

SYLVANUS LYSONS CHARITY
REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED
30TH SEPTEMBER 2021

SYLVANUS LYSONS CHARITY

REPORTS AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH SEPTEMBER 2021

CONTENTS	Page
Trustees' Report	2 - 7
Statement of Trustees' Responsibilities	8
Independent Auditors' Report	9-12
Statement of Financial Activities	13
Balance Sheet	14
Notes to the Financial Statements	15 - 25

SYLVANUS LYSONS CHARITY

TRUSTEES' REPORT FOR THE YEAR ENDED 30TH SEPTEMBER 2021

The Trustees present their report and financial statements for the year ended 30th September 2021. The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the Charity's governing document, the Charities Act 2011, and Accounting and Reporting by Charities Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland published in October 2019.

1 Origins

The Charity was established by the Will of Sylvanus Lysons of Hempsted, Gloucester who died in 1731. The Charity came into existence on the death of his widow in 1750. The charity is registered with the Charity Commission in England and Wales, its registered number is 202939.

2 Objects

The original objects of the Charity were to pay pensions to poor widows of clergy of the Diocese of Gloucester and to pay the remainder of the income to the Rector of Hempsted in augmentation of his stipend.

The objects of the Charity have been varied from time to time by schemes made by the Charity Commission. The scheme presently governing the regulation of the Charity was made in 1980. It continues to make provision for the payment of grants to clergy widows. Provision is also made for the payment of the stipend of the Priest in Charge of Hempsted Parish.

The residue of the income is to be applied in furthering the religious and other charitable work of the Church of England in the Diocese of Gloucester.

3 Grant making policy

The Trustees' present policy is to provide financial support for projects that fall within the Charity's objects. Such projects may include initiatives taken by the Diocese of Gloucester, individual parishes and other Christian organisations designed to further the work of the Church within the Diocese. The Trustees' policy is to give assistance to establishing projects and to support them through the initial years before they can become self-funding.

Grants have been given in the past to assist with the following types of projects:- working with disadvantaged/disabled young persons and adults, youth workers and support in the local community.

The grants are normally made either as a single payment or by seed corn funding by quarterly instalments over a specified period of time for an ongoing project. In such cases the applicant is required to produce annual progress reports.

Applications are also considered from individuals in need falling within the scope of the Charity's objects, including support for education, training and welfare of members of the clergy.

It is not the Trustees' present policy to make grants towards the cost of repairs of churches or other buildings, other than in exceptional circumstances.

SYLVANUS LYSONS CHARITY

TRUSTEES' REPORT (Continued) FOR THE YEAR ENDED 30TH SEPTEMBER 2021

4 Trustees

The Trustees during the year were:

Mr. G.V. Doswell	(retired 30th September 2021)	Chairman and Chartered Insurer
The Right Reverend R.W. Springett		Bishop of Tewkesbury
Mr. I.J. Templeton	(appointed as chair from 1st October 2021)	Chartered Insurance Practitioner
The Venerable Phil Andrew		Archdeacon of Cheltenham
Rev Canon H Sammon	(retired 17th January 2021)	Clerk in Holy Orders
Rev Liz Palin	(appointed 26th March 2021)	Clerk in Holy Orders
Michael G Angell	(appointed 23rd July 2021)	Chartered Insurer
Stuart Hutton	(appointed 1st October 2021)	Investment Manager

Method of appointment/election

Trustees are appointed for a term of five years by the current board of trustees. The board must consist of a maximum of nine competent persons, the majority of which must be beneficed clergy, the remainder are laity, to this extent the actual number of trustees was increased during the year initially to seven with the addition of one from the clergy and one lay. The trustees already have the experience and expertise necessary to carry out the work of the Charity. There is an initial consultation to introduce prospective trustees to the work of the charity.

Advisers:

Tayntons Solicitors 8-12 Clarence Street Gloucester GL1 1DZ	Secretary and Principal Adviser, this address is also the Principal Place of Business
Investec Wealth & Investment Limited 2 Gresham Street London EC2V 7QN	Investment Managers
Bruton Knowles Chartered Surveyors Bisley House Green Farm Business Park Bristol Road Gloucester GL2 4LY	Property Advisers
Pitt Godden & Taylor LLP Unit 3 Ambrose House Meteor Court Barnett Way Barnwood Gloucester GL4 3GG	Auditors

The Trustees meet regularly throughout the year. A review of the investment portfolio takes place periodically with the investment manager from Investec Wealth & Investment Limited. Grant applications that have been received since the last meeting are also considered and determined. Applications for grant aid that cannot be deferred until the next meeting are determined by consultation with each of the Trustees or, in the case of small scale applications, by a committee of any two Trustees.

SYLVANUS LYSONS CHARITY

TRUSTEES' REPORT (Continued) FOR THE YEAR ENDED 30TH SEPTEMBER 2021

4 Trustees - continued

During the year a number of significant changes were made by the Charity resulting from a full review of corporate governance. A Grant Administrator was appointed to improve the application process. The web site is being improved to further assist applicants seeking financial assistance.

The trustees thanked Andrew Holloway, who retired as Clerk to the Charity for his commitment and support over many years. The Trustees agreed to appoint Tayntons Solicitors as Secretary and Principal Adviser to the Charity and engaged with them to develop cost effective services.

Graham Doswell resigned as a Trustee during the year, and the Trustees would like to thank him for his long service as a Trustee and his years leading the Charity as Chair.

5 Investments

The investment powers are contained in a scheme sealed by the Charity Commissioners on 6 September 2000. The objective of the investment policy is to create sufficient income and capital growth to enable the charity to carry out its purposes consistently year on year.

The trustees have an agreed investment performance benchmark with their investment managers based on: the trustees' requirements for cash to make grants; the trustees' attitude to investment risk; and the expected life of the Charity. Based on the answers to these questions they have agreed a bespoke benchmark with the investment managers of: 10% of the return of the FTA British Government All Stocks Index; 70% of the FTSE All Share Index; 4% of the FTSE World Ex UK Index; 8% of Bank of England Base Rate (+2%) (infrastructure) and 8% of IPD monthly (property). This allocation is classified as "Medium/High" risk and there are agreed limitations as to the minimum and maximum amounts of each asset class that can be held. The trustees understand that over the long term this agreed format will allow the capital value of the portfolio to be retained in real terms and will generate a good level of income to fund grants. The trustees also understand that investments do not move in a linear fashion and there will be years and periods perhaps longer than a year when the portfolio value may fall. However, they also understand that, based on historical returns, equity investment is necessary if the value of both the capital of the fund and income is to maintain its purchasing power when compared with inflation.

During the twelve months to 30th September 2021 the capital endowment portfolio generated a total net return of 16.35% compared with the benchmark's return of 20.6%. Over the past 3 years the cumulative return has been +15.4% compared to the benchmark's return of +11.8%. The trustees monitor the performance of the investment manager carefully and consider that they are being well served by the current arrangements.

The portfolio mix will normally fall within the following ranges:-

	<u>%</u>
UK equities	50-75
Non-UK equities	0-10
Property	0-10
Infrastructure	0-10
Fixed interest	5-20
Cash	<u>0-10</u>

Some investments are excluded on ethical grounds having regard to the guidelines of the General Synod of the Church of England.

The land and properties held by the Charity may be realised for the benefit of the Charity as and when the opportunity arises.

SYLVANUS LYSONS CHARITY

TRUSTEES' REPORT (Continued) FOR THE YEAR ENDED 30TH SEPTEMBER 2021

5 Investments - continued

The property owned by the charity in Bristol Road continues to be leased long-term, save for 206 Bristol Road which continues to be let on an assured shorthold tenancy.

6 Financial Review

Market values of the investment portfolios increased during the year to £12,694,211 from £8,402,896. The proceeds from the sale of the land at Hempsted were reinvested in the capital endowment portfolio which comprises part of that increase. The trustees also invested the funds previously held by CCLA in a new un-restricted investment portfolio. Subsequent to the year end, the Charity Commission have approved the release of £300,000 from the land sale to be used for large scale projects. This will be included as a designated fund next year.

The portfolio mix at 30 September 2021 was:-

	2021	2020
	%	%
UK equities	64.6	59.4
Non-UK equities	11.5	10.2
Fixed interest	5.8	12.1
Others	13.3	18.2
Cash	4.8	0.1
	<u>100.0</u>	<u>100.0</u>

The yield on the investment portfolio for 2021 was 3.2% (2020: 3.2%). Total income generated by the charity was £465,169 (2020: £375,717), which includes income from land and properties of £68,922 (2020: £68,490).

During the year the charity had commitments to pay grants of £302,432 (2020: £186,478). The grants paid out are listed on pages 18 to 19.

The Charity has unrestricted reserves of £358,250 (2020: £287,560).

7 Public Benefit

The Trustees have complied with the duty in section 17(5) of the 2011 Charities Act to have due regard to guidance published by the Charity Commission on public benefit statements. The projects that have received grants from Sylvanus Lysons Charity during the year provide support, education, employment and training designed to benefit local communities.

For example the following significant grants were agreed in the year and in some cases will be paid in forthcoming years:

The Rock Cheltenham

The Rock is a youth charity which, by working with schools and other agencies, creates projects to assist young people with self-esteem and promote leadership development. The Rock was granted a further £30,000 payable over two years to fund its activity development worker. This project was being extended for a further 2 years.

SYLVANUS LYSONS CHARITY

TRUSTEES' REPORT (Continued) FOR THE YEAR ENDED 30TH SEPTEMBER 2021

7 Public Benefit (continued)

The Christian Adventure Centre, Viney Hill

This was another project which was looking to extend its funding for a further period. The centre provides educational support for young people and helps develop potential and capabilities together with spiritual awareness. The trustees awarded a further grant of £24,000 to the centre over two years.

St Phillip and St James Cheltenham

A grant of £20,000, split over two years, was awarded to this applicant to fund a community engagement officer. The officer's outreach work will focus on elderly people, carers and those facing mental health and disability challenges.

Cheltenham Street Pastors

A grant of £18,000 was given to the Cheltenham Street Pastors to fund operational costs. The Cheltenham Street Pastors are volunteers from local churches who patrol Cheltenham town centre on Friday and Saturday nights offering support and help to people who are out on the streets.

Clergy Counselling Service

The clergy counselling service has been an ongoing project that the charity has supported for some time. The counselling service has been particularly in demand over the last couple of years due to the pandemic. The Trustees agreed a further grant of £20,000 for 2021 for the counselling service, and a further £4,000 for the 'Transforming Conversations' courses

Family Space Cheltenham

Family Space were awarded a grant of £25,000 payable over two years for its Befrienders programme. Befrienders support mums-to-be and families with young children in the Hesters Way, Rowanfield, and Springbank areas of Cheltenham by offering either short term help or help on an ongoing basis.

iSingPOP

iSingPOP requested a grant of £17,500 to run the project in 25 schools. iSingPOP is a singing, performing and resourcing project that helps children and families engage in Collective Worship in schools and churches. The Trustees agreed this grant payable as a single sum.

UCCF Gloucestershire

This organisation was given a grant of £6,000 per year for 3 years to help continue the employment of workers for Christian Unions. UCCF works with the various universities in Gloucestershire to develop their own strategies for holding out the good news of Jesus Christ.

Christian City Church Cheltenham

A grant of £15,000 over 3 years was given to fund the appointment of a centre manager. The church has partnered with CAP (Christians Against Poverty) to provide free debt help which is run through local churches.

Youth workers

As in previous years the charity continues to fund a number of other youth workers based around local churches. This is often to provide services not otherwise available and furthers the religious and charitable work of the Church of England.

SYLVANUS LYSONS CHARITY

TRUSTEES' REPORT (Continued) FOR THE YEAR ENDED 30TH SEPTEMBER 2021

7 Public Benefit (continued)

Other grants

In addition a total of £36,082 (2020: £36,456) small individual payments were given as educational or subsistence grants.

The Charity takes a long term view in not only helping the projects to commence but also in enabling the projects to keep going over a number of years to provide maximum benefit. Where a project requires long term assistance, the Charity pays these grants on a quarterly basis subject to satisfactory annual reports from the beneficiary.

8 Reserves Policy

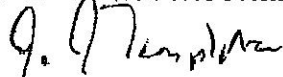
The capital of the charity is endowed. Unrestricted revenue reserves are held by the charity to mitigate against the risk of unexpected reductions in income affecting its ability to respond to new grant applications and to provide to the extent possible, capacity to respond to future projects for which support on a large scale may be envisaged.

As the charity makes commitments to pay grants over periods extending beyond one year, the charity must ensure there are sufficient reserves available at any time to meet these commitments. While the trustees consider in normal circumstances that the charity needs to hold unrestricted reserves in the region of £120,000, they have borne in mind the prevailing uncertainty regarding the level of future investment income arising from the continuing Covid-19 pandemic. The balance held as unrestricted reserves at 30 September 2021 was £358,250 (2020: £287,560) and there were no unprovided liabilities for future grants. Reductions in general levels of activity arising from the Covid-19 outbreak, including the restriction or cancellation of some previously approved projects, have contributed to the increase in reserves at year end.

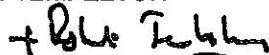
9 Risk management

The Trustees are satisfied there are sufficient systems in place to mitigate any major risks to which the charity is exposed. The trustee have identified three categories of risks: trusteeship, financial and relationship. Each category has been reviewed, the risks identified and an assessment made on the likelihood, and impact of those risks. Based on this assessment an appropriate control has been put in place. The risk register is reviewed annually at a Trustee meeting and updated as necessary. Any new risks arising are also considered at each meeting.

BY ORDER OF THE TRUSTEES



MR I. J. TEMPLETON



THE RIGHT REVEREND R W SPRINGETT

1 April 2022

SYLVANUS LYSONS CHARITY

STATEMENT OF TRUSTEES' RESPONSIBILITIES

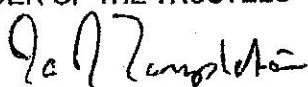
The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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

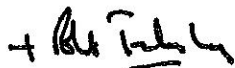
- Select suitable accounting policies and then apply them consistently;
- Observe the methods and principles in the Charities Statement of Recommended Practice;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable UK Accounting Standards have been followed, subject 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 charity will continue in business.

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

BY ORDER OF THE TRUSTEES



MR. I.J. TEMPLETON



THE RIGHT REVEREND R W SPRINGETT

1 April 2022

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF SYLVANUS LYSONS CHARITY

Opinion

We have audited the financial statements of Sylvanus Lysons Charity for the year ended 30 September 2021, which comprise the Statement of Financial Activities, the Balance Sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- Give a true and fair view of the state of the charity's affairs as at 30 September 2021, and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis of opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the accounts section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the accounts in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the Trustee's use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the Trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. Our opinion on the accounts does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the accounts or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF SYLVANUS LYSONS CHARITY

Matters on which we are required to report by exception

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

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

Responsibilities of the Trustees

As explained more fully in the Statement of Trustees' Responsibilities set out on page 8, the trustees are responsible for the preparation of financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the Charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

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

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

Irregularities including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud, and non-compliance with laws and regulations, was as follows:

- We identified the laws and regulations relevant to the charity from discussions with the secretary and from our knowledge of grant-making charities in similar sectors. The laws that we consider may have a direct material effect on the financial statements or the operation of the charity include the Charities Act 2011, & data protection.
- We ensured that the audit engagement team collectively has the appropriate competence, capabilities and skills to identify non-compliance with the applicable laws and regulations noted above.
- We assessed the extent of compliance with these laws and regulations through enquiries with the secretary and inspecting legal costs.

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF SYLVANUS LYSONS CHARITY

We assessed the susceptibility of the charity's financial statements to material misstatement, including obtaining an understanding of how fraud may occur, by:

- making enquiries of management as to where they considered there was susceptibility to fraud, and their knowledge of any actual, suspected and alleged fraud;
- considering the internal controls in place to mitigate fraud risks and non-compliance with laws and regulation.

To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures to identify unusual or unexpected transactions;
- assessed whether judgements and assumptions made in determining the accounting estimates were indicative of potential bias;
- reviewed a sample of transactions from the clients records for authorisation from the Trustees;

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing the financial statement disclosures to the underlying supporting documentation;
- reading the minutes as to actual and potential litigation and claims;
- checking for correspondence from the Charity Commission.

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the trustees and other management and the inspection of regulatory and legal correspondence, if any.

Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: <http://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Other matters which we are required to address

Your attention is drawn to the fact that the charity has prepared accounts in accordance with "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

This has been done in order for the accounts to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2019.

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF SYLVANUS LYSONS CHARITY

Use of our report

This report is made solely to the Charity's Trustees, as a body, in accordance with Part 4 of the (Charities Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the Charity's Trustees those matters we are required to state to them in an auditors' report and for no other purposes. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Charity and its Trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Pitt Godden & Taylor LLP

Pitt Godden & Taylor LLP
Chartered Accountants
Statutory Auditor

1 April 2022

Unit 3 Ambrose House
Meteor Court
Barnett Way
Barnwood
Gloucester GL4 3GG

SYLVANUS LYSONS CHARITY

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 30TH SEPTEMBER 2021

	Notes	Unrestricted income funds £	Capital endowment funds permanent £	Total 2021 £	Total 2020 £
Income:					
Investment income:					
Net property income	2	68,992	-	68,992	68,490
Income from listed investments	3	396,128	-	396,128	306,783
Interest on bank deposits		10	39	49	444
Total income		465,130	39	465,169	375,717
Expenditure					
Costs of raising funds:					
Investment managers fees	4	77	45,689	45,766	40,471
Property maintenance fees	4	-	360	360	39,292
Expenditure on charitable activities:					
Grants	5	314,182	-	314,182	200,314
Stipend	6	44,929	-	44,929	42,978
Other costs	8	33,740	-	33,740	39,475
Total expenditure		392,928	46,049	438,977	362,530
Net gains on investments					
Unrealised and realised gains on investments		(1,512)	1,464,140	1,462,628	1,049,056
Net income		70,690	1,418,130	1,488,820	1,062,243
Reconciliation of funds:					
Total funds brought forward		287,560	13,518,197	13,805,757	12,743,514
Total funds carried forward		358,250	14,936,327	15,294,577	13,805,757

SYLVANUS LYSONS CHARITY

BALANCE SHEET AS AT 30TH SEPTEMBER 2021

	Notes	Unrestricted income funds £	Capital endowment funds permanent £	Total 2021 £	Total 2020 £
FIXED ASSETS					
INVESTMENTS					
Property	9	-	2,355,000	2,355,000	5,255,000
Listed securities	10	108,488	12,585,723	12,694,211	8,402,896
		<u>108,488</u>	<u>14,940,723</u>	<u>15,049,211</u>	<u>13,657,896</u>
CURRENT ASSETS					
Debtors	11	96,899	-	96,899	190,897
Cash at bank	12	490,951	10,103	501,054	462,418
		<u>587,850</u>	<u>10,103</u>	<u>597,953</u>	<u>653,315</u>
CURRENT LIABILITIES: Amounts falling due in one year or less					
Creditors	13	(264,613)	(14,499)	(279,112)	444,854
NET CURRENT ASSETS/(LIABILITIES)		323,237	(4,396)	318,841	208,461
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>431,725</u>	<u>14,936,327</u>	<u>15,368,052</u>	<u>13,866,357</u>
CREDITORS: amounts falling due in more than one year					
	14	(73,475)	-	(73,475)	(60,600)
TOTAL NET ASSETS		<u>358,250</u>	<u>14,936,327</u>	<u>15,294,577</u>	<u>13,805,757</u>
THE FUNDS OF THE CHARITY:					
CAPITAL ENDOWMENT FUNDS	15	-	14,936,327	14,936,327	13,518,197
UNRESTRICTED INCOME FUNDS	16	358,250	-	358,250	287,560
TOTAL CHARITY FUNDS		<u>358,250</u>	<u>14,936,327</u>	<u>15,294,577</u>	<u>13,805,757</u>

The financial statements on pages 13 to 25 were approved by the Trustees on 1 April 2022 and were signed on their behalf by:

MR I.J. TEMPLETON

Trustee

THE RIGHT REVEREND R W SPRINGETT

Trustee

SYLVANUS LYSONS CHARITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH SEPTEMBER 2021

1 ACCOUNTING POLICIES

Charity information

The charity is a registered charity with the Charity Commission in England and Wales. Its registered number is 202939. The principal business address is Tayntons Solicitors, 8-12 Clarence Street, Gloucester, GL1 1DZ.

Accounting convention

The financial statements have been prepared in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), "Accounting and Reporting by Charities" the Statement of Recommended Practice for charities applying FRS 102 published in October 2019, and the Charities Act 2011 and UK Generally Accepted Practice as it applies from 1 January 2019. The charity is a Public Benefit Entity as defined by FRS 102.

The financial statements have been prepared in order to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent provided to provide a 'true and fair' view. The departure has involved following Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The accounting policies adopted for dealing with items which are judged material or critical are given below.

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

Basis of accounting

The financial statements are prepared on the historical cost basis of accounting, except for investments which have been included at revalued amounts.

Going Concern and Covid-19

The economic disruption caused by the Covid-19 outbreak continues. This means dividend income levels remain difficult to predict, and a reduction may mean the charity needs to reduce its grant payments at some point in the future.

At the time of approving the accounts, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. Thus the Trustees continue to adopt the going concern basis of accounting in preparing the accounts.

Income

All income is recognised when the Charity has entitlement to the income, it is probable the income will be received and the amount of income receivable can be reliably measured.

Rents and wayleaves

Rents and wayleaves represent amounts receivable for the year.

Interest and dividends receivable

Interest income is recognised on notification from the bank of interest payable by them. Dividends are recognised once the dividend has been declared and notification has been received of the dividend due.

Expenditure and irrecoverable VAT

Expenditure is recognised when there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required, and the amount of the obligation can be reliably measured. Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

Expenditure is classified under the following activity headings:

SYLVANUS LYSONS CHARITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH SEPTEMBER 2021

1 ACCOUNTING POLICIES (continued)

Expenditure and irrecoverable VAT

Costs of raising funds comprise the costs associated with managing the investments held by the charity, including the fees charged by the Investment Managers, and costs associated with maintaining the value of the investment properties.

Expenditure on charitable activities includes the amount of grants given in the year except where a grant has specific conditions attached which are conditional. If conditions have not been met, the grant is disclosed as a contingent liability. Expenditure on charitable activities also includes the stipend paid in respect of the Priest in charge of Hempsted Parish and associated support costs.

Support costs are those functions that assist in the work of the charity, but do not directly undertake charitable activities. These costs have been allocated to the main activity of the charity which is grant giving.

Interests in investment property

Investment property is stated at the trustees' best estimate of its market value at 30th September 2021.

Movements in the market value during the year are transferred to the endowment funds. Profits and losses on the sale of investment property are transferred separately to endowment funds.

Professional fees included for advice and representation concerning the maintenance and for preserving the value of the land and properties are charged to the capital endowment fund.

Depreciation

No depreciation is provided on investment property.

Fixed asset investments - equities

Investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value as at the balance sheet date using the closing quoted market price. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the year.

The Trust does not acquire put options, derivatives or other complex financial instruments.

Debtors

Debtors are recognised at the settlement amount due. Prepayments are valued at the amount prepaid net of any discounts due.

Cash at bank and in hand

Cash at bank and in hand includes cash and short term liquid investments.

Contingent liabilities

A contingent liability is identified and disclosed for those grants resulting from:

- a possible obligation which will only be confirmed by the occurrence of one or more uncertain future events not wholly within the trustees' control; or
- a present obligation following a grant offer where settlement is either not considered probable; or
- the amount has not been communicated in the grant offer and that amount cannot be estimated reliably.

Capital endowment funds permanent

Capital endowment funds are the non-expendable permanent capital of the Charity, which cannot be used for income purposes. Increases and decreases in the fund represent changes in market value, and gains or losses on disposal of investments. Additionally, investment managers' fees for managing the investment portfolio, together with professional fees for preserving the value of the land and properties are charged to the capital endowment fund.

SYLVANUS LYSONS CHARITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH SEPTEMBER 2021

1 ACCOUNTING POLICIES (continued)

Unrestricted income funds

Unrestricted income funds are funds which can be expended at the discretion of the Trustees in furtherance of the objects of the Charity.

2	NET PROPERTY INCOME	Unrestricted income funds 2021 £	Unrestricted income funds 2020 £
	Rents and wayleaves:		
	Rents received	69,856	69,410
	Sundry receipts, wayleave etc.	43	-
		<u>69,899</u>	<u>69,410</u>
	Less property rental management costs	<u>907</u>	<u>920</u>
		<u>68,992</u>	<u>68,490</u>
3	INCOME FROM LISTED INVESTMENTS	Unrestricted income funds 2021 £	Unrestricted income funds 2020 £
	Dividends and fixed interest received from investment portfolio	<u>396,128</u>	<u>306,783</u>
4	COSTS OF RAISING FUNDS	Capital endowment funds - permanent 2021 £	Capital endowment funds - permanent 2020 £
	Investment portfolio fees paid to Investec Wealth and Management for Portfolio Management	<u>45,689</u>	<u>40,471</u>
		£	£
	Property maintenance fees paid to various companies in connection with preserving the value of the land - charged to the Capital Endowment Fund	<u>360</u>	<u>39,292</u>
		Unrestricted income funds 2021 £	Unrestricted income funds 2020 £
	Investment portfolio fees paid to Investec Wealth and Management for Portfolio	<u>77</u>	<u>-</u>

SYLVANUS LYSONS CHARITY

NOTES TO THE FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED 30TH SEPTEMBER 2021

5 RELIGIOUS AND CHARITABLE GRANTS GIVEN - GRANT FUNDING OF ACTIVITIES

The total number of institutional grants paid was 20 (2020: 42).

The total number of individual grants paid was 115 (2020: 123).

	Unrestricted income funds	Unrestricted income funds
	2021	2020
	£	£
Grants in aid to clergy, widows and others	36,082	33,656
Amberley Shop on the Common	5,000	-
Bishop of Tewkesbury Discretionary Fund	2,000	-
Caleb's Mountain	9,750	-
Cheltenham CAP Debt Centre	15,000	5,000
Cheltenham Street Pastors	19,500	-
Cirencester with Watermoor	10,300	-
Evenlode Vale	-	14,000
Faal Safeguarding	-	2,000
Family Space - Cheltenham	25,000	-
GDBF - Holy Land Pilgrimage	-	33,400
GDBF - Everyday Faith Event	-	7,756
Gloucester Diocese Intern Scheme	-	(4,834)
Gloucester Diocese Wellbeing Counselling Service	24,000	20,000
Gloucester Diocese Anglican Peace Initiative	-	2,800
Gloucester St George	-	5,500
Gloucester Street Pastors	-	500
Highnam and Leadon Vale	9,000	9,000
Innervation Trust	-	4,800
Ising Pop	17,500	-
Listening Post	-	18,000
Matson - Long Table	8,000	-
Marah Trust	-	9,000
Meon and Marston Mead	-	1,500
Midwydean Churches	18,000	-
Northleach Black Cat Café	-	(22,500)
South Cerney PCC	-	200

SYLVANUS LYSONS CHARITY

NOTES TO THE FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED 30TH SEPTEMBER 2021

5 GRANT FUNDING OF ACTIVITIES (Continued)

	Unrestricted income funds	Unrestricted income funds
	2021 £	2020 £
St Catherine's Church	7,800	8,700
St Philips and St James	20,000	-
Stroudwater Benefice	-	(3,000)
Tetbury Parish Church (St Mary's)	-	2,000
The Rock Cheltenham	30,000	15,000
UCCF Gloucestershire	18,000	-
University of Gloucestershire Chaplaincy	3,500	-
Viney Hill CAC	24,000	12,000
Wayfarers Monastery	-	12,000
Total grants given	302,432	186,478
Support costs (Note 7)	11,750	13,836
	<u>314,182</u>	<u>200,314</u>
	2021	2020
	£	£
Reconciliation of grants payable:		
Commitments at 1st October 2020	292,179	397,506
Grants charged in the SOFA in the year	302,432	186,478
Grants paid during the year	<u>(319,786)</u>	<u>(291,805)</u>
Commitments at 30th September 2021	<u>274,825</u>	<u>292,179</u>
Commitments at 30th September 2021		
Due < 1 year (note 13)	201,350	231,579
Due > 1 year (note 14)	<u>73,475</u>	<u>60,600</u>
	<u>274,825</u>	<u>292,179</u>
	2021	2020
	£	£
Grants can be further analysed between activities as follows:		
Grants in aid to clergy, widows and others	36,082	33,656
Youth work	64,300	69,922
Street pastors	19,500	500
Community work	74,500	2,200
Children and family work	69,050	40,200
Other	15,000	20,000
Clergy support	<u>24,000</u>	<u>20,000</u>
	<u>302,432</u>	<u>186,478</u>

SYLVANUS LYSONS CHARITY

NOTES TO THE FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED 30TH SEPTEMBER 2021

		Unrestricted income funds 2021 £	Unrestricted income funds 2020 £
6	STIPEND		
	Stipend in respect of Priest in charge of Hempsted	44,929	42,978
7	ALLOCATED SUPPORT COSTS		
	Clerk's fees and disbursements	11,750	13,836
These support costs relate directly to the cost of administering the grants reviewed and given by the Charity			
8	OTHER COSTS		
	<u>Support costs</u>		
	Professional fees	3,528	2,580
	Clerk's fees and disbursements	7,681	9,044
	Sundries	1,834	906
	Repairs to properties	3,258	6,888
		16,301	19,418
	<u>Governance costs</u>		
	Audit fees	4,200	4,205
	Governance review	2,070	2,700
	Clerk's fees and disbursements	11,169	13,152
		17,439	20,057
	Total other costs	33,740	39,475

SYLVANUS LYSONS CHARITY

NOTES TO THE FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED 30TH SEPTEMBER 2021

9	INVESTMENT PROPERTY	2021	2020
	All in the United Kingdom:	£	£
	Freehold Property:		
	Bristol Road	2,000,000	1,600,000
	Land East of Hempsted Lane	-	3,370,000
	Land West of Hempsted Lane and paddocks	128,500	128,500
	206 Bristol Road	220,000	150,000
	Church Hall and allotments at St. Swithuns Road	6,500	6,500
		<u>2,355,000</u>	<u>5,255,000</u>

All investment property relates to the Capital Endowment Fund in 2021 and 2020.

The land and property owned by the Charity at Bristol Road was professionally valued by Bruton Knowles, Chartered Surveyors, on a market value basis, subject to the existing leases, as at 10th January 2022. The Trustees do not consider the market value at 30th September 2021 to be materially different to this, and hence have included that valuation in these accounts. The land West of Hempsted Lane and paddocks, and Church Hall and allotments at St Swithuns Road were also professionally valued by Bruton Knowles, Chartered Surveyors, as at 30th September 2018 on a market value basis. The trustees have updated the valuations to 30th September 2021.

Bruton Knowles are external to the Charity.

206 Bristol Road was professionally valued by Naylor Powell during March 2009. Following consultation with Naylor Powell during the year the trustees consider the market value of the property to be £220,000.

Naylor Powell are external to the charity.

10	LISTED SECURITIES	Capital endowment fund 2021		Capital endowment fund 2020	
		Market Value	Cost	Market Value	Cost
	(Investec Wealth & Investment Portfolio and COIF accumulation units)	£	£	£	£
	Fixed interest	690,356	694,297	1,004,256	956,772
	Securities	11,320,186	8,919,883	7,387,238	5,556,887
	Cash and deposits	<u>575,181</u>	<u>575,181</u>	<u>11,402</u>	<u>11,402</u>
	TOTAL SECURITIES	<u>12,585,723</u>	<u>10,189,361</u>	<u>8,402,896</u>	<u>6,525,061</u>
		Income fund 2021		Income fund 2020	
		£	£		
	Fixed interest	50,540	51,415		
	Securities	26,944	27,581	-	-
	Cash and deposits	<u>31,004</u>	<u>31,004</u>	<u>-</u>	<u>-</u>
		<u>108,488</u>	<u>110,000</u>	<u>-</u>	<u>-</u>

SYLVANUS LYSONS CHARITY

NOTES TO THE FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED 30TH SEPTEMBER 2021

10 LISTED SECURITIES (continued)

Total securities are analysed:	2021	2020
	£	£
Securities in the UK	11,252,993	6,605,581
Securities outside the UK	1,441,218	1,797,315
	<u>12,694,211</u>	<u>8,402,896</u>

In 2021 individual securities with a market value representing more than 5% of the total market value were:

Vanguard Funds	<u>638,508</u>	<u>252,609</u>
----------------	----------------	----------------

Investments are held primarily to provide an investment return.

	2021	2020
	£	£
Movements in market value:		
Market value at 1 October 2020	8,402,896	9,420,160
Net profit/(loss) on disposal and revaluation	992,628	(950,944)
Other cash movements	<u>3,298,687</u>	<u>(66,320)</u>
Market value at 30 September 2021	<u>12,694,211</u>	<u>8,402,896</u>

11 DEBTORS	2021	2020
	£	£
Rent receivable	15,725	15,726
Due to the income fund from the capital fund	-	140,195
Prepayments and accrued income	<u>81,174</u>	<u>34,976</u>
	<u>96,899</u>	<u>190,897</u>

All debtors relate to unrestricted income funds in 2021 and 2020.

12 BANK

Cash at bank can be analysed as follows: unrestricted funds £490,951 (2020: £451,956); Capital endowment funds £10,103 (2020: £10,462).

SYLVANUS LYSONS CHARITY

NOTES TO THE FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED 30TH SEPTEMBER 2021

13	CREDITORS: amounts falling due in less than one year	2021	2020
		£	£
	Clerk's fees	24,600	24,032
	Audit fees	4,200	4,200
	Other accruals	48,962	44,848
	Due to the income fund from the capital fund	-	140,195
	Grants payable	201,350	231,579
		<u>279,112</u>	<u>444,854</u>

Breakdown of creditors in 2021	Unrestricted income funds	Capital endowment fund	Total
	£	£	£
Clerk's fees	24,600	-	24,600
Audit fees	4,200	-	4,200
Other accruals	34,463	14,499	48,962
Due to the income fund from the capital fund	-	-	-
Grants payable	201,350	-	201,350
	<u>264,613</u>	<u>14,499</u>	<u>279,112</u>

Breakdown of creditors in 2020	Unrestricted income funds	Capital endowment fund	Total
	£	£	£
Clerk's fees	24,032	-	24,032
Audit fees	4,200	-	4,200
Other accruals	34,882	9,966	44,848
Due to the income fund from the capital fund	-	140,195	140,195
Grants payable	231,579	-	231,579
	<u>294,693</u>	<u>150,161</u>	<u>444,854</u>

14	CREDITORS: amounts falling due in more than one year	2021	2020
		£	£
	Grants payable	<u>73,475</u>	<u>60,600</u>

All creditors due in more than one year relate to unrestricted income funds.

SYLVANUS LYSONS CHARITY

NOTES TO THE FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED 30TH SEPTEMBER 2021

15	CAPITAL ENDOWMENT FUND	2021 £	2020 £
	At 1st October 2020	13,518,197	12,548,904
	Income:		
	Unrealised gains on investment properties	470,000	2,000,000
	Realised and unrealised (loss)/gains on securities	994,179	(950,944)
	Expenditure:		
	Investment manager's fees	(45,689)	(40,471)
	Property maintenance fees	(360)	(39,292)
	At 30th September 2021	<u>14,936,327</u>	<u>13,518,197</u>
16	UNRESTRICTED INCOME FUNDS	2021 £	2020 £
	At 1st October 2020	287,560	194,610
	Incoming resources	465,130	375,717
	Resources expended	(392,928)	(282,767)
	Realised and unrealised (loss)/gains on securities	(1,512)	-
	At 30th September 2021	<u>358,250</u>	<u>287,560</u>
17	CATEGORIES OF FINANCIAL ASSETS AND LIABILITIES	2021 £	2020 £
	Carrying amount of financial assets		
	Financial assets that are debt instruments measured at amortised cost	<u>96,899</u>	<u>190,897</u>
	Financial assets that are equity instruments measured at fair value through the statement of financial activities	<u>15,049,211</u>	<u>13,657,896</u>
	Carrying amount of financial liabilities		
	Financial liabilities measured at amortised cost	<u>352,587</u>	<u>505,454</u>
18	TRUSTEES' REMUNERATION		
	The charity paid £1,481 for Trustee Indemnity Insurance in the year (2020: £1,258). No other remuneration was paid and no expenses were reimbursed to the Trustees during the year.		
19	CONTINGENT LIABILITIES		
	There were no contingent liabilities as at 30 September 2021 (2020: None)		

SYLVANUS LYSONS CHARITY

NOTES TO THE FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED 30TH SEPTEMBER 2021

20 RELATED PARTY TRANSACTIONS

Trustee, Archdeacon P. Andrew is also a Trustee of The Rock Community Project which was awarded a grant of £30,000 during the year (2020: £15,000).

The husband of Rev Canon H. Sammon is the Chair of The Listening Post. In 2020 The Listening Post was awarded a grant of £6,000 per annum for three years.

Bishop Robert is a patron of Viney Hill Christian Adventure Centre - they received a grant of £24,000 in the year. Bishop Robert's wife is a Trustee of ISing Pop – this organisation received a grant of £17,500 in the year.

21 OPERATING LEASES

The operating leases represent leases of the Charity's investment property to third parties. As at 30th September 2021, there are 33 years remaining on the leases.

At the reporting end date, the Charity had contracted with tenants for the following minimum lease payments:

	2021 £	2020 £
Expiring:		
Within one year	62,200	62,200
In more than one year and less than five years	248,800	248,800
In more than five years	1,787,125	1,849,325
	<u>2,098,125</u>	<u>2,160,325</u>