The financial statements on pages 13 to 26 were approved by the members of the Board and authorised for issue on 13/07/2021 and are signed on its behalf by:

 CHAIRMAN

Mr J Sandford

 TRUSTEE

Mr J Loudon

The notes on pages 16 to 26 form part of these financial statements

EDWARD MAYES TRUST

Notes to the Financial Statements For the year ended 31 December 2020

1. Principal accounting policies

Company Information

Edward Mayes Trust is a private company limited by guarantee incorporated in England and Wales. The registered office is Mayes Gardens, Harrison Street, Ancoats, Manchester, M4 7FN.

Basis of accounting

The financial statements have been prepared in accordance with applicable United Kingdom Accounting Generally Accepted Accounting Practice (UKGAAP), the Statement of Recommended Practice: 'Housing SORP 2018: Statement of Recommended Practice for Social Housing Providers'.

The financial statements comply with the Charities Act 2011, the Housing and Regeneration Act 2008 and the Accounting Direction for Private Registered Providers of Social Housing in England 2019.

On 18 June 2020 the Charity Commission in England and Wales issued a linking direction. Under this linking direction for accountancy and registration purposes The Edward Mayes Trust, Charity Known as the Sale Almshouses, Elizabeth Stopford for Almshouses, Mrs Lums Charity, and Whitelegg Almshouses are treated as part of the charity.

The linking of the charities is an administrative linkage, for reporting purposes only. It does not change the separate legal status of the charities, or the nature of restricted funds or endowment, and it does not constitute a merger.

The financial statements are prepared on the historical cost basis of accounting, except for investments which are included at market value, and are presented in sterling.

The financial statements have been prepared in compliance with FRS102.

The charity constitutes a public benefit entity as defined by FRS102.

At the time of approving the financial statements and having due regard to the impact of COVID-19, the trustees have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Thus, the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

Investment assets and income

Investments of the various funds are shown at market value. Profits and losses arising on the sale of investments are dealt with directly through the various fund accounts. Income from investments, which is shown gross, includes only such dividends and interest on securities as are remitted to the Charity during its financial year by the Charity's stockbrokers and its bankers. Changes in the market value of investment assets are shown as unrealised gains or losses.

Turnover

Turnover represents residents' contributions receivable, grants and donations.

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Notes to the Financial Statements For the year ended 31 December 2020

1. Accounting policies (continued)

Intangible fixed assets other than goodwill

Intangible assets acquired separately from a business are recognised at cost and are subsequently measured at cost less accumulated amortisation and accumulated impairment losses.

Intangible assets acquired on business combinations are recognised separately from goodwill at the acquisition date where it is probable that the expected future economic benefits that are attributable to the asset will flow to the entity and the fair value of the asset can be measured reliably.

Amortisation 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:

Website development - Straight line over 3 years

Fixed assets and depreciation

Tangible fixed assets are stated at cost less accumulated depreciation. Depreciation is charged on a straight line basis over the expected economic useful lives of the assets. Major components are treated as separate assets and depreciated over their expected useful economic lives. The following annual rates are applied:

Depreciation is charged on the freehold buildings on a component basis, as follows:

Kitchen fittings, tiles, vinyl	- 5% straight line
Internal doors, joinery, hollow partitions	- 5% straight line
Common stairs	- 2% straight line
Bathroom fittings, wall tiles, vinyl	- 5% straight line
Electrical installation	- 5% straight line
Heating installation, pipes, radiators	- 4% straight line
Heating installation, boiler, extractor fans	- 6.67% straight line
Roof and roof structure	- 2% straight line
External doors and windows	- 4% straight line
Structural walls and floors	- 2% straight line
External boundaries, paths, roads, drainage, rainwater goods	- 4% straight line
External decoration	- 16.67% straight line
Landlord services: alarms, CCTV, call system, TV	- 10% straight line
Professional fees	- 4% straight line

Long leasehold land is not depreciated.

The Garage Workshop is also not depreciated.

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Notes to the Financial Statements For the year ended 31 December 2020

1. Accounting policies [Continued]

Social Housing Grant

Social Housing Grant (SHG) and similar capital grants are amortised over the life of the structure at 2% straight line.

Other capital grants

Capital grants (other than Homes England grants) in respect of capital expenditure are treated as restricted income and are released to the accumulated surplus at the same rate at which the assets to which they relate are depreciated.

Long leasehold Almshouses

The cost of the original Edward Mayes Trust Almshouses have been fully depreciated by transfers to the Almshouses depreciation reserve. The lease expires in 2176.

Pension scheme

The charity operates a defined contribution pension scheme. Contributions are charged to the income and expenditure account as they become payable in accordance with the rules of the Scheme.

Taxation

Edward Mayes Trust is a registered charity and as such is exempt from Corporation Taxation.

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Notes to the Financial Statements For the year ended 31 December 2020

2. Particulars of income and expenditure from social housing lettings	2020 £	2019 £
Income from housing		
Residents' contribution	355,089	345,042
Supporting People	7,053	10,214
	<u>362,143</u>	<u>355,255</u>
Expenditure on social housing		
Management	193,096	189,251
Routine maintenance	43,017	51,483
Depreciation of housing properties	134,160	134,655
	<u>370,273</u>	<u>375,659</u>
Operating surplus/(deficit) on social housing	<u>(8,130)</u>	<u>(20,404)</u>

3. Trustees' emoluments

No remuneration was paid to the Trustees of the Charity in respect of the year-ended 31 December 2020 (2019: £Nil).

4. Employee information	2020 No	2019 No
The average weekly number of persons expressed as full-time equivalent employed during the year was:	2	2
	<u>2</u>	<u>2</u>
	2020 £	2019 £
Staff Costs:		
Wages and salaries	73,961	73,819
Social security costs	7,499	7,325
Pension costs	6,270	6,407
	<u>87,730</u>	<u>87,551</u>

No employee received remuneration of more than £60,000 during the year (2019: £Nil).

EDWARD MAYES TRUST

Notes to the Financial Statements For the year ended 31 December 2020

	2020	2019
	£	£
5. Interest receivable and other income		
Bank interest receivable	1,391	1,134
Income from UK listed investments	19,709	29,496
Grants receivable	30,139	15,139
Gifts receivable	-	1,000
Other income	1,096	1,511
	<u>52,335</u>	<u>48,280</u>
	<u><u>52,335</u></u>	<u><u>48,280</u></u>
6. Surplus on ordinary activities	2020	2019
	£	£
Surplus on ordinary activities is stated after charging:		
Depreciation:		
Tangible owned fixed assets	116,815	134,655
	<u>116,815</u>	<u>134,655</u>
Auditors remuneration:		
In their capacity as auditors	7,000	6,600
In respect of non-audit services	2,500	2,275
	<u>9,500</u>	<u>8,875</u>
	<u><u>9,500</u></u>	<u><u>8,875</u></u>

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Notes to the Financial Statements For the year ended 31 December 2020

7. Tangible fixed assets	Long leasehold buildings & improvements £	Long leasehold land £	25A Mayes Gardens £	Garage workshop £	Linked charities Almshouses	Assets under construction	Total £
Cost							
At 1 January 2020	1,654,533	80,012	382,824	3,896	717,410	7,500	2,846,175
Additions					9,234		9,234
Disposals					(2,970)		(2,970)
At 31 December 2020	1,654,533	80,012	382,824	3,896	723,674	7,500	2,852,439
Depreciation							
At 1 January 2020	159,807	-	31,408	-	110,876	-	302,091
Charge for the year	68,096	-	12,279	-	36,440	-	116,815
Eliminated on disposals					(1,351)		(1,351)
At 31 December 2020	227,903	-	43,687	-	145,965	--	417,555
Net book value							
At 31 December 2020	1,426,630	80,012	339,137	3,896	577,709	7,500	2,434,884
At 31 December 2019	1,494,726	80,012	351,416	3,896	606,534	7,500	2,544,084

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Notes to the Financial Statements For the year ended 31 December 2020

8. Intangible fixed assets	Website £	Total £
Cost		
At 1 January 2020 and 31 December 2020	7,049	7,049
Amortisation		
At 1 January 2020	1,703	1,703
Charge for the year	2,350	2,350
At 31 December 2020	4,053	4,053
Net book value		
At 31 December 2020	2,996	2,996
At 31 December 2019	5,346	5,346

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Notes to the Financial Statements For the year ended 31 December 2020

9. Fixed asset investments			2020	2019
			£	£
Movement in market value				
Market value b/f			1,208,657	1,065,274
Acquisition at cost			120,395	171,625
Disposals at book value			(88,968)	(159,563)
Net loss on revaluations in the year			38,317	131,321
Market value at the year-end			1,278,401	1,208,657
Historical cost at the year-end			970,591	939,887
Analysis of investments at 31 December 2020 between reserves	Accumulated Surplus	Restricted Reserves	Total Reserves 2020	Total Reserves 2019
	£	£	£	£
Listed investments				
UK quoted fixed interest	55,066		55,066	52,671
UK quoted shares	271,068		271,068	338,408
UK unit trusts	81,587		81,587	78,821
Investment and unit trusts	928,633		928,633	796,710
	1,336,354		1,336,354	1,266,610
10. Debtors			2020	2019
			£	£
Other debtors			4,267	4,417
Prepayments and accrued income			12,926	10,352
			17,193	14,769
11. Current assets investments			2020	2019
			£	£
Cash on short term deposit			57,953	84,245

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Notes to the Financial Statements For the year ended 31 December 2020

12. Creditors: Amounts falling due within one year	2020 £	2019 £
Almhouse Association loan	27,826	27,825
Accruals and deferred income	16,864	10,829
Unamortised Government grants	15,140	15,141
	<u>59,830</u>	<u>53,795</u>

13. Creditors: Amounts falling due after more than one year	2020 £	2019 £
Almhouse Association loan	119,699	147,525
Unamortised Government grants	317,011	331,999
	<u>436,710</u>	<u>479,524</u>

The loans from the Almhouse Association are unsecured, interest free and repayable in instalments due as follows:

	2020 £	2019 £
In one year or less	27,826	27,825
Between one and two years	49,399	57,275
Between two and five years	70,300	90,250
	<u>147,525</u>	<u>175,350</u>

	2020 £	2019 £
Unamortised Government grants		
At start of year	347,290	362,430
Released to income in the year	<u>(15,140)</u>	<u>(15,140)</u>
At end of year	<u>332,150</u>	<u>347,290</u>
Amounts due to be released < 1 year	15,140	15,140
Amounts due to be released > 1 year	<u>317,010</u>	<u>332,150</u>
	<u>332,150</u>	<u>347,290</u>

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Notes to the Financial Statements For the year ended 31 December 2020

14. Restricted reserves	Balance at 1 January 2020 £	Surplus for the year	Transfer to Revenue £	Balance at 31 December 2020 £
Income and expenditure	2,982,884	42,476	18,527	3,043,887
Capital expenditure	178,265	-	(18,527)	159,738
Charity Known as the Sale Almshouses	105,138	7,792		112,930
Elizabeth Stopford for Almshouses	132,099	4,378		136,477
Mrs Lums Charity	222,497	10,763		233,260
Whitelegg Almshouses	86,893	(2,068)		84,825
	3,707,776	63,341	-	3,771,117

The income and expenditure reserve can only be used in accordance with the requirements of the Edward Mayes Trust.

The capital expenditure reserve is for grants received towards the repair, upgrade and maintenance of the properties.

15. Contingent liabilities

There are no known contingent liabilities arising from contractual disputes (2019: £Nil).

16. Legislative provisions

The Charitable Company is registered in the United Kingdom with Companies House (Company number 09295352), the Charity Commission (Charity number 1166318) and with the Regulator of Social Housing (Registered Number - 5072) as a Social Housing Provider as defined by the Housing and Regeneration Act 2008 following transfer of the registration from The Edward Mayes Trust (Charity number 222631) effective from 1 January 2018. The Charitable Companies registered office is Mayes Gardens, Harrison Street, Ancoats, Manchester, M4 7FN.

17. Units in management	2020 No	2019 No
Housing accommodation - Supported Housing:		
At the end of the year	69	<u>69</u>

19. Pension scheme

The Trust operates a defined contribution scheme for its employees. The costs for the year were £6,269 (2019: £6,407). There were no prepaid or outstanding contributions as at 31 December 2020.

EDWARD MAYES TRUST

Notes to the Financial Statements For the year ended 31 December 2020

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Grants and financial assistance	2020 £	2019 £
The total accumulated Government grants received at 31 December 2020	332,150	347,290
Held as unamortised capital grants	317,010	332,150
Recognised as income in Statement of Comprehensive Income	15,140	15,140
	332,150	347,290

21

Analysis of net assets by fund

	Restricted income and expenditure fund 2020	Restricted capital fund 2020	Total funds 2020	Restricted income and expenditure fund 2019	Restricted capital fund 2019	Total funds 2019
Tangible fixed assets	3,716,281	-	3,716,281	3,731,794	-	3,731,794
Current assets	391,638	159,738	551,376	331,036	178,265	509,301
Current liabilities	(59,830)	-	(59,830)	(53,795)	-	(53,795)
Non-current liabilities	(436,710)	-	(436,710)	(479,524)	-	(479,524)
	3,611,379	159,738	3,771,117	3,529,511	178,265	3,707,776

21 Members' liability

The company is limited by guarantee, not having a share capital and consequently the liability of the members is limited to a sum not exceeding £10 being the amount that each member undertakes to contribute to the assets of the Charity in the event of its being wound up while he is a member or within one year after he ceases to be a member.