



2022 Annual Report of the Trustees

Trustees

Christopher Chanter	2016 to 2023
Sue Goodman	2019 to 2022
Lizzie Induni	2020 to 2023
Christine Jessop	2021 to 2024 (resigned 2022)
David Reid	2021 to 2024
Harriet Induni	2021 to 2024 (resigned 2022)
Martin Salzer	2021 to 2024
Gerardine McHugh Soliman	2021 to 2024
Christine Webster	2021 to 2024
Emma Turk	2022 to 2025

Charity Number: 201929

Registered address: Somerset Heritage Centre, Brunel Way, Norton Fitzwarren, TA2 6SF

Accountant: Amherst & Shapland, Unit 2, Old Brewery Road, Wiveliscombe, TA4 2PW

Investment Manager: Brewin Dolphin, The Paragon, Counterslip, Bristol, BS1 6BX

Proceedings Editor: Rob Webley

Management of the Society in 2022

The Society has been working with a small number of trustees over most of the year with the burden of administrative tasks falling on a few shoulders. However, there is now a full complement within the Executive Committee which now comprises of the Chair, Deputy Chair, Honorary Treasurer and an Honorary Secretary.

The 2022 AGM was held in May, when a rule change was tabled and approved to allow the then Chair to extend his tenure as a trustee from six to seven years, and thereby allow him to remain as Chair. However, the Charity Commission advised the Society that the approach adopted to extend tenure was inadmissible and a further Special General Meeting was held in July to rectify this matter. The proposals of the Membership Working Party to update the membership categories (including a new Family Membership) and to increase the subscriptions from January 2024 were approved by the members during this AGM. The process of integrating the membership databases was started in 2022 to ensure all the changes required could be dealt with in an efficient way.

Perhaps the most important issue raised during the May AGM was the agreement by Society members to support changing the Society from an 'Unincorporated Association' to a 'Charitable

Adopted by the Board of Trustees on 14th March 2023

Adopted at the Annual General Meeting on 20th May 2023

Incorporated Organisation (CIO)'. Although this is primarily a governance issue, it is the modern approach to charity management, favoured by the Charity Commission and others. It reduces the liability of trustees and in certain circumstances other members of the Society, and there are certain external funding sources available to CIOs which are not available to Unincorporated Associations. A dedicated team to spearhead this project was set up late in 2022 with initial work focusing upon: - identifying the assets and the legal documents that underwrite them; - and, drafting a new constitution. The conversion process is complicated, exacerbated by the numerous Society assets and endowment funds, and will continue throughout 2023.

The Society Welfare Policy was reviewed in 2022 to include a rigorous risk assessment form and an Equality, Diversity and Inclusion Policy was composed. The Trustees are still very aware that there needs to be a new trustee information pack to be put together and a clear induction programme. A clear understanding of what underpins the success and the longevity of the Society is crucial for trustees to carry out their duties.

The webinars, created through necessity in Covid lock-downs, continued in 2022, with eight events held throughout the year, again supported by all sections of the Society, ranging from single lectures (mainly held weekday evenings) through to a multi-lecture event, on an archaeological topic. The webinars have been well supported; their smooth running and success is due to a small behind-the-scenes team of members. Webinars, enabling, as they do, participation from Society members geographically remote from Somerset and members who, for other reasons, might be unable to participate, will become a long-term addition to the SANHS repertoire.

During late 2022, it became clear that the website needed vital updating. A website development team were brought in to make the system stable and secure but more work is required in 2023. The Society has been fortunate to recruit a new Web Manager who has approached the job with great enthusiasm. It is hoped to provide thorough training to ensure she is supported in this vital role.

The South West Heritage Trust (SWHT) is a key partner in the management and use of SANHS assets. After a number of years when regular meetings between SANHS and SWHT had lapsed, a meeting was held in 2022, and regular meetings will now resume. The Society is now looking forward to working with the SWHT in setting up some events and activities in the future.

For many years the Wyndham Hall, also part of the SANHS Castle Estate, has been held by Somerset County Council, unused and unloved. From September, SANHS resumed direct custody of the building and took the opportunity to open the building for six days during the national September Heritage Open Days, when it attracted considerable interest from the public. It is proposed to undertake minimal remedial work before getting the Hall into routine use both by the Society and local organisations. As example, a Taunton Art Cinema group has expressed considerable interest in using the facility. The long-term viability of the hall will depend upon further development and attracting regular community usage.

2022 was an ambitious year for SANHS with a number of new developments. The trustees, however, are aware of the risks that are faced by the Society. Funding is being sought for the CIO conversion, the Wyndham Hall refurbishment as well as the overhaul of the SANHS Website and the Executive are working hard to source the required finance. There are only seven

Trustees and it is vital that this number is increased to allow the Society to carry out its charitable duties. Developing and maintaining a secure and fully functioning website which supports the aims of the Society is high on our list of priorities for 2023 together with halting the deterioration of parts of the SANHS estate.

Financial Report 2022

The overall assets of the society were £332k at the end of 2022, down £33k from £365k at the year start.

The society assets are segregated into:

- Endowment funds, which are treated as inviolate, but the income and gains are used for specific purposes in accordance with both the bequest and the society charitable objectives.
- Restricted funds, either derived from the endowment funds or funds obtained for specified purposes, the use of which is therefore strictly controlled.
- Unrestricted funds, which, although some are designated for particular purposes, can largely be used at the discretion of the trustees to support the society.

The endowment funds, many of the restricted funds and parts of some unrestricted funds are held in an investment portfolio by an investment management company. As anticipated in my report for 2021, 2022 proved a difficult year for such investments. The value of the portfolio reduced by £43k from £312k at year start to £268k at year end, although the income paid by the portfolio over the year was not substantially different (about £9k).

Endowment and Restricted Funds

The total of the endowment funds reduced from £216k at the year start to £190k at year end, this figure including the transfer of £4.7k to the corresponding restricted funds. Payment of grants from the restricted funds aligned to the endowments has increased from £3.5k in 2020 to £9.0k in 2021 and £10.8k in 2022; this marks welcomed increased activity following the relaxation in Covid limitations from 2021 onward.

The accounts identify two Restricted funds which are not included in the investment portfolio; the Norman Gardens Project and the Dunster Project. The Norman Garden Project is very nearly complete and there were no financial transactions recorded during 2022; the fund currently stands at £18.4k. It is hoped that the remaining activities can be concluded during 2023 and the project formally closed.

The Dunster Project received two final grants during 2022 (totalling £2k) and incurred £0.8k expenditure. It is hoped that this project also will be closed in 2023.

Unrestricted Funds

The Museum Exhibit Replacement Fund and the Publications Fund are part invested in the investment portfolio, and so accrue gains, losses, interest and management charges according to the portfolio performance. The Contingency Fund was included in the portfolio in 2021 with the aim of producing long-term growth in accordance with society policy.

The Museum Exhibit Replacement Fund, although categorised as unrestricted, is designated according to an agreement with the Museum of Somerset to be used solely in support of the

SANHS museum collection. There was no expenditure during 2022, but the fund value reduced from £19.0k to £17.4k over the year as a result of the above discussed portfolio performance.

The Publications Fund incurred costs of £3.8k, primarily in the issue of a new publication. This was offset by a grant of £0.8k, and there was additional income from sales of £1.8k. In combination, and as a result also of the partial exposure to the investment portfolio, the Publications Fund reduced from £9.2k at year start to £7.3k at year end.

There were no calls on the Contingency Fund during 2022, but because it is included in the investment portfolio its value reduced from £5.4k to £4.9k at year end.

Unrestricted Funds – the General Purposes Fund - Overview

Notwithstanding the significant total assets of the society, the day-to-day operation of the society is dependent upon the General Purposes Fund, the last of the unrestricted funds. Its assets were £12.9k at year start increasing to £20.8k at year end. These values, however, include fixed and intangible assets, with the result that at year end the money available in this fund was about £12.6k.

Unrestricted Funds – the General Purposes Fund - Income

One of the principal income streams for the general purposes fund is from subscriptions. After a gradual reduction in subscription income over several years, this showed a small increase in 2022 (2021 = £12.3k; 2022 = £12.5k). In addition, at the end of 2022, there was already £1.0k from advance subscriptions for 2023.

The other main income stream for the general purposes fund is from rents received from the Castle Estate properties. At the beginning of the year, there was an ongoing dispute with one of the lease holders. Following legal intervention, the rental payment aspects of this dispute were resolved, resulting in a back payment as well as a resumption of regular payments. In addition, scheduled rent increments were assessed and paid on two properties. As a result, rental income for the year was £18.1k, up from £8.7k the previous year, but this figure is inflated by the back payment from one tenant from earlier years.

Sundry donations reduced marginally from £2.1k in 2021 to £1.5k in 2022, but there was also an exceptional payment of £7k, paid by the Council upon return of the Wyndham Hall to direct SANHS custody. Although not so prescribed by the Council, this £7k is being ring-fenced for the Wyndham Hall costs.

Unrestricted Funds – the General Purposes Fund - Expenditure

The largest single expense against the general purposes fund is employment cost of the office manager. After accounting for an employment allowance grant, this increased marginally in 2022 from £15.3k to £15.7k.

Significant professional fees (£6.6k), essentially legal costs, were accrued during 2022 on issues relating to the Castle Estate (2021 = £2.4k).

Another significant expenditure against the fund is the Proceedings. For Issue 164 (released in early 2022 and part funded in 2021 and 2022), the editor secured substantial grants in support of publication, so the net cost to the General Purposes fund for that issue was only about £1.1k.

Looking Forward

The investment market seems mainly to have accounted for the ongoing political situation in Eastern Europe, but high inflation is certain to remain for much of 2023, resulting in higher costs for most of SANHS activities. Our investment portfolio, which dipped to a minimum in Q3 2022, recovered slightly in Q4 2022, and this trend is expected to continue at least for the first part of 2023. (I will provide an update for Q1 2023 at the AGM).

The major concern looking forward remains the balance of the general purposes fund. It did not prove practicable to implement the increase in membership fees, agreed at the 2022 AGM, for 2023, and this is now scheduled for 2024. So, any increased subscription income will depend upon a continued drive to recruit new members. The other main stream of income is the rents received from the Castle Estate. No routine uplifts are scheduled for 2023, and the elevated rental income for 2022 (which included significant back-payments) will in consequence reduce in 2023. Legal costs associated with the Castle Estate will continue during 2023, and there remains much uncertainty over the likely total of these costs. It is hoped that two issues of Proceedings will be released in 2023 (165 and 166), and, despite the grants received, these also will have a negative impact upon the general purposes fund.

Two initiatives, commenced during 2022, deserve comment. Firstly, despite the above-mentioned receipt of £7k upon return of the Wyndham Hall to SANHS direct custody, even the minimal costs involved in basic restoration and getting the hall operational will exceed that figure. External fundraising will be critical to this project.

Secondly, is CIO conversion. Society members (and others) have already expended very many hours in supporting this project, but significant legal (and other) costs will be incurred before this project can be brought to fruition. SANHS is contributing £2k to initiate formal legal discussions, and external fundraising has already commenced to cover anticipated costs.

It remains therefore that the general purposes fund is fragile with very significant uncertainties over expenditure which will be closely monitored.

I would like to thank Anthony Porter (of Amherst and Shapland) for production and assessment of the annual accounts. The society continues to owe debt to our office manager, Louisa Gillet, in managing the day-to day finances of the Society and I to her patience in describing to me, often repeatedly, many the intricacies of the society finances.

Signed

A handwritten signature in dark ink, appearing to read 'C Webster', with a stylized flourish at the end.

Christine Webster
Hon. Secretary

**SOMERSET ARCHAEOLOGICAL AND NATURAL HISTORY SOCIETY
INDEPENDENT EXAMINERS' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2022**

I report on the accounts of the Somerset Archaeological and Natural History Society for the year ended 31 December 2022, which are set out on pages 1 to 8.

Respective responsibilities of trustees and examiner

The Charity's trustees are responsible for the preparation of the accounts. The trustees consider that an audit is not required for this year under Section 144(2) of the Charities Act 2011 (The 2011 Act) and that an independent examination is required.

It is my responsibility to:

- i) Examine the accounts under section 145 of the 2011 Act;
- ii) To follow procedures laid down in the General Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- iii) To state whether any particular matters have come to my attention.

Basis of opinion

My examination was carried out in accordance with the General Directions given by the Charity Commissioner. An examination includes a review of the accounting records maintained by the Charity and a comparison of the accounts with those records. It also includes consideration of any unusual items or disclosures in the accounts, and the seeking of explanations from you as trustees concerning such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts give a 'true and fair view' and the report is limited to the matters set out in the statement below.

Independent Examiners' Statement

In connection with my examination, no matter has come to my attention;

- 1) which gives me reasonable cause to believe that in any material respect the requirements to keep accounting records in accordance with section 130 of The 2011 Act; and to prepare accounts which accord with the accounting records and comply with the requirements of The 2011 Act have not been met; or
- 2) to which, in my opinion, attention should be drawn to enable a proper understanding of the accounts to be reached.

Anthony Porter BA(Hons) FCA
Amherst & Shapland
(Taunton and Wiveliscombe)
Chartered Accountants

Old Brewery Road
Wiveliscombe
Taunton
Somerset

SOMERSET ARCHAEOLOGICAL AND NATURAL HISTORY SOCIETY
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2022

Incoming Resources	Note	Unrestricted Funds £	Restricted Funds £	Endowed Funds £	Total 2022 £	Total 2021 £
Incoming Resources from generated funds						
Subscriptions	2	12,487	-	-	12,487	12,293
Gift Aid		1,090	-	-	1,090	1,100
Rent Received	4	18,055	-	-	18,055	8,730
Investment Income		931	2,087	6,708	9,726	9,360
Legacies and Donations	3	10,066	2,000	-	12,066	52,156
Publication Sales and Contributions		2,621	-	-	2,621	663
Royalties		851	-	-	851	751
Proceedings		5,540	-	-	5,540	7,638
Function Income		-	-	-	-	-
Group events income		1,008	-	-	1,008	800
Other Income		1,290	-	-	1,290	124
Total Incoming Resources		53,939	4,087	6,708	64,734	93,615
Charitable Activities						
Grants	14	-	10,781	-	10,781	9,049
Museum Exhibits & Replacements		-	-	-	-	4,800
Proceedings		8,890	-	-	8,890	8,109
Newsletter		-	-	-	-	706
Library Acquisitions		904	-	-	904	1,196
Library maintenance		-	-	-	-	86
Function Costs		156	-	-	156	-
Publications		3,807	-	-	3,807	165
Group events expenditure		713	-	-	713	384
Dunster Project		-	781	-	781	1,159
Norman Gardens Project		-	-	-	-	72,528
Wyndham Hall		732	-	-	732	-
New Website		-	-	-	-	646
Office Costs	5	24,035	601	1,972	26,608	22,318
		39,237	12,163	1,972	53,372	121,146
Governance Costs	5	7,357	-	-	7,357	6,253
Total Resources Expended		46,594	12,163	1,972	60,729	127,399
Net Incoming/(Outgoing) Resources		7,345	(8,076)	4,736	4,005	(33,784)
Other Recognised (Losses)/Gains		(3,533)	(7,760)	(25,467)	(36,760)	18,502
Transfers between funds		-	4,736	(4,736)	-	-
Net Movement in Funds		3,812	(11,100)	(25,467)	(32,755)	(15,282)
Total Funds Brought Forward		46,546	102,060	215,926	364,532	379,814
Total Funds Carried Forward		50,358	90,960	190,459	331,777	364,532

The notes on pages 3 to 8 form part of these financial statements

**SOMERSET ARCHAEOLOGICAL AND NATURAL HISTORY SOCIETY
BALANCE SHEET
AS AT 31 DECEMBER 2022**

		2022	2021
	Note	£	£
Fixed Assets			
Heritage Assets	1	-	-
Office Equipment	7	2,587	227
Investments			
Shares at valuation	8	268,330	311,684
Intangible Assets			
Leases	9	5,558	6,421
		<u>276,475</u>	<u>318,332</u>
Current Assets			
Stocks of items for resale		-	-
Debtors	10	613	263
Cash at bank and in hand	11	59,300	47,245
		<u>59,913</u>	<u>47,508</u>
Current Liabilities			
Creditors and accruals	12	4,611	1,308
		<u>4,611</u>	<u>1,308</u>
Net Current Assets		55,302	46,200
Total Net Assets		<u>331,777</u>	<u>364,532</u>
Funded By	14		
Unrestricted Funds			
General Purposes Fund		50,358	46,546
		<u>50,358</u>	<u>46,546</u>
Restricted Funds		90,960	102,060
Endowment Funds		190,459	215,926
		<u>331,777</u>	<u>364,532</u>

The Financial Statements were approved by the trustees on 5/4/23 and signed on their behalf by Mr (Honorary Treasurer)

M. L. V. SALZER M. L. V. Salzer 19/4/23

The notes on pages 3 to 8 form part of these financial statements

**SOMERSET ARCHAEOLOGICAL AND NATURAL HISTORY SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

1 Accounting Policies

(a) Basis of preparation

The Financial Statements have been prepared under the historical cost convention, with the exception of 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 (SORP 2005) issued in May 2008 and applicable UK Accounting Standards and the Charities Act 2011.

(b) Incoming resources

All incoming resources are recognised once the charity has entitlement to the resources, it is certain that the resources will be received and the monetary value of incoming resources can be measured with sufficient reliability.

(c) Resources expended

Liabilities are recognised as resources expended as soon as there is a legal or constructive obligation committing the charity to the expenditure. All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

Grants payable are payments made to third parties in the furtherance of the charitable objects of the charity. Provisions for grants are made when the intention to make the grant has been communicated to the recipient.

(d) Allocation of overhead and support costs

Overhead and support costs have been allocated between charitable activity and governance. Costs relating to Charitable Activities have been apportioned on the basis of an assessment of the proportion of work done in respect of Charitable Activities and Governance and is detailed in note 4.

(e) Governance costs

Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include costs related to Independent Examination and legal fees together with an apportionment of overhead and support costs.

(f) Fixed asset investments

Investments are stated at market value as at the balance sheet date. The Statement of Financial Activities includes the net gains and losses arising on revaluation and disposals throughout the year. Realised and unrealised gains are not separated. realised gains and losses on investments are calculated as the difference between the sales proceeds and the opening market value or purchase date if later. Unrealised gains and losses are calculated as the difference between the market value at the year end and opening market value or purchase date if later.

(g) Heritage assets

Heritage assets are accounted for in accordance with Financial Reporting Standard 30. These consist of (i) Museum exhibits and related fixtures and fittings on loan to Somerset County Council, (ii) The contents of the library together with related fixtures and fittings, (iii) Records and archives on loan to Somerset County Council, (iv) The Castle Estate. For all these assets no valuation is included as the costs involved in obtaining a valuation would be prohibitive when compared to the benefit to the users of the financial statements. The collections include many items that would be irreplaceable see pages 9 to 11 above.

(h) Funds

The charity has a number of Endowment funds which are detailed in note 15 to the accounts. The Trustees at their discretion may allocate any part of the total return to the general purposes or to restricted income funds. The Trustees invest the capital in perpetuity and is managed on a total returns basis.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor or trust deed. Details are in note 15 to the accounts.

(i) Leases

The professional costs in relation to setting up new leases in excess of 5 years are capitalised and amortised, on a straight line basis, over the term of the lease.

SOMERSET ARCHAEOLOGICAL AND NATURAL HISTORY SOCIETY
NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 20212

	2022 £	2021 £
2 Subscriptions		
Membership subscriptions for the 2022 year	12,487	12,293
3 Donations and legacies	2022 £	2021 £
Sundry donations	1,543	2,118
Dunster Project	2,000	1,025
Norman Gardens Project	-	47,445
Somerset grant	7,000	-
Grants (Employment Allowance)	1,523	1,568
Legacies	-	-
	12,066	52,156
4 Rents Received	2022 £	2021 £
Commercial rents - private sector	13,688	4,480
Non-commercial - Public sector	4,367	4,250
	18,055	8,730

Somerset County Council provide office and meeting room facilities within the Somerset Heritage Centre, free of charge. The value of these facilities is estimated to be in the region of £7,500 per annum.

5 Support Costs	Basis of apportionment	Charitable Activity £	Governance £	Total 2022	Total 2021 £
Salaries and employment costs	work done	12,851	4,284	17,135	16,864
Rent	actual	-	-	-	-
Insurance	work done	814	272	1,086	994
Committee and general expenses	actual	-	-	-	994
Postage	work done	816	300	1,116	213
Printing and Stationery	work done	316	106	422	689
Telephone and Internet	work done	475	159	634	680
Computer and Equipment Costs	work done	531	177	708	1,155
Sundry	work done	304	101	405	429
Castle Estate maintenance	actual	-	-	-	-
Depreciation	work done	384	128	512	225
Website	actual	576	-	576	-
Membership database	actual	-	1,036	1,036	-
Lease Amortisation	actual	519	344	863	863
Accountancy and payroll	actual	360	450	810	840
Professional Fees	actual	8,662	-	8,662	4,625
		26,608	7,357	33,965	28,571

SOMERSET ARCHAEOLOGICAL AND NATURAL HISTORY SOCIETY
NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2022

6 Staff Costs	2022 £	2021 £
Salaries and wages	15,612	15,296
Employment costs	1,523	1,568
	<u>17,135</u>	<u>16,864</u>
	2022 No.	2021 No.
The number of employees was	<u>1</u>	<u>1</u>

No remuneration was paid to any trustee in the year. Travel and meeting expenses reimbursed were £Nil (2020: £Nil)

7 Tangible Fixed Assets	Office Equipment £	Heritage Assets £
Cost at 1 January 2022	13,344	-
Additions	2,872	-
Disposals	-	-
	<u>16,216</u>	<u>-</u>
Cost at 31 December 2021	16,216	-
Depreciation		
As at 1 January 2022	13,117	-
On Disposals	-	-
For the Year	512	-
	<u>13,629</u>	<u>-</u>
As at 31 December 2022	13,629	-
Written Down Value at 31 December 2022	<u>2,587</u>	<u>-</u>
Written Down Value at 31 December 2021	<u>227</u>	<u>-</u>

8 Investments	Cost 2022 £	Value £	Cost 2021 £	Value £
Under management with Brewin Dolphin				
Allocated to Endowment Funds	200,476	190,459	202,585	215,926
Allocated to Restricted Funds	56,692	53,859	61,733	65,798
Allocated to unrestricted funds	25,274	24,012	28,109	29,960
	<u>282,442</u>	<u>268,330</u>	<u>292,427</u>	<u>311,684</u>

SOMERSET ARCHAEOLOGICAL AND NATURAL HISTORY SOCIETY
NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2022

8 Investments (continued)	Cost	Value 2022	Value 2021
	£	£	£
Allianz Global Investors	16,500	14,675	13,941
Finsbury G & I Trust	15,006	14,578	-
Allianz Global Strategic Bond	10,000	7,397	9,206
Baillie Gifford	8,001	7,832	-
BB Healthcare	5,751	5,194	6,744
City of London	-	-	19,838
Coupland Cardiff Japan	5,000	6,775	6,858
Diverse Income Trust	16,423	12,768	16,013
Dodge & Cox Worldwide	10,000	13,562	13,203
Fidelity Eurotrust	7,907	9,756	6,946
Findlay Park	-	-	13,726
Gam star fund	-	-	9,782
Henderson Euro Trust	-	-	6,933
Henderson FE	-	-	8,068
Henderson Janus	16,000	12,817	10,236
HICL Infrastructure Ord	9,238	9,307	9,748
Legal & General Global Inflation	15,000	12,901	-
JPMorgan Funds US Equity	10,000	15,199	14,253
Jupiter UT Managers Strategic Bond	13,000	11,102	13,520
Mayfair Capital in prop inc trust	9,289	7,248	8,264
Mercantile Investment	14,960	11,373	15,117
Muzinich Funds	16,292	14,606	14,383
Onesavings Bank 7.875%STP	13,803	13,337	13,685
ParagonGroup 6.125% SNR 2022	-	-	13,028
Personal Asset Trust	14,048	15,328	16,064
Pimco Global	15,000	12,468	14,366
Prusik UMB	8,001	8,125	-
RIT Cap Partners	5,035	5,174	7,150
S & W Fund Admin Church House	11,899	12,708	14,202
Scottish American Investment Trust	5,020	5,548	5,897
Sequoia Economic 1	11,269	8,552	10,513
	<u>282,442</u>	<u>268,330</u>	<u>311,684</u>

Dealing charges deducted by Brewin Dolphin in the year were £2,965.92 (2021: £2,965.92).

9 Leases	2022 £	2021 £
Capital cost of leases brought forward	11,388	11,388
New leases	-	-
Amortisation brought forward	4,967	4,104
Amortised in the year	863	863
	<u>5,558</u>	<u>6,421</u>
	2022 £	2021 £
Debtors	-	-
Brewin Dolphin	613	263
	<u>613</u>	<u>263</u>

SOMERSET ARCHAEOLOGICAL AND NATURAL HISTORY SOCIETY
NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2022

	2022 £	2021 £			
11 Cash at Bank and in Hand					
Bank Current Accounts	24,918	16,733			
Petty Cash	392	209			
Paypal	82	234			
Cash held by Brewin Dolphin	11,154	7,407			
Norman Gardens account	18,330	18,280			
COIF Maltwood Deposit Account	4,424	4,382			
	<u>59,300</u>	<u>47,245</u>			
	2022 £	2021 £			
12 Creditors and Accruals					
Rent received in advance	2,615	149			
PAYE & NIC	239	319			
2023 Subscriptions	1,007	90			
Accountancy	750	750			
	<u>4,611</u>	<u>1,308</u>			
	2022 £	2021 £			
13 Analysis of Assets Between Funds	Unrestricted Funds £	Restricted Funds £	Endowed Funds £	Total 2022 £	Total 2021 £
Tangible Fixed Assets	2,587	-	-	2,587	227
Intangible Assets	5,558	-	-	5,558	6,421
Investments	24,012	53,859	190,459	268,330	311,684
Bank and cash	22,199	37,101	-	59,300	47,245
Other Net Current Liabilities	(3,998)	-	-	(3,998)	(1,045)
	<u>50,358</u>	<u>90,960</u>	<u>190,459</u>	<u>331,777</u>	<u>364,532</u>

Included in Unrestricted funds is the Museum Exhibit Replacement Fund. Under an agreement made with the Museum of Somerset this fund was designated to be used solely for the restoration, maintenance and acquisition of exhibits in the museum collection.

14 Grants Approved

	Approved and unclaimed b/fwd £	New offers 2022 £	Paid in 2022 £	Lapsed 2022 £	Approved and unclaimed c/fwd £
Gray	2,002	1,990	(400)	-	3,592
Murless	-	-	-	-	-
Maltwood	14,396	4,667	(10,381)	(1,195)	7,487
Williams	-	-	-	-	-
Natural Sciences	-	1,122	-	-	1,122
Museum	-	-	-	-	-
	<u>16,398</u>	<u>7,779</u>	<u>(10,781)</u>	<u>(1,195)</u>	<u>12,201</u>

SOMERSET ARCHAEOLOGICAL AND NATURAL HISTORY SOCIETY
NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2022

15 Funds	Balance at 1 January 2022 £	Income £	Expenditure £	Allocation of Endowment Income £	Revaluation (Recognised losses) £	Grants £	Balance at 31 December 2022 £
Unrestricted							
General Purposes Fund	12,881	50,387	(42,514)	-	-	-	20,754
Museum Exhibit Replacement Fund	19,029	527	(154)	-	(1,997)	-	17,405
Publications	9,237	2,876	(3,882)	-	(970)	-	7,261
Contingency Fund	5,399	149	(44)	-	(566)	-	4,938
Total General Funds	46,546	53,939	(46,594)	-	(3,533)	-	50,358
Restricted Funds							
Gray	4,260	107	(31)	414	(405)	(400)	3,945
Tite	1,537	42	(12)	69	(161)	-	1,475
Williams	20,749	574	(169)	333	(2,178)	-	19,309
Maltwood	28,146	700	(194)	3,642	(2,495)	(10,381)	19,418
Natural Sciences	5,454	151	(44)	278	(572)	-	5,267
Murless Fund	18,572	513	(151)	-	(1,949)	-	16,985
Dunster Project	4,962	2,000	(781)	-	-	-	6,181
Norman Gardens Project	18,380	-	-	-	-	-	18,380
Total Restricted Funds	102,060	4,087	(1,382)	4,736	(7,760)	(10,781)	90,960
Endowment Funds							
H St. Gray Excavation	18,863	586	(172)	(414)	(2,225)	-	16,638
Tite Bequest	3,162	98	(29)	(69)	(373)	-	2,789
Williams Bequest	15,181	472	(139)	(333)	(1,790)	-	13,391
The Maltwood Fund	165,995	5,158	(1,516)	(3,642)	(19,578)	-	146,417
Natural Sciences Fund	12,725	394	(116)	(278)	(1,501)	-	11,224
Total Endowment Funds	215,926	6,708	(1,972)	(4,736)	(25,467)	-	190,459
	364,532	64,734	(49,948)	-	(36,760)	(10,781)	331,777

**SOMERSET ARCHAEOLOGICAL AND NATURAL HISTORY SOCIETY
INDEPENDENT EXAMINERS' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2022**

I report on the accounts of the Somerset Archaeological and Natural History Society for the year ended 31 December 2022, which are set out on pages 1 to 8.

Respective responsibilities of trustees and examiner

The Charity's trustees are responsible for the preparation of the accounts. The trustees consider that an audit is not required for this year under Section 144(2) of the Charities Act 2011 (The 2011 Act) and that an independent examination is required.

It is my responsibility to:

- i) Examine the accounts under section 145 of the 2011 Act;
- ii) To follow procedures laid down in the General Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- iii) To state whether any particular matters have come to my attention.

Basis of opinion

My examination was carried out in accordance with the General Directions given by the Charity Commissioner. An examination includes a review of the accounting records maintained by the Charity and a comparison of the accounts with those records. It also includes consideration of any unusual items or disclosures in the accounts, and the seeking of explanations from you as trustees concerning such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts give a 'true and fair view' and the report is limited to the matters set out in the statement below.

Independent Examiners' Statement

In connection with my examination, no matter has come to my attention;

- 1) which gives me reasonable cause to believe that in any material respect the requirements to keep accounting records in accordance with section 130 of The 2011 Act; and to prepare accounts which accord with the accounting records and comply with the requirements of The 2011 Act have not been met; or
- 2) to which, in my opinion, attention should be drawn to enable a proper understanding of the accounts to be reached.

Anthony Porter BA(Hons) FCA
Amherst & Shapland
(Taunton and Wiveliscombe)
Chartered Accountants

Old Brewery Road
Wiveliscombe
Taunton
Somerset

SOMERSET ARCHAEOLOGICAL AND NATURAL HISTORY SOCIETY
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2022

Incoming Resources	Note	Unrestricted Funds £	Restricted Funds £	Endowed Funds £	Total 2022 £	Total 2021 £
Incoming Resources from generated funds						
Subscriptions	2	12,487	-	-	12,487	12,293
Gift Aid		1,090	-	-	1,090	1,100
Rent Received	4	18,055	-	-	18,055	8,730
Investment Income		931	2,087	6,708	9,726	9,360
Legacies and Donations	3	10,066	2,000	-	12,066	52,156
Publication Sales and Contributions		2,621	-	-	2,621	663
Royalties		851	-	-	851	751
Proceedings		5,540	-	-	5,540	7,638
Function Income		-	-	-	-	-
Group events income		1,008	-	-	1,008	800
Other Income		1,290	-	-	1,290	124
Total Incoming Resources		53,939	4,087	6,708	64,734	93,615
Charitable Activities						
Grants	14	-	10,781	-	10,781	9,049
Museum Exhibits & Replacements		-	-	-	-	4,800
Proceedings		8,890	-	-	8,890	8,109
Newsletter		-	-	-	-	706
Library Acquisitions		904	-	-	904	1,196
Library maintenance		-	-	-	-	86
Function Costs		156	-	-	156	-
Publications		3,807	-	-	3,807	165
Group events expenditure		713	-	-	713	384
Dunster Project		-	781	-	781	1,159
Norman Gardens Project		-	-	-	-	72,528
Wyndham Hall		732	-	-	732	-
New Website		-	-	-	-	646
Office Costs	5	24,035	601	1,972	26,608	22,318
		39,237	12,163	1,972	53,372	121,146
Governance Costs	5	7,357	-	-	7,357	6,253
Total Resources Expended		46,594	12,163	1,972	60,729	127,399
Net Incoming/(Outgoing) Resources		7,345	(8,076)	4,736	4,005	(33,784)
Other Recognised (Losses)/Gains		(3,533)	(7,760)	(25,467)	(36,760)	18,502
Transfers between funds		-	4,736	(4,736)	-	-
Net Movement in Funds		3,812	(11,100)	(25,467)	(32,755)	(15,282)
Total Funds Brought Forward		46,546	102,060	215,926	364,532	379,814
Total Funds Carried Forward		50,358	90,960	190,459	331,777	364,532

The notes on pages 3 to 8 form part of these financial statements

SOMERSET ARCHAEOLOGICAL AND NATURAL HISTORY SOCIETY
BALANCE SHEET
AS AT 31 DECEMBER 2022

		2022	2021
	Note	£	£
Fixed Assets			
Heritage Assets	1	-	-
Office Equipment	7	2,587	227
Investments			
Shares at valuation	8	268,330	311,684
Intangible Assets			
Leases	9	5,558	6,421
		<u>276,475</u>	<u>318,332</u>
Current Assets			
Stocks of items for resale		-	-
Debtors	10	613	263
Cash at bank and in hand	11	59,300	47,245
		<u>59,913</u>	<u>47,508</u>
Current Liabilities			
Creditors and accruals	12	4,611	1,308
		<u>4,611</u>	<u>1,308</u>
Net Current Assets		55,302	46,200
Total Net Assets		<u>331,777</u>	<u>364,532</u>
Funded By	14		
Unrestricted Funds			
General Purposes Fund		50,358	46,546
		<u>50,358</u>	<u>46,546</u>
Restricted Funds		90,960	102,060
Endowment Funds		190,459	215,926
		<u>331,777</u>	<u>364,532</u>

The Financial Statements were approved by the trustees on 5/4/23 and signed on their behalf by Mr (Honorary Treasurer)

M. L. V. SALZER M. L. V. Salzer 19/4/23

The notes on pages 3 to 8 form part of these financial statements

**SOMERSET ARCHAEOLOGICAL AND NATURAL HISTORY SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

1 Accounting Policies

(a) Basis of preparation

The Financial Statements have been prepared under the historical cost convention, with the exception of 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 (SORP 2005) issued in May 2008 and applicable UK Accounting Standards and the Charities Act 2011.

(b) Incoming resources

All incoming resources are recognised once the charity has entitlement to the resources, it is certain that the resources will be received and the monetary value of incoming resources can be measured with sufficient reliability.

(c) Resources expended

Liabilities are recognised as resources expended as soon as there is a legal or constructive obligation committing the charity to the expenditure. All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

Grants payable are payments made to third parties in the furtherance of the charitable objects of the charity. Provisions for grants are made when the intention to make the grant has been communicated to the recipient.

(d) Allocation of overhead and support costs

Overhead and support costs have been allocated between charitable activity and governance. Costs relating to Charitable Activities have been apportioned on the basis of an assessment of the proportion of work done in respect of Charitable Activities and Governance and is detailed in note 4.

(e) Governance costs

Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include costs related to Independent Examination and legal fees together with an apportionment of overhead and support costs.

(f) Fixed asset investments

Investments are stated at market value as at the balance sheet date. The Statement of Financial Activities includes the net gains and losses arising on revaluation and disposals throughout the year. Realised and unrealised gains are not separated. realised gains and losses on investments are calculated as the difference between the sales proceeds and the opening market value or purchase date if later. Unrealised gains and losses are calculated as the difference between the market value at the year end and opening market value or purchase date if later.

(g) Heritage assets

Heritage assets are accounted for in accordance with Financial Reporting Standard 30. These consist of (i) Museum exhibits and related fixtures and fittings on loan to Somerset County Council, (ii) The contents of the library together with related fixtures and fittings, (iii) Records and archives on loan to Somerset County Council, (iv) The Castle Estate. For all these assets no valuation is included as the costs involved in obtaining a valuation would be prohibitive when compared to the benefit to the users of the financial statements. The collections include many items that would be irreplaceable see pages 9 to 11 above.

(h) Funds

The charity has a number of Endowment funds which are detailed in note 15 to the accounts. The Trustees at their discretion may allocate any part of the total return to the general purposes or to restricted income funds. The Trustees invest the capital in perpetuity and is managed on a total returns basis.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor or trust deed. Details are in note 15 to the accounts.

(i) Leases

The professional costs in relation to setting up new leases in excess of 5 years are capitalised and amortised, on a straight line basis, over the term of the lease.

SOMERSET ARCHAEOLOGICAL AND NATURAL HISTORY SOCIETY
NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 20212

	2022 £	2021 £
2 Subscriptions		
Membership subscriptions for the 2022 year	12,487	12,293
3 Donations and legacies	2022 £	2021 £
Sundry donations	1,543	2,118
Dunster Project	2,000	1,025
Norman Gardens Project	-	47,445
Somerset grant	7,000	-
Grants (Employment Allowance)	1,523	1,568
Legacies	-	-
	12,066	52,156
4 Rents Received	2022 £	2021 £
Commercial rents - private sector	13,688	4,480
Non-commercial - Public sector	4,367	4,250
	18,055	8,730

Somerset County Council provide office and meeting room facilities within the Somerset Heritage Centre, free of charge. The value of these facilities is estimated to be in the region of £7,500 per annum.

5 Support Costs	Basis of apportionment	Charitable Activity £	Governance £	Total 2022	Total 2021 £
Salaries and employment costs	work done	12,851	4,284	17,135	16,864
Rent	actual	-	-	-	-
Insurance	work done	814	272	1,086	994
Committee and general expenses	actual	-	-	-	994
Postage	work done	816	300	1,116	213
Printing and Stationery	work done	316	106	422	689
Telephone and Internet	work done	475	159	634	680
Computer and Equipment Costs	work done	531	177	708	1,155
Sundry	work done	304	101	405	429
Castle Estate maintenance	actual	-	-	-	-
Depreciation	work done	384	128	512	225
Website	actual	576	-	576	-
Membership database	actual	-	1,036	1,036	-
Lease Amortisation	actual	519	344	863	863
Accountancy and payroll	actual	360	450	810	840
Professional Fees	actual	8,662	-	8,662	4,625
		26,608	7,357	33,965	28,571

SOMERSET ARCHAEOLOGICAL AND NATURAL HISTORY SOCIETY
NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2022

6 Staff Costs	2022 £	2021 £
Salaries and wages	15,612	15,296
Employment costs	1,523	1,568
	<u>17,135</u>	<u>16,864</u>
	2022 No.	2021 No.
The number of employees was	<u>1</u>	<u>1</u>

No remuneration was paid to any trustee in the year. Travel and meeting expenses reimbursed were £Nil (2020: £Nil)

7 Tangible Fixed Assets	Office Equipment £	Heritage Assets £
Cost at 1 January 2022	13,344	-
Additions	2,872	-
Disposals	-	-
	<u>16,216</u>	<u>-</u>
Cost at 31 December 2021	16,216	-
Depreciation		
As at 1 January 2022	13,117	-
On Disposals	-	-
For the Year	512	-
	<u>13,629</u>	<u>-</u>
As at 31 December 2022	13,629	-
Written Down Value at 31 December 2022	<u>2,587</u>	<u>-</u>
Written Down Value at 31 December 2021	<u>227</u>	<u>-</u>

8 Investments	Cost 2022 £	Value £	Cost 2021 £	Value £
Under management with Brewin Dolphin				
Allocated to Endowment Funds	200,476	190,459	202,585	215,926
Allocated to Restricted Funds	56,692	53,859	61,733	65,798
Allocated to unrestricted funds	25,274	24,012	28,109	29,960
	<u>282,442</u>	<u>268,330</u>	<u>292,427</u>	<u>311,684</u>

SOMERSET ARCHAEOLOGICAL AND NATURAL HISTORY SOCIETY
NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2022

8 Investments (continued)

	Cost	Value 2022	Value 2021
	£	£	£
Allianz Global Investors	16,500	14,675	13,941
Finsbury G & I Trust	15,006	14,578	-
Allianz Global Strategic Bond	10,000	7,397	9,206
Baillie Gifford	8,001	7,832	-
BB Healthcare	5,751	5,194	6,744
City of London	-	-	19,838
Coupland Cardiff Japan	5,000	6,775	6,858
Diverse Income Trust	16,423	12,768	16,013
Dodge & Cox Worldwide	10,000	13,562	13,203
Fidelity Eurotrust	7,907	9,756	6,946
Findlay Park	-	-	13,726
Gam star fund	-	-	9,782
Henderson Euro Trust	-	-	6,933
Henderson FE	-	-	8,068
Henderson Janus	16,000	12,817	10,236
HICL Infrastructure Ord	9,238	9,307	9,748
Legal & General Global Inflation	15,000	12,901	-
JPMorgan Funds US Equity	10,000	15,199	14,253
Jupiter UT Managers Strategic Bond	13,000	11,102	13,520
Mayfair Capital in prop inc trust	9,289	7,248	8,264
Mercantile Investment	14,960	11,373	15,117
Muzinich Funds	16,292	14,606	14,383
Onesavings Bank 7.875%STP	13,803	13,337	13,685
ParagonGroup 6.125% SNR 2022	-	-	13,028
Personal Asset Trust	14,048	15,328	16,064
Pimco Global	15,000	12,468	14,366
Prusik UMB	8,001	8,125	-
RIT Cap Partners	5,035	5,174	7,150
S & W Fund Admin Church House	11,899	12,708	14,202
Scottish American Investment Trust	5,020	5,548	5,897
Sequoia Economic 1	11,269	8,552	10,513
	<u>282,442</u>	<u>268,330</u>	<u>311,684</u>

Dealing charges deducted by Brewin Dolphin in the year were £2,965.92 (2021: £2,965.92).

9 Leases

	2022 £	2021 £
Capital cost of leases brought forward	11,388	11,388
New leases	-	-
Amortisation brought forward	4,967	4,104
Amortised in the year	863	863
	<u>5,558</u>	<u>6,421</u>

10 Debtors

	2022 £	2021 £
Debtors	-	-
Brewin Dolphin	613	263
	<u>613</u>	<u>263</u>

SOMERSET ARCHAEOLOGICAL AND NATURAL HISTORY SOCIETY
NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2022

	2022 £	2021 £			
11 Cash at Bank and in Hand					
Bank Current Accounts	24,918	16,733			
Petty Cash	392	209			
Paypal	82	234			
Cash held by Brewin Dolphin	11,154	7,407			
Norman Gardens account	18,330	18,280			
COIF Maltwood Deposit Account	4,424	4,382			
	<u>59,300</u>	<u>47,245</u>			
	2022 £	2021 £			
12 Creditors and Accruals					
Rent received in advance	2,615	149			
PAYE & NIC	239	319			
2023 Subscriptions	1,007	90			
Accountancy	750	750			
	<u>4,611</u>	<u>1,308</u>			
	2022 £	2021 £			
13 Analysis of Assets Between Funds	Unrestricted Funds £	Restricted Funds £	Endowed Funds £	Total 2022 £	Total 2021 £
Tangible Fixed Assets	2,587	-	-	2,587	227
Intangible Assets	5,558	-	-	5,558	6,421
Investments	24,012	53,859	190,459	268,330	311,684
Bank and cash	22,199	37,101	-	59,300	47,245
Other Net Current Liabilities	(3,998)	-	-	(3,998)	(1,045)
	<u>50,358</u>	<u>90,960</u>	<u>190,459</u>	<u>331,777</u>	<u>364,532</u>

Included in Unrestricted funds is the Museum Exhibit Replacement Fund. Under an agreement made with the Museum of Somerset this fund was designated to be used solely for the restoration, maintenance and acquisition of exhibits in the museum collection.

14 Grants Approved

	Approved and unclaimed b/fwd £	New offers 2022 £	Paid in 2022 £	Lapsed 2022 £	Approved and unclaimed c/fwd £
Gray	2,002	1,990	(400)	-	3,592
Murless	-	-	-	-	-
Maltwood	14,396	4,667	(10,381)	(1,195)	7,487
Williams	-	-	-	-	-
Natural Sciences	-	1,122	-	-	1,122
Museum	-	-	-	-	-
	<u>16,398</u>	<u>7,779</u>	<u>(10,781)</u>	<u>(1,195)</u>	<u>12,201</u>

SOMERSET ARCHAEOLOGICAL AND NATURAL HISTORY SOCIETY
NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2022

15 Funds	Balance at 1 January 2022 £	Income £	Expenditure £	Allocation of Endowment Income £	Revaluation (Recognised losses) £	Grants £	Balance at 31 December 2022 £
Unrestricted							
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Museum Exhibit Replacement Fund	19,029	527	(154)	-	(1,997)	-	17,405
Publications	9,237	2,876	(3,882)	-	(970)	-	7,261
Contingency Fund	5,399	149	(44)	-	(566)	-	4,938
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Restricted Funds							
Gray	4,260	107	(31)	414	(405)	(400)	3,945
Tite	1,537	42	(12)	69	(161)	-	1,475
Williams	20,749	574	(169)	333	(2,178)	-	19,309
Maltwood	28,146	700	(194)	3,642	(2,495)	(10,381)	19,418
Natural Sciences	5,454	151	(44)	278	(572)	-	5,267
Murless Fund	18,572	513	(151)	-	(1,949)	-	16,985
Dunster Project	4,962	2,000	(781)	-	-	-	6,181
Norman Gardens Project	18,380	-	-	-	-	-	18,380
Total Restricted Funds	102,060	4,087	(1,382)	4,736	(7,760)	(10,781)	90,960
Endowment Funds							
H St. Gray Excavation	18,863	586	(172)	(414)	(2,225)	-	16,638
Tite Bequest	3,162	98	(29)	(69)	(373)	-	2,789
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The Maltwood Fund	165,995	5,158	(1,516)	(3,642)	(19,578)	-	146,417
Natural Sciences Fund	12,725	394	(116)	(278)	(1,501)	-	11,224
Total Endowment Funds	215,926	6,708	(1,972)	(4,736)	(25,467)	-	190,459
	364,532	64,734	(49,948)	-	(36,760)	(10,781)	331,777

