

Charity Registration No. 1186656
Company No. 11787042

NEW FOREST HERITAGE TRUST
TRUSTEES' REPORT AND CONSOLIDATED FINANCIAL
STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2021

NEW FOREST HERITAGE TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Hon Mrs M R Montagu-Scott (Chairman) Mr R Errington – resigned 7 December 2020 Hon Dr E Page Mr J Pemberton Mr E C Sutton (Secretary) Ms N Martenstyn – resigned 12 February 2020 Mrs J Neylon – resigned 17 March 2021 Mr P G Power Mr B Surman Mr D A Adams – appointed 9 March 2020 Ms J Broomfield – appointed 2 April 2021 Mr M R Harris – appointed 7 December 2020 Mr D Hickman – appointed 24 March 2020 Mr M Shaw – appointed 9 March 2020 Ms S L Williams – appointed 13 February 2020
Secretary	Mr E C Sutton
Centre manager	Giles Gould
Charity number	1186656
Company number	11787042
Principal address	New Forest Museum Lyndhurst Hampshire SO43 7NY
Independent Examiner	Fiander Tovell Limited Stag Gates House 63/64 The Avenue Southampton Hampshire SO17 1XS
Bankers	Lloyds TSB plc 39 High Street Lymington Hampshire SO41 9ZF
Investment advisors	Sanlam Solent House Cannon Street Lymington Hampshire SO41 9BR

NEW FOREST HERITAGE TRUST

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NEW FOREST HERITAGE TRUST

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 JANUARY 2021

The trustees present their report and financial statements for the year ended 31 January 2021, which incorporates the directors' report as required by company law.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's Memorandum and Articles of Association, the Companies Act 2006, the Charities Act 2011, the Statement of Recommended Practice, "Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102)", and relevant accounting standards.

CHAIRMAN'S STATEMENT

The year 2020 was certainly one like no other and proved a great challenge to the heritage sector. The New Forest Heritage Centre was closed for over four months of 2020 but work continued behind the scenes and I am delighted to report that we emerged in a revitalised position.

1. Library Development

We successfully raised substantial funds to update the Library with the installation of a new storage solution which was completed in September 2020, on time and on budget. This involved installing bespoke 'roller' racking for books and archives that meets acceptable curatorial standards and reflects industry best practice. This has quadrupled the former linear meterage of shelf space and allows the Library to display collections that have been donated but were stored in other parts of the building.

2. Fundraising success

The Heritage Centre is a charity that relies on outside donations to continue to preserve and interpret the New Forest. Since July 2020 we have received vital support from the National Lottery Culture Recovery Fund for Heritage that has helped us to recover from the financial impact of the pandemic. We are incredibly grateful for other donors such as the Garfield Weston Foundation and our long standing supporters.

3. Café development

The operation of the café has been brought in-house to maximise returns and we secured a grant to purchase fixtures and fittings, re-decorate and re-configure the café space. Income from our café is a vital source of funding for us as an independent charity.

4. Progress during COVID Lockdowns

Despite the COVID enforced closures of the Heritage Centre for over four months of the year, this gave the trustees and senior management an opportunity to conduct vital work such as - bringing the operation of the café in-house, reviewing our cost base, pursuing funding opportunities and clearing a large back log in our collections. Such work which could not have been achieved at any other time and other notable progress included:

- continuing our digital outreach, particularly with New Forest Knowledge, which has achieved over 15,000 web visitors a month since October 2020.
- Dr Katharine Walker was appointed as full-time Collections Manager in October 2020, taking responsibility of the Library and Museum collections and over 40 volunteers.
- our Centre Manager, Collections Manager, retail staff, and a small number of volunteers were retained to provide much needed work on our collections and catalogue a backlog of materials donated to us in the Christopher Tower Reference Library.
- our Special Collections in the Library underwent a conservation assessment by a paper conservator from the British Library, thanks to a generous grant from a private individual.
- our retail manager has migrated much of our shop on to our website for online sales.

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TRUSTEES' REPORT

FOR THE YEAR ENDED 31 JANUARY 2021

- senior management have overseen the completion of our museum accreditation review by Arts Council England.
- volunteer and visitor surveys have been carried out along with the updating of our CRM databases and the commencement of monthly newsletters.
- business plans and fundraising options to make us more resilient and financially sustainable have been updated.
- our board of trustees has been strengthened with the addition of Michael Harris OBE who was treasurer of Comic Relief for 30 years.

The funding from the National Lottery Heritage Fund allowed us to re-open and welcome over 65,000 visitors between 27 July and 31 December 2020. **The South East Annual Museum survey for 2019-2020 (excluding the effects of Covid) as carried out by the Association of Independent Museums has calculated the total economic impact of our visitors to the local economy to be £4.75m.**

With summer 2021 expected to be very busy with many visitors to the New Forest, we feel efforts are required more than ever to protect such a special environment.

Thank you to all our supporters and we look forward to 2021 with renewed optimism.

Mary Montagu-Scott DL, Chair of Trustees

OBJECTIVES AND ACTIVITIES

In undertaking the activities of the last twelve months, the Trustees of the New Forest Heritage Trust (the Trust) have paid due regard to the Charity Commission's guidance on public benefit in deciding what activities should be undertaken. Through adherence to the main aims of the current Business Plan 2018-21 and the fulfilment of its objectives the Trust has diligently and purposefully fulfilled its obligations.

The Trust's principal activity remains that of running a museum and reference library for the benefit of all members of the public. Through these resources and the provision of interpretative and educational activities, the Trust aims to inspire its visitors to celebrate and conserve the New Forest.

ACHIEVEMENTS AND PERFORMANCE

Re-development

The refurbishment of the Library and the Café are steps along the path to refurbishing the entire Heritage Centre, transforming it into an inspiring and engaging cultural hub for the New Forest. The current visitor offering is in need of updating to better connect visitors to the special stories, collections and traditions of the New Forest.

We continue to work on our masterplan to update the Heritage Centre to refurbish the Museum and other parts of the building. Whilst Coronavirus has delayed these aspirations, the revitalisation of the Heritage Centre is crucial although it may be delayed or subdivided into smaller projects. We hope to update you with progress later in the year.

Learning

Unfortunately, there have been no specific events or educational activities that we would usually hold because of the lockdowns and school closures. For 2021-2022 we plan to deliver the educational programme we have developed with Cultural Consulting after a wholesale review of our educational offering.

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FOR THE YEAR ENDED 31 JANUARY 2021

Retail shop and Café

The Heritage Centre like all free to enter museums relies on our fundraising activities and the financial contribution from our shop and cafe. The closures gave us the opportunity to improve our shop and migrate much of our products on to our website with refreshed items from locally sourced suppliers.

Our newly refurbished café next to the shop on the ground floor of the Heritage Centre now offers:

- a wide range of tea, fresh ground coffee, light lunches, treats and more.
- seating both inside and outside, operating both table service and takeaway.
- Dogs are always welcome, and we even sell ice creams for them!
- Open 7 days a week during museum hours.
- locally sourced products and we are proud members of New Forest Marque.

Christopher Tower Reference Library

There are a number of little known facts about our special Library:

- situated on the first floor of the Heritage Centre, the Library houses one of the most comprehensive collections of material about the New Forest that can be accessed by the public in a single location.
- much of the Library is digitised on its website, New Forest Knowledge - <https://nfknowledge.org> - which has grown considerably during lockdown with almost 30,000 hits during December 2020, up 600% on last year.
- the Library was recently donated one of its most important archives to date, the Crosthwaite-Eyre archive which consists of rare documents of the Forest between the 17th and 20th century and approximately a quarter of it was conserved and catalogued in 2020.
- in late 2020, thanks to a generous donation, an ICON approved conservator conducted a specialist conservation audit of the Special Collection books.
- the community is at the heart of everything we do in the Library and we welcomed local history, university and college groups to use the Library's resources where restrictions permitted in 2020.

Collections 2020

In 2020, our National Lottery Heritage funded project, part of the Our Past Our Future Landscape Partnership Scheme drew to a close. The project's greatest achievement was the creation of the New Forest Knowledge website - nfknowledge.org

- A team of 20 Library volunteers photographed and scanned 20,000 items contributing a total of around 2,000 days to the project since it began in January 2016.

In 2020:

- We audited and accessioned our Special Collection of over 1,000 books and papers.
- We shared our collection of over 1,000 early 20th century photographs, largely of the New Forest Waterside area, taken by Edward Mudge
- The Through Our Ancestors' Eyes archive of communing photographs and oral histories was made available on New Forest Knowledge.
- The Forestry Commission Lease Books and Atlases were all transformed into suitable file types and sizes following digitisation by an external company and made available online.
- We catalogued our entire library of over 2500 property sales particulars.

NEW FOREST HERITAGE TRUST

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 JANUARY 2021

Fundraising

The start of the financial year in 2020 commenced with successful fundraising of over £90,000 to fund the updating of the Library and the installation of roller racking. We were successful with a grant from the New Forest Leader programme and generous donations from a private individual and local trust for this project.

As staff returned from furlough in June 2020, all efforts have been focused on fundraising for core costs and we successfully raised vital grants from the National Lottery Heritage Fund to help recover from the pandemic.

Various business support and revenue grants from the New Forest District Council helped us to re-open our doors to the public in 2020. We are also very grateful for the continued support from the Garfield Weston Foundation, The Reta Lila Howard Foundation, the Caroline Montagu-Weston Foundation, the Beaulieu Beaufort Foundation and the New Forest Trust throughout the year.

Future plans

Whilst the current situation is still uncertain, given the strong management and trustee board who meet regularly, the Heritage Centre's established support in the community, its thirty year track record and ownership of the freehold of the building, the Trustees look to the future with confidence and being able to deliver:

- a new education service to the local community;
- greater visitor numbers and engagement with non-users and our partners;
- greater public access to the Library; and
- further funding for the re-development and day to day running of the Heritage Centre.

FINANCIAL REVIEW

The total incoming resources for the year were £538,012 (2020: £407,504), an increase of 32%.

The charity itself has a net surplus for the year of £192,861 (2020: £58,402 deficit) before gains and losses on investments. The charity's surplus after gains and losses is £206,647 (2020: £54,634). On consolidation, having allowed for the amortisation of assets held by the trading subsidiary, there was an overall surplus of £152,014 (2020: £82,312 deficit) before investment gains and losses and a surplus of £165,800 (2020: £30,724) after investment gains and losses.

The charity's wholly owned subsidiary, New Forest Museum Trading Limited, made a loss of £15,463 (2020: £25,445) in the year.

Reserves Policy

The Statement of Recommended Practice (SORP) for Accounting and Reporting by Charities defines reserves as income which becomes available to the charity and is to be spent at the Trustees' discretion in furtherance of any of the charity's objects, but which is not yet spent, committed or designated. This definition of reserves therefore excludes restricted and designated funds and income funds which could only be realised by disposing of fixed assets held for charity use.

Unrestricted reserves are held for three specific reasons:

1. To protect the charity in the event of a loss of trading income for a period of up to six months
2. To safeguard the charity from an unexpected but essential one-off cost
3. To provide sufficient funds to enable the charity to be able to pay both salary and overhead costs for a period of six months.

NEW FOREST HERITAGE TRUST

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 JANUARY 2021

The level of reserves should be sufficient to cover just one of these purposes rather than any combination. This would require a reserves sum of £150,000.

At 31 January 2021 the charity has consolidated unrestricted funds amounting to £424,055 with free reserves of £246,513. Whilst this exceeds the target level, it is considered reasonable in the light of the Covid-19 pandemic.

The charity's reserves policy will continue to be reviewed on an annual basis.

Investment policy

The trustees have considered the most appropriate policy for investing funds and consider that a mix of quoted investments and cash meets its requirement to generate both income and capital growth. The charity engages a firm of investment managers to oversee its portfolio of quoted investments. The investment managers have been made aware of the aims of the charity and no investments held will contradict those aims. The investment managers manage a diversified portfolio of suitable investments on a discretionary basis.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

The charity was established by a Memorandum and Articles of Association dated 24 January 2019 as amended by a Resolution dated 29 October 2019 and is registered with the Charity Commission.

Recruitment of Trustees and administration

There shall be a maximum of twelve and minimum of six Trustees. New Trustees shall be appointed at meetings of the Trustees properly called in accordance with clause 18 of the Charity's Memorandum and Articles of Association.

Induction and training of trustees is provided as required.

The day to day management of the Trust is undertaken by the Centre Manager.

Employee remuneration is set taking account of the salary guidelines published by the Museums Association.

Group Structure and Relationships

The charity has a wholly owned non-charitable subsidiary, New Forest Museum Trading Limited, whose activities and performance is discussed above.

Risk Management

The Board of Trustees is responsible for the management of the risks faced by the Charity. Risks, especially those relating to the operations and finances of the Charity, are identified, assessed and controls are established on an ongoing basis and reviewed annually. The Trustees are satisfied that systems are in place to mitigate exposure to the major risks.

NEW FOREST HERITAGE TRUST

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 JANUARY 2021

Responsibilities of the Trustees

The trustees, who are also the directors of The New Forest Heritage Trust for the purpose of company law, 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).

Company law 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 charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP (FRS 102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report has been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006.

Thank you to our Supporters

National Lottery Heritage Fund
Garfield Weston Foundation
The Hampshire & Isle of Wight Community Foundation
New Forest District Council
New Forest Leader
New Forest Trust
The Reta Lila Howard Foundation
The Caroline Montagu-Weston Foundation
The Beaulieu Beaufort Foundation

On behalf of the board of trustees



Mr E C Sutton

Secretary

Dated..... 8.9.21

NEW FOREST HERITAGE TRUST
INDEPENDENT EXAMINER'S REPORT
TO THE TRUSTEES OF NEW FOREST HERITAGE TRUST

I report to the charity trustees on my examination of the accounts of the charity for the year ended 31 January 2021 which are set out on pages 8 to 28.

Responsibilities and basis of report

As the charity trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your company's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

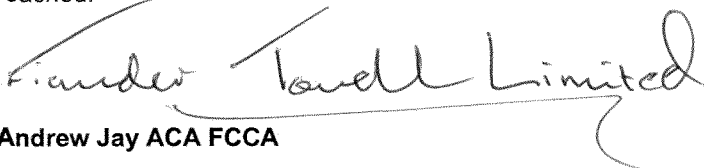
Independent examiner's statement

Since the company's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales, which is one of the listed bodies.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.



Andrew Jay ACA FCCA

Fiander Tovell Limited
Chartered Accountants
Stag Gates House
63/64 The Avenue
Southampton
Hampshire
SO17 1XS

Dated: 27/9/21

NEW FOREST HERITAGE TRUST

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 JANUARY 2021

	Notes	Unrestricted funds £	Restricted funds £	Endowment fund £	Total 2021 £	Total 2020 £
<u>Incoming resources</u>						
Incoming resources from:						
Donations and legacies	3	212,803	139,550	-	352,353	93,533
Charitable activities	6	1,265	-	-	1,265	15,072
Other trading activities	4	115,075	-	-	115,075	259,198
Investments	5	2	-	22,222	22,224	31,472
Other incoming resources	7	47,095	-	-	47,095	8,229
Total incoming resources		376,240	139,550	22,222	538,012	407,504
<u>Resources expended</u>						
Expenditure on:						
Raising funds		141,258	-	-	141,258	223,493
Charitable activities	8	184,394	60,345	-	244,739	266,323
Total resources expended		325,653	60,345	-	385,998	489,816
Net income/(expenditure) for the year/						
Net incoming/(outgoing) resources before gains/losses on investments		50,587	79,205	22,222	152,014	(82,312)
Other recognised gains and losses						
Gains/(losses) on investments		-	-	13,786	13,786	113,036
(Losses)/gains on revaluation of fixed assets		-	-	-	-	-
Net incoming/(outgoing) resources before transfers		50,587	79,205	36,008	165,800	30,724
Transfers between funds		80,035	(35,822)	(44,213)	-	-
Net movement in funds		130,622	43,383	(8,205)	165,800	30,724
Fund balances at 1 February 2020		293,433	1,399,138	1,105,324	2,797,895	2,767,171
Fund balances at 31 January 2021		424,055	1,442,521	1,097,119	2,963,695	2,797,895

NEW FOREST HERITAGE TRUST

CONSOLIDATED BALANCE SHEET

AS AT 31 JANUARY 2021

		Group		Charity	
		2021	2020	2021	2020
	Notes	£	£	£	£
Fixed assets					
Tangible assets	14	1,516,641	1,487,254	1,517,301	1,485,633
Heritage assets	15	9,000	9,000	9,000	9,000
Intangible assets	16	6,129	6,662	6,129	6,662
Investments	17	1,058,874	1,073,378	1,058,876	1,073,380
		<u>2,590,644</u>	<u>2,576,294</u>	<u>2,591,306</u>	<u>2,574,675</u>
Current assets					
Stocks	18	37,641	28,515	2,147	2,220
Debtors	19	15,630	23,404	16,105	20,472
Cash at bank and in hand		346,518	208,910	292,430	108,835
		<u>399,789</u>	<u>260,829</u>	<u>310,682</u>	<u>131,527</u>
Creditors: amounts falling due within one year	20	(26,738)	(39,228)	(16,274)	(27,135)
Net current assets		<u>373,051</u>	<u>221,601</u>	<u>294,408</u>	<u>104,392</u>
Total assets less current liabilities		<u>2,963,695</u>	<u>2,797,895</u>	<u>2,885,714</u>	<u>2,679,067</u>
Net assets		<u>2,963,695</u>	<u>2,797,895</u>	<u>2,885,714</u>	<u>2,679,067</u>
Income funds					
Restricted funds	23	1,442,521	1,399,138	1,442,521	1,399,138
Endowment funds	24	1,097,119	1,105,324	1,097,119	1,105,324
Unrestricted funds	25	424,055	293,433	346,074	174,605
		<u>2,963,695</u>	<u>2,797,895</u>	<u>2,885,714</u>	<u>2,679,067</u>

The notes at pages 12 to 29 form part of these financial statements.

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 January 2021. No member of the company has deposited a notice, pursuant to section 476, requiring an audit of these financial statements under the requirements of the Companies Act 2006.

The trustees acknowledge their responsibility for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

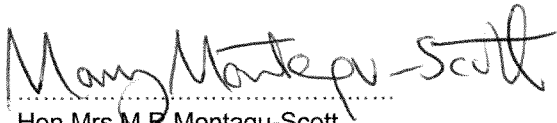
NEW FOREST HERITAGE TRUST

CONSOLIDATED BALANCE SHEET - CONTINUED

AS AT 31 JANUARY 2021

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

The financial statements were approved by the board on 14th June 2021.....



Hon Mrs M R Montagu-Scott
Director

Company Registration No: 11787042

NEW FOREST HERITAGE TRUST

CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 JANUARY 2021

	2021		2020	
	£	£	£	£
Cashflows from operating activities:				
Net cash provided by/(used in) operating activities		132,736		(99,690)
Cashflows from investing activities:				
Investment income	22,224		31,472	
Purchase of property, plant and equipment	(40,782)		(7,389)	
Purchase of intangible fixed assets	(4,860)		(1,620)	
Purchase of investments	(668,564)		(282,953)	
Movement in cash trading account within investment portfolio	(24,374)		(31,395)	
Proceeds from sale of investments	721,228		328,272	
		<u>4,872</u>		<u>36,387</u>
Change in cash and cash equivalents		137,608		(63,303)
Cash and cash equivalents at the beginning of the reporting		208,910		272,213
Cash and cash equivalents at the end of the reporting period		<u>346,518</u>		<u>208,910</u>
Reconciliation of net income/(expenditure) to net cash flow from operating activities				
Net income/(expenditure) for the reporting period		165,800		30,724
Adjustments for:				
Depreciation charges		11,395		8,256
Amortisation charges		324		1,294
Investment income		(22,224)		(31,472)
(Increase)/decrease in stock		(9,126)		2,005
(Increase)/decrease in debtors		7,774		(4,073)
Increase/(decrease) in creditors		(12,490)		6,612
(Gains)/losses on tangible fixed assets		-		-
(Gains)/losses on intangible fixed assets		5,069		-
(Gains)/losses on investments		(13,786)		(113,036)
		<u>132,736</u>		<u>(99,690)</u>

NEW FOREST HERITAGE TRUST

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JANUARY 2021

1 Accounting policies

Charity information

New Forest Heritage Trust is a charitable company limited by guarantee and established under a Memorandum and Articles of Association and registered with Companies House and the Charity Commission in England and Wales. The principal address is New Forest Museum, Lyndhurst, Hampshire, SO43 7NY. The charity is a public benefit entity.

1.1 Basis of preparation

The financial statements have been prepared under the historical cost convention except for investments which are included at market value.

The financial statements have been prepared in accordance with the Statement of Recommended Practice, "Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102)", the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS102) and the Charities Act 2011.

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

As shown in note 31, the Trust acquired the assets and activities of the unincorporated charity, New Forest Ninth Centenary Trust and consequently merger accounting has been applied in the preparation of these financial statements.

1.2 Going concern

Although the Trust remains highly dependent on grants and donations whose renewal is not certain, the Trustees consider it appropriate for these accounts to be prepared on a going concern basis given the Trust's current financial position.

1.3 Incoming resources

Voluntary income received by way of grants, donations and gifts is included when receivable.

Legacies are recognised when there is entitlement, certainty of receipt and the amount can be measured with sufficient reliability.

Where services are provided to the charity as a donation, this contribution is included in the financial statements at an estimate based on the value of the contribution to the charity.

Government grants relate to claims made under the coronavirus job retention scheme and are recognised in the statement of financial activities in the same period as the costs to which they relate.

All other income is accounted for on an accruals basis.

Incoming resources from endowment funds are restricted.

Income on sales of goods made by the trading subsidiary is recognised at the point of sale.

NEW FOREST HERITAGE TRUST

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JANUARY 2021

1 Accounting policies (Continued)

1.4 Resources expended

Resources expended are recognised in the period when the liability is incurred and include attributable VAT where it is not recoverable. All costs are allocated between the expenditure categories in the Statement of Financial Activities on a basis designed to reflect the use of the resource.

Charitable expenditure includes costs associated with the delivery of its activities and services. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them (see note 9).

Governance costs include those costs primarily associated with constitutional and statutory requirements of the charity and include the costs of audit or independent examination and costs linked to the strategic management of the charity. Governance costs are allocated between categories of expenditure (see note 10).

1.5 Fund accounting

Unrestricted funds are those which the charity is free to use for any purpose in furtherance of its charitable objectives at the discretion of the Trustees.

Designated funds are set aside by the Trustees out of the unrestricted funds for a specific purpose.

Restricted funds are those which are to be used in accordance with the specific restriction imposed by the donors or fundraising appeal. Details of each restricted fund can be found in note 23.

Endowment funds are those where capital is invested and the income generated is to be used in accordance with the benefactor's instructions.

1.6 Tangible fixed assets and depreciation

Fixed assets costing more than £1,000 are capitalised.

Tangible fixed assets, other than freehold land, are stated at cost or valuation less depreciation unless otherwise stated below. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Freehold buildings	Not depreciated
Equipment, furniture and display	25% straight line
Library, paintings and artefacts	Not depreciated
<u>Trading subsidiary</u>	
Leasehold property	Over the term of the lease
Office equipment	33% straight line
Fixtures and equipment	25% reducing balance

Buildings

No depreciation is provided in respect of freehold buildings. The trustees consider that the buildings are maintained to a high standard such that the residual value is sufficiently high for any depreciation charge to be immaterial. The trustees undertake an annual impairment review to confirm that there is no material impairment to freehold buildings.

NEW FOREST HERITAGE TRUST

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JANUARY 2021

1 Accounting policies (Continued)

Library, paintings and artefacts

No depreciation is provided on paintings, artefacts and books forming the Trust's library as the Trustees consider that due to their long life they maintain their value and that any element of depreciation would be immaterial.

1.7 Intangible fixed assets

Website expenditure is capitalised as an intangible fixed asset where it is expected that economic benefit will flow from the asset, and depreciated on a straight line basis over its estimated useful economic life which is considered to be 5 years.

1.8 Heritage assets

The charity holds heritage assets which are tangible assets of historical, artistic or scientific importance that are held to advance the preservation and conservation objectives of the Charity. Newly purchased heritage assets are capitalised and included at cost including any incidental expenses of acquisition.

Where heritage assets were acquired in past accounting periods and not capitalised, it can be difficult or costly to attribute a value to them. In such cases, these assets are excluded from the balance sheet if reliable cost information is not available and conventional valuation approaches lack sufficient reliability or significant costs are involved in the reconstruction or analysis of past accounting records or in valuation, which are onerous compared with the additional benefit derived by users of the accounts in assessing the Trustees' stewardship of the assets.

The very long expected lives of the heritage assets, due to their nature, value and need to be protected and preserved means that depreciation is not material and is, therefore, not provided.

The heritage assets are postcards which are available for public access either through the Museum and Library or by appointment.

1.9 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow moving items. Cost is calculated on a FIFO basis.

1.10 Debtors

Trade and other debtors are recognised at the settlement amount due. Prepayments are valued at the amount prepaid.

1.11 Creditors and provisions

Creditors and provisions are recognised where the Trust has a present obligation resulting from a past event that is likely to result in the transfer of funds to a third party, and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

NEW FOREST HERITAGE TRUST

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JANUARY 2021

1 Accounting policies (Continued)

1.12 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short term liquid investments with original maturities of three months or less, and bank overdrafts.

1.13 Financial instruments

The Trust only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

1.14 Pensions

The Trust and its subsidiary operate a defined contribution pension scheme. Contributions are charged in the financial statements as they become payable in accordance with the rules of the scheme.

1.15 Operating leases

Rentals applicable to operating leases where substantially all the benefits and risks of ownership remain with the lessor are charged to the Statement of Financial Activities over the period of the lease on a straight line basis.

1.16 Investments

Investments are held as fixed assets. The interest in the subsidiary undertaking is stated at cost less provision for diminution in value. Other investments are included on the balance sheet at market value. Changes in the market value of investments between financial years are charged to the Statement of Financial Activities as unrealised gains and losses. Profits and losses made on the sale of investments in the year are shown as realised gains and losses in the Statement of Financial Activities. Interest on cash deposited with banks and investment management companies is included in investment income in the Statement of Financial Activities.

1.17 Group accounts

These financial statements consolidate the results of the Trust and its wholly owned subsidiary, New Forest Museum Trading Limited, on a line by line basis. A separate Statement of Financial Activities for the Trust itself is not presented.

2 Key estimates and judgements

The trustees consider that there are no material areas of judgement or estimation uncertainty.

NEW FOREST HERITAGE TRUST

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JANUARY 2021

3 Donations and legacies

	Unrestricted funds £	Restricted funds £	2021 £	2020 £
Donations	17,012	-	17,012	27,583
Grants receivable:				
New Forest District Council	-	-	-	12,500
New Forest District Council - Covid 19	17,571	-	17,571	-
The Reta Lila Howard Foundation	-	17,000	17,000	17,000
New Forest Commoning Trust - Library Project	-	30,000	30,000	-
Barker-Mill Foundation	-	-	-	10,000
Clive Bowring Trust	-	-	-	6,000
Beaulieu Beaufort - Capital Fund Raiser	-	22,000	22,000	-
Caroline Montagu Weston Fund	-	15,000	15,000	20,000
Caroline Montagu Weston Fund - Covid 19	25,000	-	25,000	-
Garfield Weston - Covid 19	25,000	-	25,000	-
John Brewer	-	-	-	200
WM Pease	-	-	-	250
National Heritage Lottery Grant - Covid 19	48,500	-	48,500	-
NF Trust Grant	2,500	-	2,500	-
National Lottery Culture Recovery Fund - Covid 19	77,220	-	77,220	-
Rural Development Programme for England – Leader Grant	-	31,550	31,550	-
Butterfield Trust	-	24,000	24,000	-
	<u>212,803</u>	<u>139,550</u>	<u>352,353</u>	<u>93,533</u>

The breakdown of the comparative figure between funds is as follows:

Donations and legacies	<u>50,223</u>	<u>43,310</u>	<u>93,533</u>
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4 Other trading activities

	2021 £	2020 £
Hire of rooms and equipment	135	1,747
Hire of visitor information centre	7,045	11,980
Sales of books	249	586
Income from trading subsidiary (sale of goods)	107,646	244,885
Income from other trading activities	<u>115,075</u>	<u>259,198</u>

Other trading activities relate wholly to unrestricted funds for both the current and previous year.

NEW FOREST HERITAGE TRUST

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JANUARY 2021

NEW FOREST HERITAGE TRUST

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JANUARY 2021

5 Investment income

	Unrestricted funds	Endowment fund	2021 £	2020 £
Interest receivable	2	-	2	311
Investment portfolio income	-	22,222	22,222	31,161
	<u>2</u>	<u>22,222</u>	<u>22,224</u>	<u>31,472</u>

The breakdown of the comparative figure between funds is as follows:

Investment income	<u>311</u>	<u>31,161</u>	<u>31,472</u>
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6 Income from charitable activities

	Unrestricted funds	Restricted funds	2021 £	2020 £
Income from museum and teaching	1,265	-	1,265	15,072

Charitable activities relates wholly to unrestricted funds for both the current and previous year.

7 Other incoming resources

	Unrestricted funds	Restricted funds	2021 £	2020 £
Royalties and sundry income	4,055	-	4,055	8,229
Grants receivable - CJRS	43,040	-	43,040	-
	<u>47,095</u>	<u>-</u>	<u>47,095</u>	<u>8,229</u>

Other incoming resources relates wholly to unrestricted funds for both the current and previous year.

8 Analysis of charitable expenditure

The Trust fulfils its objectives by running and maintaining the museum and library of the New Forest and providing education regarding the New Forest to the public.

	Direct costs £	Support costs £	Governance costs £	2021 Total £	2020 Total £
Museum and library	29,040	129,537	19,274	177,851	164,716
Education and promotion	6,112	52,516	8,260	66,888	101,607
	<u>35,152</u>	<u>182,053</u>	<u>27,534</u>	<u>244,739</u>	<u>266,323</u>

NEW FOREST HERITAGE TRUST

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JANUARY 2021

9 Allocation of support costs

The breakdown of support costs and how they are allocated between different activities is shown below. Premises costs are allocated on the basis of floor area used and other costs are allocated on a percentage basis, based on headcount as a proxy for activity levels.

				2021	2020
Cost type	Museum and library £	Education and promotion £	Grants £	Total allocated £	Total allocated £
Rates and water	1,267	413	-	1,680	9,998
Light, heat and insurance	9,789	3,196	-	12,985	8,561
Repairs	18,308	5,976	-	24,284	21,988
Staff costs	63,832	27,356	-	91,188	72,852
Travel	156	67	-	223	689
Depreciation	6,857	2,939	-	9,796	6,125
Depreciation - assets from shop and museum refurbishment fund	1,119	480	-	1,599	2,132
Amortisation	227	97	-	324	1,294
Loss on disposal of intangibles	3,548	1,521	-	5,069	-
Telephone	2,444	1,047	-	3,491	9,218
Advertising and promotion	5,248	2,249	-	7,497	11,468
Office costs	16,742	7,175	-	23,917	16,589
	129,537	52,516	-	182,053	160,914

10 Allocation of governance costs

The breakdown of governance costs and how they are allocated between different activities is shown consistently below. Costs are allocated directly where they relate to raising funds and on the same basis as support costs where they relate to charitable activities:

				2021	2020
	Museum and library £	Education and promotion £	Raising funds £	Total allocated £	Total allocated £
Bookkeeping	5,667	2,428	7,820	15,915	17,030
Auditor/Independent examiner's fees	2,268	972	2,700	5,940	6,058
Interest payable	11,339	4,860	-	16,199	11,090
Investment portfolio management fees	-	-	6,061	6,061	6,115
	19,274	8,260	16,581	44,115	40,293

Included above are the following amounts payable to the auditor/independent examiner:

	2021	2020
	£	£
Independent examination	3,240	2,625
Other services	2,700	3,433
	5,940	6,058

NEW FOREST HERITAGE TRUST

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JANUARY 2021

11 Expenditure

The breakdown of expenditure between funds for the comparative year is as follows:

	Unrestricted funds £	Restricted funds £	Total £
Raising funds	223,493	-	223,493
Charitable activities	226,794	39,529	266,323
	<u>450,287</u>	<u>39,529</u>	<u>489,816</u>

12 Employees and Remuneration of Key Management Personnel

Number of employees

The average number of employees during the year was:

	2021 Number	2020 Number
Museum staff	6	6
Library staff	1	1
Education staff	-	1
Shop staff	9	10
	<u>16</u>	<u>18</u>
Part time	12	15
Full time	4	3
	<u>16</u>	<u>18</u>
Full time equivalents	<u>7</u>	<u>8</u>

Employment costs

	2021 £	2020 £
Wages and salaries	168,174	202,464
Social security costs	6,937	10,424
Other pension costs	4,754	6,350
	<u>179,865</u>	<u>219,238</u>

There were no employees with emoluments exceeding £60,000 (2020: None).

The total employment benefits of key management personnel were £61,941 (2020: £56,839).

The Trust continues to benefit considerably from services provided by a large group of unremunerated volunteers. The Trustees greatly appreciate the time, effort, energy and enthusiasm invested by the volunteer team during the year, without which the Trust would not have been able to offer the range and quality of services it has been able to provide.

NEW FOREST HERITAGE TRUST

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

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13 Trustees and related party transactions

No Trustees received remuneration for their services as a trustee during the year (2020: £Nil). No trustees had expenses reimbursed during the year (2020: £Nil).

During the year, the trustee E C Sutton, invoiced the charity £Nil (2020: £600) for legal services carried out. The husband of the Hon Mrs M R Montagu-Scott, a trustee, is a trustee of the Beaulieu Beaufort Foundation. During the year the Charity received a grant of £22,000 (2020: £Nil) from the Beaulieu Beaufort Foundation.

14 Tangible fixed assets

Group	Leasehold & freehold property £	Land £	Equipment, furniture and display £	Library £	Paintings and artefacts £	Total £
Cost or Valuation						
At 1 February 2020	1,400,000	5,250	198,193	45,266	21,738	1,670,447
Additions	5,194	-	35,588	-	-	40,782
Disposals	-	-	-	-	-	-
Revaluations	-	-	-	-	-	-
At 31 January 2021	1,405,194	5,250	233,781	45,266	21,738	1,711,229
Depreciation						
At 1 February 2020	-	-	183,193	-	-	183,193
On disposals	-	-	-	-	-	-
Charge for year	-	-	11,395	-	-	11,395
At 31 January 2021	-	-	194,588	-	-	194,588
Net Book Value						
At 31 January 2021	1,405,194	5,250	39,193	45,266	21,738	1,516,641
At 1 February 2020	1,400,000	5,250	15,000	45,266	21,738	1,487,254

Freehold land and buildings were revalued as at 22 October 2018 by Primmer Olds BAS, Chartered Surveyors, on an open market value basis. On a historic cost basis, the freehold land and buildings would be stated at cost of £1,659,890 (2020: £1,654,696) and accumulated depreciation of £Nil (2020: £Nil).

NEW FOREST HERITAGE TRUST

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JANUARY 2021

14 Tangible fixed assets (continued)

Charity	Leasehold & freehold property £	Land £	Equipment, furniture & display £	Library £	Paintings and artefacts £	Total £
Cost or Valuation						
At 1 February 2020	1,400,000	5,250	51,812	45,266	21,738	1,524,066
Additions	5,194	-	35,588	-	-	40,782
Disposals	-	-	-	-	-	-
Revaluations	-	-	-	-	-	-
At 31 January 2021	1,405,194	5,250	87,400	45,266	21,738	1,564,848
Depreciation						
At 1 February 2020	-	-	38,433	-	-	38,433
On disposals	-	-	-	-	-	-
Charge for year	-	-	9,114	-	-	9,114
At 31 January 2021	-	-	47,547	-	-	47,547
Net Book Value						
At 31 January 2021	1,405,194	5,250	39,853	45,266	21,738	1,517,301
At 1 February 2020	1,400,000	5,250	13,379	45,266	21,738	1,485,633

15 Heritage assets

	Group 2021 £	Charity 2021 £
Cost and Net Book Value		
At 1 February 2020	9,000	9,000
Additions	-	-
At 31 January 2021	9,000	9,000

NEW FOREST HERITAGE TRUST

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

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16 Intangible fixed assets

Group and charity

	Website costs £	Total £
Cost		
At 1 February 2020	7,956	7,956
Additions	4,860	4,860
Disposals	- 6,336	- 6,336
	<hr/>	<hr/>
At 31 January 2021	6,480	6,480
	<hr/>	<hr/>
Depreciation		
At 1 February 2020	1,294	1,294
On disposals	- 1,267	- 1,267
Charge for year	324	324
	<hr/>	<hr/>
At 31 January 2021	351	351
	<hr/>	<hr/>
Net Book Value		
At 31 January 2021	6,129	6,129
	<hr/>	<hr/>
At 1 February 2020	6,662	6,662
	<hr/>	<hr/>

NEW FOREST HERITAGE TRUST

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JANUARY 2021

17 Fixed asset investments

	Quoted investments		
	Cash trading account £	Shares £	Total £
Market value at 1 February 2020	39,460	1,033,918	1,073,378
Acquisitions at cost	(668,564)	668,564	-
Disposals in year	711,284	(711,284)	-
Income	22,222	-	22,222
Realised gain	9,944	-	9,944
Management charge	(6,060)	-	(6,060)
Drawdown of cash	(44,452)	-	(44,452)
Change in value for the year	-	3,842	3,842
Market value at 31 January 2021	63,834	995,040	1,058,874
Historic cost:			
At 31 January 2021	63,834	901,823	965,657
At 31 January 2020	39,460	877,561	917,021

Investments held by the Trust include an additional £2 (2020: £2), relating to the investment in the subsidiary company at cost (see note 29).

18 Stock

	Group		Charity	
	2021 £	2020 £	2021 £	2020 £
Goods for resale	37,641	28,515	2,147	2,220
	37,641	28,515	2,147	2,220

During the year, impairment losses of £Nil (2020: £7,742) were recognised on stock following a review of the saleability of older stock.

19 Debtors

	Group		Charity	
	2021 £	2020 £	2021 £	2020 £
Trade debtors	1,350	220	1,315	220
Amounts owed by group undertakings	-	-	510	-
Other debtors	7,596	11,705	7,596	11,705
Prepayments and accrued income	6,684	11,479	6,684	8,547
	15,630	23,404	16,105	20,472

NEW FOREST HERITAGE TRUST

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JANUARY 2021

20 Creditors: amounts falling due within one year

	Group		Charity	
	2021	2020	2021	2020
	£	£	£	£
Amounts owed to group undertakings	-	-	-	986
Trade creditors	3,995	17,896	3,654	14,484
Taxes and social security costs	5,295	7,486	3,420	2,188
Accruals	17,448	13,846	9,200	9,477
	<u>26,738</u>	<u>39,228</u>	<u>16,274</u>	<u>27,135</u>

Accruals includes the following amounts for deferred income relating to grants received for future periods:

	Group		Charity	
	2021	2020	2021	2020
	£	£	£	£
Deferred income brought forward	-	-	-	-
Released in year	-	-	-	-
Income deferred	-	-	-	-
Deferred income carried forward	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

21 Financial instruments

	Group		Charity	
	2021	2020	2021	2020
	£	£	£	£
Carrying amount of financial assets				
Equity instruments measured at fair value	<u>1,058,874</u>	<u>1,073,378</u>	<u>1,058,874</u>	<u>1,073,378</u>

22 Pension and other post-retirement benefit commitments

The group operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the group in an independently administered fund. The pension cost charge represents contributions payable by the group to the fund. At the year end there were contributions outstanding of £1,241 (2020: £1,739).

NEW FOREST HERITAGE TRUST

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JANUARY 2021

23 Restricted funds

			Movement in funds			
	Notes	Balance at 1 February 2020 £	Incoming resources £	Resources expended/ Investment losses £	Transfers £	Balance at 31 January 2021 £
Building fund	i)	1,354,228	-	-	-	1,354,228
Reta Lila Howard fund	ii)	13,142	17,000	(6,398)	-	23,744
Beaulieu Beaufort	iii)	-	22,000	(18,989)	-	3,011
John Burry library fund	iv)	5,213	-	(780)	(4,433)	-
Library fund	v)	1,500	-	(1,061)	(439)	-
Oliver Crosthwaite-Eyre fund	vi)	1,958	-	(1,958)	-	-
NPA transition	vii)	36	-	-	(36)	-
FB Laurence fund	viii)	3,000	-	(3,000)	-	-
Masterplan	ix)	10,061	-	(4,001)	(6,060)	-
Caroline Montagu	x)	10,000	15,000	(5,256)	(914)	18,830
Weston fund						
Library project	xi)	-	85,550	(18,902)	(23,940)	42,708
		<u>1,399,138</u>	<u>139,550</u>	<u>(60,345)</u>	<u>(35,822)</u>	<u>1,442,521</u>

i) Building fund

Grants have been received over several years, originally to assist in the funding of the museum building. Substantial grants were received from the Heritage Lottery Fund, the Christopher Tower Foundation, Hampshire County Council and New Forest District Council to provide for the enlargement of the museum, library and shop. This work was completed during the year to 31 March 2005.

ii) The Reta Lila Howard Foundation fund

The Reta Lila Howard Foundation fund provided a grant towards education development at the Trust. The grant is to be used to cover the salary and materials cost involved with the development of education services and the expansion of the use of the Christopher Tower Library.

iii) Beaulieu Beaufort

Funds were received for the salary of a capital fundraiser

iv) John Burry library fund

Funds have been received towards costs of running the library.

v) Library fund

Funds have been received towards costs of running the library.

vi) and viii) Oliver Crosthwaite-Eyre and FB Laurence funds

Funds have been received to be spent on costs associated with the preservation, maintenance and storage of the Crosthwaite Eyre Family Archive housed at the Christopher Tower Library.

NEW FOREST HERITAGE TRUST

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JANUARY 2021

23 Restricted funds (Continued)

vii) NPA transition

Funds were provided for the transition from the New Forest Centre to New Forest Heritage.

ix) Masterplan and x) Caroline Montagu-Weston

Funds are provided to support investigation and possible redevelopment of the New Forest Heritage Centre.

xi) Library project

Funds have been received for the capital library project

The comparative fund movements are as follows:

	Balance at 1 February 2019 £	Movement in funds Incoming resources £	Resources expended £	Transfers £	Balance at 31 January 2020 £
Building fund	1,354,228	-	-	-	1,354,228
Collections assistant	14	-	(14)	-	-
Reta Lila Howard fund	2,885	17,000	(6,743)	-	13,142
Barker-Mill Foundation	11,317	10,000	(21,317)	-	-
AIMS	2,981	-	-	(2,981)	-
John Burry library fund	5,213	-	-	-	5,213
HLF transition fund	9,231	-	-	(9,231)	-
HLF-3	10,000	-	-	(10,000)	-
Library fund	1,500	-	-	-	1,500
Caroline Montagu Weston Fund	-	10,000	-	-	10,000
Masterplan	-	6,310	(10,691)	14,442	10,061
Oliver Crosthwaite-Eyre fund	1,958	-	-	-	1,958
NPA transition	800	-	(764)	-	36
FB Laurence fund	3,000	-	-	-	3,000
	<u>1,403,127</u>	<u>43,310</u>	<u>(39,529)</u>	<u>(7,770)</u>	<u>1,399,138</u>

24 Endowment fund

	Balance at 1 February 2020 £	Movement in funds Incoming resources £	Resources expended £	Investment gains/ (losses) £	Transfers £	Balance at 31 January 2021 £
Expendable endowment fund	1,105,324	22,222	-	13,786	(44,213)	1,097,119

The expendable endowment fund was created with the legacy received as a result of the final distribution of The Christopher Tower Foundation Fund.

In accordance with the agreement, 4% of the fund can be drawn per annum and spent on the costs associated with the running of the library. Any funds drawn but unspent will be transferred to a restricted fund to be spent at a later date.

NEW FOREST HERITAGE TRUST

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JANUARY 2021

25 Unrestricted funds

	Movement in funds					Balance at 31 January 2021
	Balance at 1 February 2020	Incoming resources	Resources expended	Investment gains/ (losses)	Transfers	
	£	£	£	£	£	£
Unrestricted funds	293,433	376,240	(325,653)	-	80,035	424,055
	<u>293,433</u>	<u>376,240</u>	<u>(325,653)</u>	<u>-</u>	<u>80,035</u>	<u>424,055</u>

26 Analysis of net assets between funds

	Unrestricted funds £	Restricted funds £	Endowment funds £	Total £
Fund balances at 31 January 2021 are represented by:				
Tangible fixed assets	162,413	1,354,228	-	1,516,641
Intangible fixed assets	6,129	-	-	6,129
Heritage assets	9,000	-	-	9,000
Investments	-	-	1,058,874	1,058,874
Other net assets	26,533	-	-	26,533
Bank and cash	219,980	88,293	38,245	346,518
	<u>424,055</u>	<u>1,442,521</u>	<u>1,097,119</u>	<u>2,963,695</u>
Fund balances at 31 January 2020 are represented by:				
Tangible fixed assets	133,026	1,354,228	-	1,487,254
Intangible fixed assets	6,662	-	-	6,662
Heritage assets	9,000	-	-	9,000
Investments	-	-	1,073,378	1,073,378
Other net assets	12,691	-	-	12,691
Bank and cash	132,054	44,910	31,946	208,910
	<u>293,433</u>	<u>1,399,138</u>	<u>1,105,324</u>	<u>2,797,895</u>

27 Commitments under operating leases

As at 31 January 2021 the group had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	Group and charity	
	2021 £	2020 £
Within one year	1,452	1,718
Between two and five years	755	2,049
	<u>2,207</u>	<u>3,767</u>
Lease payments recognised as an expense during the year	<u>1,693</u>	<u>963</u>

NEW FOREST HERITAGE TRUST

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JANUARY 2021

28 Contingent liabilities

Some Heritage Lottery Fund (HLF) grants are subject to clauses entitling HLF to recover amounts unspent or not properly supported. The Trustees do not expect any such liability will arise in respect of amounts received up to 31 January 2021.

29 Subsidiary undertakings

The charitable company owns the whole of the issued ordinary share capital of New Forest Museum Trading Limited, a company registered in England and Wales (company number 03670949). The subsidiary is used for non-primary purpose trading activities. All activities have been consolidated on a line by line basis. The total taxable profits are gifted to the Trust. A summary of the results of the subsidiary is shown below:

	2021 £	2020 £
Turnover	107,646	244,885
Staff costs	(60,840)	(62,878)
Other operating costs	(75,225)	(151,562)
Rent paid to parent	(5,000)	(5,000)
Donation to parent charity	(23,786)	(47,223)
Net profit/(loss)	<u>(39,248)</u>	<u>(21,778)</u>

The aggregate assets, liabilities and reserves of New Forest Museum Trading Limited were:

Assets	94,678	137,630
Liabilities	<u>(15,771)</u>	<u>(19,475)</u>
Reserves	<u>78,907</u>	<u>118,155</u>

30 Surplus for the financial year

The Trust has taken advantage of the exemptions allowed under the Statement of Recommended Practice "Accounting and Reporting by Charities" and has not presented its own Statement of Financial Activities.

The net movement in funds of the charity for the year was a surplus of £206,647 (2020: £54,634).

The charity's gross income for the year was £456,978 (2020: £231,567).

NEW FOREST HERITAGE TRUST

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JANUARY 2021

31 Merger accounting

New Forest Heritage Trust was incorporated on 24 January 2019 and registered with the Charity Commission on 28 November 2019. On 1 February 2020, it acquired the activities and net assets of the unincorporated charity, New Forest Ninth Centenary Trust. The activities and charitable purpose remain the same as those of the unincorporated charity. As permitted under the Charities SORP, the transfer has been accounted for using merger accounting and therefore these accounts show comparative figures which are those of New Forest Ninth Centenary Trust.

32 Analysis of changes in net funds

	1 February 2020	Cashflows	31 January 2021
Cash at bank and in hand	<u>208,910</u>	<u>137,608</u>	<u>346,518</u>