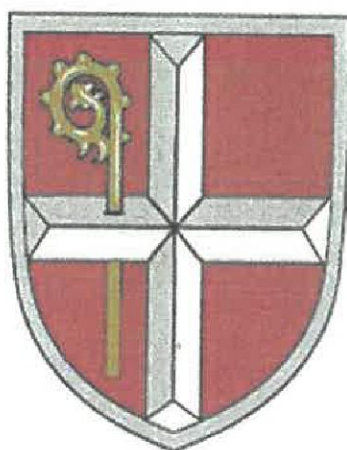
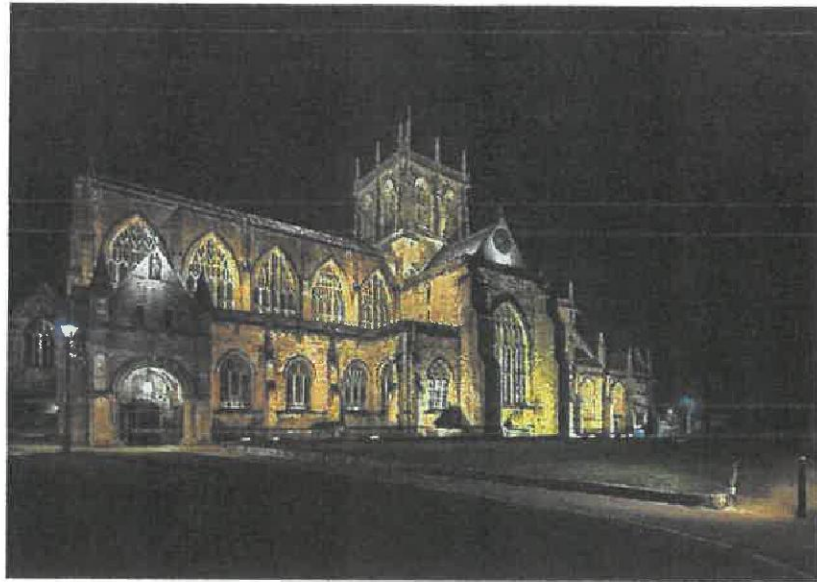


Friends of Sherborne Abbey



Trustees' Report and Financial Statements
for the Year Ended 31 December 2021



Photographs : Josie Sturgess Mills Photography

Friends of Sherborne Abbey

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Friends of Sherborne Abbey

Reference and Administrative Details

President	The Right Reverend Nicholas Holtam MA	
Patrons	The Right Reverend Timothy Thornton MA	
	The Very Reverend Robert Willis DL BA	
Trustees	The Reverend Martin Lee	Chairman
	Mr David Ferguson	Churchwarden
	Mr Jonathan Rodd	Churchwarden
	Dr Chris Hamon	Treasurer, secretary and representative of Sherborne School
	Mrs Jennifer Nelson	Representative of Sherborne Girls
	Mr Philip Prout	Honorary Publications Secretary
	Mr Michael Keatinge	Chairman of PCC Fabric Committee
	Mrs Jacqueline Baker	Elected member
	Mr John Bunnell	Elected member
	Mrs Frances Gomme-Duncan	Elected member
	Mrs Jo Haguc	Elected member
	Mrs Samantha Henderson	Elected member
	Mrs Hilary Leavey	Elected member
	Mr Bill McDermott	Elected member
	Canon Charles Mitchell-Innes	Elected member
Charity Registration Number	208584	
Principal Office	3 Abbey Close Sherborne Dorset DT9 3LQ	
Independent Examiner	Ian Dodds Chartered Accountant Lanham & Francis 77a Cheap Street Sherborne Dorset DT9 3BA	

Friends of Sherborne Abbey

Trustees' Report

The trustees present the annual report together with the financial statements of the charity for the year ended 31 December 2021.

Trustees:

Mrs Samantha Clare Foster Henderson (appointed 21 July 2021)

Mr Bill John McDermott (appointed 21 July 2021)

Mr Jonathan Rodd

Mrs Hilary Jane Leavey (appointed 21 July 2021)

Mr Philip Prout

Rev Charles Mitchell-Innes (appointed 21 July 2021)

Mr Michael Keatinge

Mr John Frances Bunnell

Dr David George Ferguson

Mrs Frances Gomme-Duncan

Dr Christopher Hamon

Mrs Jennifer Louise Nelson

Mrs Jacqueline Susan Baker

Reverend Martin Paul Lee (appointed 16 September 2021)

Objectives and activities

Objects and aims

The objects are to support the upkeep of the fabric of Sherborne Abbey.

Objectives, strategies and activities

The activities undertaken by the charity during the year are detailed in the reports that follow.

Fundraising disclosures

The principal funding of the charity arises from members' subscriptions, donations, bequests, as well as the sale of publications in the Abbey.

Public benefit

The purpose of the Friends of Sherborne Abbey is to bind together all those who love Sherborne Abbey in their desire to take part in preserving it for posterity.

The trustees confirm that they have complied with the requirements of section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

Achievements and performance

Details of activities undertaken during the year, as well as future plans are contained within the individual reports that follow.

Friends of Sherborne Abbey

Trustees' Report

THE CHAIRMAN'S MESSAGE

It is my delight to be able to write to you as the Chairman of The Friends of Sherborne Abbey and I was so pleased to be invited to fill this post by the Friends Council. To help care for this magnificent building, so that it is both a place of beauty, tranquillity and a vibrant place of worship, is both a privilege, an honour and a responsibility for us all and I look forward to leading The Friends forward with the support of the Council.

Before I pass comment on the last twelve months, though to be fair I have only been here since September, I would like to express my thanks to firstly, Bernard Brown, who I never had the opportunity to meet and is much missed by The Friends community, and Chris Hamon subsequently for "holding the fort" during the interregnum and through the pandemic. They, along with the Council, have worked very hard to keep The Friends on track and lead us towards an exciting few years.

For obvious reasons, the activities of The Friends were very much curtailed last year with just an AGM, a very successful coffee morning and a warm welcome and reception prior to the Abbey Advent Carol Service. This coming year, we aim to have a full programme of events to which I hope many of you will come along and these are listed later in the report.

Despite the pandemic, The Abbey has still needed maintenance and this is always ongoing. The Friends generously covered the cost to a significant leak in the heating system, the full cost of The Abbey's annual insurance and a number of other minor maintenance works. This has helped The Abbey out significantly over what has been a difficult period financially with restricted income due to lockdown and social distancing restrictions. The PCC and The Abbey community are very grateful for this support. Looking towards 2022, The Friends' Council have generously agreed to underwrite a significant proportion of the replacement of the very elderly boiler with new smaller and more efficient gas boilers and air source heat pumps. The latter have received funding from Green Energy Dorset and we are also grateful to them for that. This will make The Abbey significantly greener and moves us on towards making an impact on reducing our carbon footprint.

Additionally the Friends' Council have agreed to cover the cost of replacing a significant proportion of the lighting and emergency lighting. The former, whilst relatively new, has sadly suffered the march of time and the replacement lamps have ceased to become available. The only solution to this is to replace the lamp units. Whilst this is not cheap, the positives are that the existing wiring can be reutilised, the new units will give out significantly greater amount light per unit and will use some 50% less electricity and will also allow us to improve the lighting in one or two areas where the light levels have never been satisfactory. Also, being LED lamps, we have been told that, based on current usage, they should last in excess of 20 years without need of maintenance - a real bonus for our high wire Vergers! It is also an opportune moment to replace the controlling computer, which is now showing the signs of IT fatigue and occasionally has its moments. The emergency lighting, on inspection, is completely inadequate should we need to evacuate the building in the dark and upgrading this at the same time as the lighting units means that the emergency lights can be integrated into some of the main lighting units whilst making The Abbey compliant with modern emergency lighting requirements, a real must given the numbers of concerts and large evening events that are held in The Abbey.

Yet further, The Friends' Council have also agreed to cover the cost of upgrading the fire alarm. This was installed and paid for by The Friends, but the hardware has reached the end of its working life. Again, the wiring is still good, so it is largely a case of replacement of components.

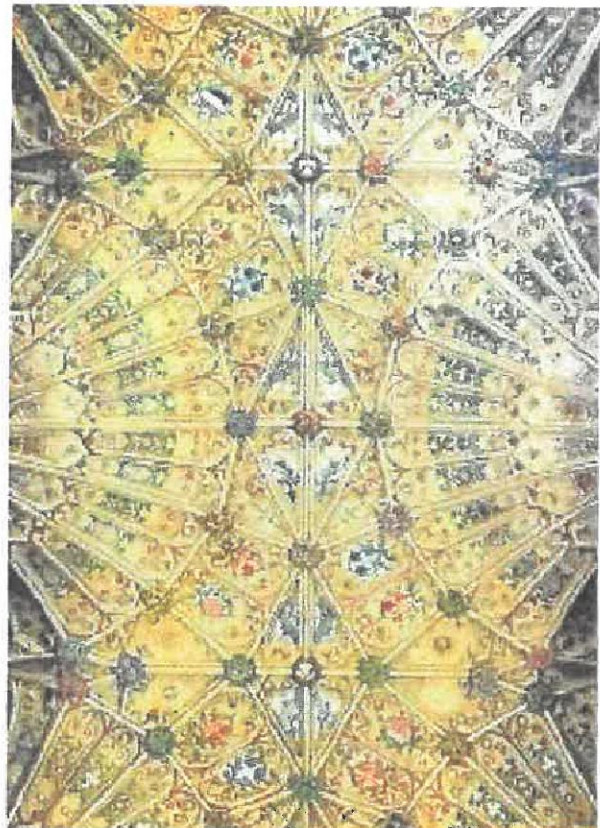
Then there is the prospect of toilets, hopefully in the near future. This project is still in its infancy, but as part of this The Council agreed to cover the cost of a full survey of The Abbey, something long needed as this will help with many other restoration and maintenance projects, such as a rather unglamorous but necessary survey of the drains. To be honest, we don't really know where they all run!

Friends of Sherborne Abbey

Trustees' Report

Finally, I must thank you all for your support. The Friends do so much to support and maintain our beautiful building and I am extremely grateful for your support. Your subscriptions and the many legacies which benefactors have given have ensured that the corporeal body of The Friends have been able to help preserve and enhance this building for future generations. Whether your contribution be small or large, The Abbey is extremely grateful for all you do.

The Reverend Martin Lee
Chair



Photograph : Josie Sturgess Mills Photography

Friends of Sherborne Abbey

Trustees' Report

CLERK'S REPORT

The Council of the Friends of Sherborne Abbey met in May, July and November 2021 with the 90th and 91st Annual General Meeting being held on Monday 21 July 2021. This was the first AGM since 2019 as the 2020 AGM was postponed due to COVID. Canon Charles Mitchell-Innes, Mr Bill McDermott and Mesdames Samantha Henderson, Jaqueline Baker and Hillary Levey were elected to the Council. Subsequently Joanne Hague was co-opted onto the Council.

New members are always welcome and application forms to join the Friends are available from the back of The Abbey, the Parish Office and via The Abbey's website www.sherborneabbey.com. It is suggested that the minimum subscription be £30.00 per annum.

In early October 2021 the Friends held what is, hopefully, the first of its biennial coffee mornings. This is an opportunity for Friends to meet together socially whilst enjoying coffee and cake and catching up on the Friends in general. Coffee was provided through the use of filter coffee machines provided by The Friends for Abbey use.

On Advent Sunday, 28 November 2021, some eighty Friends enjoyed a Drinks' Reception of mulled wine and mince pies in the Digby Memorial Church Hall before attending the Advent Carol Service in The Abbey.

The Friends continue to support The Abbey by financing the Quinquennial works, cleaning and general maintenance. They also make an annual contribution towards the insurance costs of The Abbey.

The next Annual General Meeting will be on Monday 23 May 2022 at 7.00 pm. There will be a Choral Evensong in the Abbey at 6.00 pm followed by refreshments and the meeting in The Abbey. All are most welcome to attend.

Dr Chris Hamon
Sherborne Abbey Parish Office

Friends of Sherborne Abbey

Trustees' Report

CHURCHWARDENS' AND FABRIC REPORT

2021 was primarily a year of planning for renewal of the heating system. In January, we had a serious leak in the outside pipework which leads from the boiler room round to the southeast door, causing a complete loss of heating. Fortunately, coming in the pandemic period when The Abbey was sparsely used, this was efficiently dealt with, but led on to consideration of other measures. We removed the long-redundant oil tank in the boiler room, then looked at replacing the old boiler which was regarded as nearly life-expired. The underfloor heating in the main building, closed off for over forty years for reasons unknown, was tested and found to be sound. With current thinking on heating people rather than spaces, we agreed to recommission the underfloor system.

The major new departure was to include a large set of air-source heat pumps (ASHP) in an inconspicuous spot on the roof of the north quire aisle. These will reduce our local burn of gas in favour of substantially increased electricity, in the expectation that the National Grid will in time become carbon neutral. Putting us in the vanguard of a transition from gas to electricity, this initiative has been widely welcomed.

Installation of the new boilers and ASHP will begin in May this year, giving completion in good time for the next heating season.

Our next major task, also involving much planning time in 2021, will be an upgrade of the lighting to include conversion of the obsolete halogen and halide bulbs to more efficient LEDs, and an improved control system; also enhancement of the emergency lighting, which is minimal, not meeting current safety standards.

Looking further forward, we have embarked on a project to create a new wing between the car park and the former All Hallows wall, to provide toilets, improved premises for the Shop, and a meeting room also serving as a resource centre for a more positive presentation of The Abbey to visitors. While the Diocesan Advisory Committee has welcomed the project in principle, it raises challenging issues of planning, archaeology and architecture which are being developed. While the Friends are able to support the preliminary work, a major fundraising campaign will be needed in due course.

Mike Keatinge

Friends of Sherborne Abbey

Trustees' Report

MEMBERSHIP SECRETARY'S REPORT

As of 7 February 2022, we have currently 342 members on the roll, of which 8 are still outstanding on subs from year ending 2021: they have been sent written reminders. We have gained 21 new members in 2021 and sadly lost 9 members, had 7 resignations (one couple having moved from the area) and two members have died. I have also removed 8 members whose subscriptions lapsed in 2020 and, despite reminders, have not renewed their subscriptions.

Sadly, this year, we have had the death of Tony Sparshott, formerly the Membership Secretary for many years and a great and loyal supporter of The Friends. He will be much missed and our condolences go to his sister, family and friends.

Whilst our numbers are healthy, we cannot afford to be complacent and we all need to work hard to encourage people to join our throng. It is not so much the annual subscriptions, important though they are, but it is the generosity of the legacies which we receive, from time to time, from our deceased Friends which keep our funds topped up and allow us to continue to maintain and improve The Abbey fabric.

Dr Chris Hamon

Friends of Sherborne Abbey

Trustees' Report

PUBLICATIONS SECRETARY'S REPORT

Last year (2021) was a difficult year for sales with The Abbey opening hours limited. Visitor numbers were obviously down as people did not want to be out too much. However, things started to pick up towards Christmas and we sold a lot of cards especially the Robin, Abbey Card by Siger and the Abbey from the corner of Westbury by Hutchings. Stocks of the Christmas Robin are getting low and is at the printers for a reprint. I am also going back to the archives and reprinting The Flight of the Holy Family into Egypt and The Nativity both from the Sherborne Missal. These were both popular cards and it will be interesting to see how they sell.

Total sales figures for all publications in 2021 was £6,691.95; below is a breakdown of quantities.

I would like to thank the Vergers for keeping the two Friends' Card & Book Stalls well stocked and to Chris Hamon for looking after the stock of Friends' publications. He has also undertaken a complete audit of everything, so we have started the year with accurate stock and sales as of 31 December 2021.

SOLD

Guidebooks	625
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Christmas cards:

Robin Christmas cards	3,506
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Robin cards - blank	762
---------------------	-----

Kulesa	503
--------	-----

Siger	2,611
-------	-------

Madonna	371
---------	-----

Hutchings	2,801
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Postcards:

West Window	631
-------------	-----

Fan Vaulting	408
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Philip Prout

Honorary Publications Secretary

Friends of Sherborne Abbey

Trustees' Report

TREASURER'S REPORT

Financial review

The charity recorded a surplus for the year of £93,551 (2020 : £70,769), which excludes unrecognised gains on investments amounting to £144,700 (2020 : £46,474).

The charity had total reserves at the year end of £1,577,800 (2020 : £1,339,549).

Currently, the Friends funds are in a very healthy place as you can see from the financial statements. This is for a number of reasons: We have not had any large projects to fund in recent years, our subscriptions remain a steady source of income, and we have been very fortunate in having had a number of generous legacies, for which we are very grateful indeed.

Our investments have continued to bounce back after a dip in 2020, due to the pandemic. Expenditure other than heating has included £23,007.00 on insurance. The other major expense was the repair to the leak in the heating system early this year and cost £14,164.00. Residual expenditure has been minor maintenance projects, accountant's fees, non-heating architect's fees and account fees.

When I took over as Treasurer, I inherited a number of bank accounts. With discussion, I have chosen to rationalise them to simplify the accounting. Accordingly, I have closed the Lloyds bank account, as it has lain largely dormant but we have been paying a monthly fee of £7.00 with additional charges for every transaction. Also, the second NatWest (Publications Account) has been closed as it is an unnecessary account and publication income can easily be recorded in the accounts.

We have a good sum in the Publications Account but we will soon need to replace some of the stock of cards which is now becoming depleted. We also need to look closely at the Friends' publications to see if we can add to them as we have the space to do so and suggestions for this would be welcome. As part of the end of year accounting, I have written off the stocks of postcards, Boss booklets and Pilgrim booklets. Most of these we have had for years and the sales are painfully slow. In the case of the latter two, we have reduced the price to try and clear the backlog and realise our investment costs.

We are in a good position to cover the costs of the heating project but we must be vigilant of further large inflationary hikes. We have agreed to covering £230k of the project and we will have committed almost £35k before any significant work on the actual project has begun. That said, much of the work and quotes include VAT and under the Listed Places of Worship Scheme (extended to run until 2025) we should be able to claim most of this back which effectively reduces the cost of the project.

Three further projects which the Friends are being approached to fund and have agreed to are:

Upgrade the lighting by replacing the halogen and halide downlights, a failing control system and some minor enhancements to the lighting in areas where the lighting is not good enough. The Abbey has received two quotes for this. The Abbey have gone with the cheaper of the quotes (£153,500.00) and this is the one which best fulfils The Abbey's brief. Additionally, we have found that the emergency lighting is inadequate for a building the size of The Abbey and needs to be upgraded. The cost for this upgrade is in the region of £60,000.00 to comply with modern standards laid down in legislation. The Friends' Council have agreed to cover the cost of this project.

A second project to come to light is the need to upgrade the Fire Alarm. The hardware on this has reached the end of its useful life. Fortunately, this can be upgraded without much alteration to the wiring and other infrastructure and The Friends' Council have agreed to cover the cost of £25,000.00.

Friends of Sherborne Abbey

Trustees' Report

The Toilets are still very much in embryonic stages and this is looking to be a much more expensive project all round. Whilst I am sure The Friends will be open towards this, I think The Abbey needs to take ownership of the fundraising for this and source the lion's share. That said, there is a need for some preliminary surveys of The Abbey as a whole and The Abbey drains and surrounding archaeology. The results of these would be useful for many future projects, which The Friends may wish to be involved with, and the PCC approved the allocation of £20,000.00 which the Friends' Council have agreed to fund.

There has also been a suggestion that The Friends make a business loan to the PCC for the setting up of the Tea Rooms in Betty's cottage and the shop. If we pursue this, it must be done on a business footing with a suitable business plan, repayment plan and interest on the loan.

Dr Chris Hamon
Honorary Treasurer

Friends of Sherborne Abbey

Trustees' Report

Policy on reserves

Reserves are critical to the Friends financial position, and provide:

- a) Working capital to support ongoing operations and activities (suppliers need to be paid on time) and to honour grant commitments
- b) At least 12 months expenditure, to provide continuity in achieving our charitable activities as laid down in our Constitution
- c) Future replacement of goods and equipment necessary in our operation

Working capital is to be held as cash, and items b) and c) to be held in the form of long term investments (with a ten year time horizon) in our investment portfolio.

Responsibility for implementing this policy rests with the Executive Committee of the Friends charity and shall be reviewed every three years, to ensure it is fit for purpose and that we are not setting aside too much or too little.

Structure, governance and management

Nature of governing document

The charity was founded at a meeting held on 24 May 1930, at which the constitution was created. This document has since been amended at meetings on 19 July 1983, 11 May 2004 and 9 May 2005.

Recruitment and appointment of trustees

Trustees are nominated and subsequently elected at the Annual General Meeting, in accordance with the constitution. Trustees hold office for a period of five years, after which they are eligible for re-election.

Objectives and policies

The Council of the Friends have considered the major risks to which the charity is exposed (both financial and non-financial risks) and the trustees confirm that the major risks to which the charity is exposed, as identified by the trustees, have been reviewed and systems have been established to mitigate those risks.

The annual report was approved by the trustees of the charity on 7/2/22 and signed on its behalf by:



Dr Christopher Hamon
Trustee

Friends of Sherborne Abbey

Statement of Trustees' Responsibilities

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

The law applicable to charities 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 SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; 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 proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the constitution. The trustees are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the trustees of the charity on 7/2/22 and signed on its behalf by:



Dr Christopher Hamon
Trustee

Friends of Sherborne Abbey

Independent Examiner's Report to the trustees of Friends of Sherborne Abbey

I report to the trustees on my examination of the accounts of Friends of Sherborne Abbey for the year ended 31 December 2021.

Responsibilities and basis of report

As the charity trustees of Friends of Sherborne Abbey you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').


I report in respect of my examination of the Friends of Sherborne Abbey's accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

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

1. accounting records were not kept in respect of Friends of Sherborne Abbey as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination.

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


.....
Ian Dodds
Chartered Accountant

Lanham & Francis
77a Cheap Street
Sherborne
Dorset
DT9 3BA

Date: 25.7.22

Friends of Sherborne Abbey

Statement of Financial Activities for the Year Ended 31 December 2021

	Note	Unrestricted funds £	Total 2021 £
Income and Endowments from:			
Donations and legacies		145,131	145,131
Other trading activities		6,692	6,692
Investment income	4	22,742	22,742
Total income		<u>174,565</u>	<u>174,565</u>
Expenditure on:			
Raising funds		(4,486)	(4,486)
Charitable activities		<u>(76,528)</u>	<u>(76,528)</u>
Total expenditure		(81,014)	(81,014)
Gains/losses on investment assets		<u>144,700</u>	<u>144,700</u>
Net income		<u>238,251</u>	<u>238,251</u>
Net movement in funds		238,251	238,251
Reconciliation of funds			
Total funds brought forward		<u>1,339,549</u>	<u>1,339,549</u>
Total funds carried forward	16	<u>1,577,800</u>	<u>1,577,800</u>

	Note	Unrestricted funds £	Total 2020 £
Income and Endowments from:			
Donations and legacies		83,888	83,888
Other trading activities		2,245	2,245
Investment income	4	22,341	22,341
Total income		<u>108,474</u>	<u>108,474</u>
Expenditure on:			
Raising funds		(3,971)	(3,971)
Charitable activities		<u>(33,734)</u>	<u>(33,734)</u>
Total expenditure		(37,705)	(37,705)
Gains/losses on investment assets		<u>46,474</u>	<u>46,474</u>
Net income		<u>117,243</u>	<u>117,243</u>
Net movement in funds		117,243	117,243
Reconciliation of funds			
Total funds brought forward		<u>1,222,306</u>	<u>1,222,306</u>
Total funds carried forward	16	<u>1,339,549</u>	<u>1,339,549</u>

All of the charity's activities derive from continuing operations during the above two periods.

The funds breakdown for 2020 is shown in note 16.


The notes on pages 16 to 23 form an integral part of these financial statements.

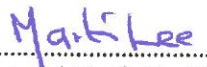
Friends of Sherborne Abbey

(Registration number: 208584)
Balance Sheet as at 31 December 2021

	Note	2021 £	2020 £
Fixed assets			
Investments	11	917,820	773,120
Current assets			
Stocks	12	15,056	18,092
Debtors	13	3,394	95,355
Cash at bank and in hand	14	642,830	454,312
		661,280	567,759
Creditors: Amounts falling due within one year	15	(1,300)	(1,330)
Net current assets		659,980	566,429
Net assets		1,577,800	1,339,549
Funds of the charity:			
Unrestricted income funds			
Unrestricted funds		1,577,800	1,339,549
Total funds	16	1,577,800	1,339,549

The financial statements on pages 14 to 23 were approved by the trustees, and authorised for issue on ~~7/2/22~~ and signed on their behalf by:


.....
Dr Christopher Hamon
Trustee


.....
Reverend Martin Paul Lee
Trustee

Friends of Sherborne Abbey

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

1 Accounting policies

Statement of compliance

The financial statements have been prepared in accordance with the second edition of the Charities Statement of Recommended Practice issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011.

Basis of preparation

Friends of Sherborne Abbey meets the definition of a public benefit entity under FRS 102. The accounts (financial statements) have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts.

Exemption from preparing a cash flow statement

The charity opted to early adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cash flow statement in these financial statements.

Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern.

Income and endowments

Voluntary income including donations, gifts, legacies and grants that provide core funding or are of a general nature is recognised when the charity has entitlement to the income, it is probable that the income will be received and the amount can be measured with sufficient reliability.

Donations and legacies

Donations and legacies are recognised on a receivable basis when receipt is probable and the amount can be reliably measured.

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Raising funds

These are costs incurred in attracting voluntary income, the management of investments and those incurred in trading activities that raise funds.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Friends of Sherborne Abbey

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

Grant provisions

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty about either the timing of the grant or the amount of grant payable.

Governance costs

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees' meetings and reimbursed expenses.

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Fixed asset investments

Fixed asset investments, other than programme related investments, are included at market value at the balance sheet date. Realised gains and losses on investments are calculated as the difference between sale proceeds and their market value at the start of the year, or their subsequent cost, and are charged or credited to the Statement of Financial Activities in the period of disposal.

Unrealised gains and losses represent the movement in market values during the year and are credited or charged to the Statement of Financial Activities based on the market value at the year end.

Stock

Stock is valued at the lower of cost and estimated selling price less costs to complete and sell, after due regard for obsolete and slow moving stocks. Cost is determined using the first-in, first-out (FIFO) method.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Fund structure

Unrestricted income funds are general funds that are available for use at the trustees' discretion in furtherance of the objectives of the charity.

Financial instruments

Classification

Financial assets and financial liabilities are recognised when the charity becomes a party to the contractual provisions of the instrument.

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

Friends of Sherborne Abbey

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

Recognition and measurement

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transaction. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets and liabilities are only offset in the statement of financial position when, and only when there exists a legally enforceable right to set off the recognised amounts and the charity intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Financial assets are derecognised when and only when a) the contractual rights to the cash flows from the financial asset expire or are settled, b) the charity transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the charity, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party.

Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

Fair value measurement

The best evidence of fair value is a quoted price for an identical asset in an active market. When quoted prices are unavailable, the price of a recent transaction for an identical asset provides evidence of fair value as long as there has not been a significant change in economic circumstances or a significant lapse of time since the transaction took place. If the market is not active and recent transactions of an identical asset on their own are not a good estimate of fair value, the fair value is estimated by using a valuation technique.

2 Income from donations and legacies

	Unrestricted funds General £	Total funds £
Donations and legacies;		
Subscriptions and donations	16,269	16,269
Legacies	126,622	126,622
Gift aid reclaimed	2,240	2,240
Total for 2021	145,131	145,131
Total for 2020	83,888	83,888

3 Income from other trading activities

	Unrestricted funds General £	Total funds £
Trading income;		
Sales of publications	6,692	6,692
Total for 2021	6,692	6,692
Total for 2020	2,245	2,245

Friends of Sherborne Abbey

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

4 Investment income

	Unrestricted funds General £	Total funds £
Other income from fixed asset investments	22,742	22,742
Total for 2021	22,742	22,742
Total for 2020	22,341	22,341

5 Expenditure on raising funds

a) Costs of trading activities

	Unrestricted funds General £	Total funds £
Costs of goods sold	3,054	3,054
Total for 2021	3,054	3,054
Total for 2020	1,632	1,632

b) Other costs of generating donations and legacies

	Unrestricted funds General £	Total funds £
Other direct costs	1,432	1,432
Total for 2021	1,432	1,432
Total for 2020	2,339	2,339

Friends of Sherborne Abbey

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

6 Expenditure on charitable activities

	Note	Unrestricted funds General £	Total funds £
Grant funding of activities		75,242	75,242
Governance costs		1,286	1,286
Total for 2021		76,528	76,528
Total for 2020		33,734	33,734

	Grant funding of activity £	Total expenditure £
Upkeep of Sherborne Abbey	52,235	52,235
Insurance of Sherborne Abbey	23,007	23,007
Total for 2021	75,242	75,242
Total for 2020	32,404	32,404

7 Analysis of governance and support costs

Governance costs

	Unrestricted funds General £	Total funds £
Independent examiner fees		
Examination of the financial statements	1,286	1,286
Total for 2021	1,286	1,286
Total for 2020	1,330	1,330

8 Trustees remuneration and expenses

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

Trustees have been reimbursed for direct postage, stationery and purchase costs incurred in connection with the charity, but have not been reimbursed for any other expenses or received any benefits from the charity during the year.

Friends of Sherborne Abbey

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

9 Independent examiner's remuneration

	2021 £	2020 £
Examination of the financial statements	<u>1,286</u>	<u>1,330</u>

10 Taxation

The charity is a registered charity and is therefore exempt from taxation.

11 Fixed asset investments

	2021 £	2020 £
Other investments	<u>917,820</u>	<u>773,120</u>

Other investments

	Listed investments £	Total £
Cost or Valuation		
At 1 January 2021	773,120	773,120
Revaluation	<u>144,700</u>	<u>144,700</u>
At 31 December 2021	<u>917,820</u>	<u>917,820</u>
Net book value		
At 31 December 2021	<u>917,820</u>	<u>917,820</u>
At 31 December 2020	<u>773,120</u>	<u>773,120</u>

12 Stock

	2021 £	2020 £
Stocks	<u>15,056</u>	<u>18,092</u>

Friends of Sherborne Abbey

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

13 Debtors

	2021 £	2020 £
Other debtors	<u>3,394</u>	<u>95,355</u>

14 Cash and cash equivalents

	2021 £	2020 £
Cash at bank	<u>642,830</u>	<u>454,312</u>

15 Creditors: amounts falling due within one year

	2021 £	2020 £
Accruals	<u>1,300</u>	<u>1,330</u>

16 Funds

	Balance at 1 January 2021 £	Incoming resources £	Resources expended £	Other recognised gains/(losses) £	Balance at 31 December 2021 £
Unrestricted funds					
General	<u>1,339,549</u>	<u>174,565</u>	<u>(81,014)</u>	<u>144,700</u>	<u>1,577,800</u>

	Balance at 1 January 2020 £	Incoming resources £	Resources expended £	Other recognised gains/(losses) £	Balance at 31 December 2020 £
Unrestricted funds					
General	<u>1,222,306</u>	<u>108,474</u>	<u>(37,705)</u>	<u>46,474</u>	<u>1,339,549</u>

Friends of Sherborne Abbey

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

17 Analysis of net assets between funds

	Unrestricted funds General £	Total funds at 31 December 2021 £
Fixed asset investments	917,820	917,820
Current assets	661,280	661,280
Current liabilities	(1,300)	(1,300)
Total net assets	1,577,800	1,577,800

	Unrestricted funds General £	Total funds at 31 December 2020 £
Fixed asset investments	773,120	773,120
Current assets	567,759	567,759
Current liabilities	(1,330)	(1,330)
Total net assets	1,339,549	1,339,549

18 Analysis of net funds

	At 1 January 2021 £	Financing cash flows £	At 31 December 2021 £
Cash at bank and in hand	454,312	188,518	642,830
Net funds	454,312	188,518	642,830

	At 1 January 2020 £	Financing cash flows £	At 31 December 2020 £
Cash at bank and in hand	77,331	376,981	454,312
Net funds	77,331	376,981	454,312

19 Related party transactions

There were no related party transactions in the year.

Friends of Sherborne Abbey

Detailed Statement of Financial Activities for the Year Ended 31 December 2021

	Total 2021 £	Total 2020 £
Income and Endowments from:		
Donations and legacies (analysed below)	145,131	83,888
Other trading activities (analysed below)	6,692	2,245
Investment income (analysed below)	<u>22,742</u>	<u>22,341</u>
Total income	<u>174,565</u>	<u>108,474</u>
Expenditure on:		
Raising funds (analysed below)	(4,486)	(3,971)
Charitable activities (analysed below)	<u>(76,528)</u>	<u>(33,734)</u>
Total expenditure	(81,014)	(37,705)
Gains/losses on investment assets (analysed below)	<u>144,700</u>	<u>46,474</u>
Net income	<u>238,251</u>	<u>117,243</u>
Net movement in funds	238,251	117,243
Reconciliation of funds		
Total funds brought forward	<u>1,339,549</u>	<u>1,222,306</u>
Total funds carried forward	<u><u>1,577,800</u></u>	<u><u>1,339,549</u></u>

Friends of Sherborne Abbey

Detailed Statement of Financial Activities for the Year Ended 31 December 2021

	Total 2021 £	Total 2020 £
<i>Donations and legacies</i>		
Legacies and bequests	126,622	68,000
Subscriptions and donations	16,269	13,443
Gift Aid tax reclaimed	2,240	2,445
	<u>145,131</u>	<u>83,888</u>
<i>Other trading activities</i>		
Sales of purchased goods	6,692	2,245
	<u>6,692</u>	<u>2,245</u>
<i>Investment income</i>		
Income from listed investments	22,742	22,341
	<u>22,742</u>	<u>22,341</u>
<i>Raising funds</i>		
Opening stock	18,092	19,724
Purchases	18	-
Closing stock	(15,056)	(18,092)
Printing, postage and stationery	1,298	2,049
Sundry expenses	33	150
Bank charges	101	140
	<u>4,486</u>	<u>3,971</u>
<i>Charitable activities</i>		
Quinquennial repairs and minor works	10,971	6,495
Heating repair	14,164	-
Heating project	26,125	-
Gates and railings	975	-
Abbey CCTV monitor	-	1,727
Insurance contribution	23,007	24,182
Independent examiner's fee	1,286	1,330
	<u>76,528</u>	<u>33,734</u>
<i>Gains/losses on investment assets</i>		
(Gain)/loss on programme related investments	<u>144,700</u>	<u>46,474</u>