

**Sisters of Charity of St Paul
The Apostle**

Report and Financial Statements

Year Ended

31 December 2020

**Report and financial statements
year ended 31 December 2020**

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**Trustees' annual report
year ended 31 December 2020**



INTRODUCTION

The Sisters of Charity of St Paul the Apostle is a Religious Congregation founded in 1847 and there are currently 107 members. It is governed and managed by the Superior General together with an elected Council of five Sisters referred to as the Leadership Team. These are the Trustees of the Charity.

REFERENCE AND ADMINISTRATION DETAILS

The Sisters of Charity of St Paul the Apostle is an unincorporated charity registered with the Charity Commission of England and Wales under Registration Number 211200.

The Charity is also registered with the Office of the Scottish Charity Regulator under Registration Number SC038528 and with the Charities Regulatory Authority in the Republic of Ireland under Registration Number 20011598.

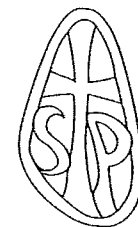
Secretary and Registered Office of the Congregation:

Sister Ann Sullivan
St Paul's Convent
94 Selly Park Road
Selly Park
Birmingham
B29 7LL

Board of Trustees

Sister C. Neenan	Superior General	Sister E. Browne	Councillor
Sister T. Murphy	Councillor/ Bursar	Sister C. Bordea	Councillor
Sister M. Mattison	Councillor		
Sister A. Sullivan	Councillor/Secretary		

Auditors	Dains LLP 15 Colmore Row Birmingham B3 2BH
Solicitors	Glaisyers Rowchester Court, 10 Printing House Street Birmingham B4 6DZ
Bankers	Lloyds Bank Plc 134 New Street, Birmingham B2 4NP
Investment Managers	Smith & Williamson Investment Management 3 rd Floor 9 Colmore Row Birmingham B3 2BJ



STRUCTURE GOVERNANCE AND MANAGEMENT

The Charity is governed by a Trust Deed dated 27 May 1957 and a Charity Commission Scheme of 17 November 1967. The Charity is constituted as an Unincorporated Association.

The Trustees were appointed at the General Chapter meeting in July 2016 and took up office on 1 October 2016.

Trustees are appointed for a six year term, and in accordance with the Constitution, can only serve for a maximum of two full consecutive terms in office. Elections are held every six years.

OBJECTS AND ACTIVITIES

The Charity's Trust Deed states the Trust's principal objectives to be the support or advancement by lawful charitable means of any charitable work for the time being carried on by the Congregation and if at any time the Congregation ceases to exist or ceases to carry on charitable work then for the advancement of the Roman Catholic Religion by such lawful charitable means as the Trustees or a majority of the Trustees think fit. The Trustees hold meetings on a regular basis to conduct the operations of the Charity and implement its investment and other policies.

In presenting this Report and Financial Statement for the year ended 31 December 2020 the Trustees have had regard to public benefit guidance published by the Charity Commission.

In fulfilment of the objectives of the Trust it is the policy of the Charity to serve the public benefit by undertaking a variety of charitable activities. Members are involved in Education at various levels, Health Care, Care of the Elderly, including elderly and sick members, various forms of Social and Pastoral work, Initial Formation and Training of members. There have been no material changes in policy during the last year. It is the policy of the Charity to serve the public benefit by:

1. EDUCATION

Members of the Congregation teach in Pre-Schools and Primary Schools, and are involved in Diocesan Adult Education and Formation Programmes, Literacy and Numeracy programmes for adult immigrants and children with special needs. They also work as counsellors, school governors and voluntary helpers. Within the field of education, the pastoral care, security and safety of pupils are regarded as a priority. The Charity operates the following schools: -

England

St Paul's Catholic School for Girls, Birmingham (1,000+ students). This is a Voluntary Aided Roman Catholic non-selective Comprehensive School. The Trustees are those of the Congregation. The school is administered by a Board of Governors with foundation Governors selected by the Trustees. The Congregation owns the freehold land and buildings. Members of the Congregational Trustees are members of the Governing Body and give feedback at the Trustee Meetings.

Ireland

The Congregation owns the freehold land and buildings of St Paul's Senior Primary School, Greenhills, Dublin (300+ students), now called Holy Spirit Primary School which is under the patronage of the Archdiocese of Dublin and funded by the Department of Education and Skills.

The Congregation owns the freehold land and buildings of these two schools:

Scoil Pól (St Paul's) Secondary School, Kilfinane (600+ students)

St. Paul's Secondary School, Greenhills, Dublin 12 (500+ students)



1. EDUCATION (continued)

The Trusteeship was transferred to Le Chéile, a Catholic Schools Trust, on 1st September 2009 with a licence, which expires on 31 August 2029, to use the properties to operate the schools.

A Trustee and Chairpersons of the Board of Management of each of these schools attend regular meetings of the Le Chéile Trust.

South Africa

Selly Park Primary School, Rustenburg (500 students approx)

Selly Park Secondary School, Rustenburg (300+ students)

These are Roman Catholic Multi-racial Schools which are fee-paying and independent. The fees are deliberately fixed at a moderate rate to enable children of poorer families to benefit. The Trustees have approved the provision of Bursaries which took effect in 2007. Staff and members of the Board of Governors in both schools are carefully chosen ensuring that, as far as possible, there is a fair balance of gender, race and expertise. Members of the Congregation's Trustees visit the schools each year to ensure that the ethos of the schools is in accordance with the spirit of the Congregation, that the properties are well maintained and that the finances are administered efficiently. Feedback from the visits is given at full Trustee Meetings. Both schools are now under the Trusteeship of a Catholic Schools Trust. The properties are in the ownership of the Congregation.

Romania

The Congregation currently finances three Pre-Schools, one Primary School and one Secondary School:

Câmpulung-Muscel (One Building) -	Pre-School, Primary School (morning session) and Secondary School (afternoon session) 500+ students.
Onești	- Pre-School 100+ Children
Tomesti	- Pre-School 80+ Children

The Vladimir Ghika Day Centre was officially opened in November 2017. It caters for 30+ children with autism and severe learning difficulties.

The Charity has established sound financial structures for these schools and the accounts are submitted for annual audit. Members of the Congregation's Trustees visit these schools at least once a year if possible and meet with School Managers to ensure that the ethos of the school is in accordance with the mission of the Congregation, that the properties are well maintained and that the finances are administered efficiently. Feedback from the visit is given at full Trustee Meetings.

The Sisters of Charity of St. Paul the Apostle Romanian Association, encompassing the properties of Campulung, Onesti and Tomesti was established in 2010.

2. HEALTH CARE

Care of the Elderly

The Congregation operates the following Care Facilities:

England

Registered Care Home with Nursing

St Paul's Nursing Home, Selly Park, Birmingham (24 beds).

The Trustees have engaged The Saint John of God Hospitaller Services to manage this Care Home and hold quarterly review meetings with them.



2. HEALTH CARE (continued)

Mother House

In the Mother House a team of Care Professionals is in place to support frail and elderly members to maintain the activities of daily living for as long as possible.

This Care Provision also operates in branch houses as appropriate.

Scotland

The Charity, which includes St Anne's Registered Care Home, Musselburgh, Scotland (37 beds), is also listed on the Scottish Charity Register: SC038528.

In this Care Home the Manager and staff provide quality care in compliance with the standards set by the Scottish Care Commission. Board of Management meetings are held regularly at which the Manager presents a comprehensive report to the Trustees.

Romania

In Tomesti one member works in a Centre for mentally and physically disabled adults.

3. SOCIAL AND PASTORAL CARE

The Congregation operates a Day Conference Centre which facilitates education and religious/voluntary groups.

Some members contribute to retreat and pastoral programmes in other centres as requested.

Members work in the fields of psychotherapy and counselling, social work and parish pastoral ministries, hospital and prison chaplaincy, a welfare centre, an inter-church project for refugees and asylum seekers, a day centre for the homeless, alcohol/drugs dependency units and in the Anawim women's project. There is an increasing inter-faith dimension to all of these ministries.

Two members are Diocesan Trustees.

Members work in pastoral and parish ministries in each country where the Congregation has a mission. Members also visit the sick and needy in their own homes.

4. FORMATION AND TRAINING OF MEMBERS AND TRUSTEES

The formation and education of new members are regarded as very important. For this purpose designated houses and personnel are in place in Romania and England. Programmes of on-going training and formation are also provided for all members on a regular basis either by personnel within the Congregation or by other agencies. Members are encouraged to avail of opportunities to develop their own spiritual, theological and professional formation. There is a policy of induction and on-going training for Trustees.



5. SAFEGUARDING

Trustees of the Charity:

- (i) Take appropriate steps to ensure incidents of abuse cannot and do not take place.
- (ii) Have adequate and proper Safeguarding policies and systems in place in accordance with:
Catholic Safeguarding Advisory Service (CSAS), England.
The National Board for Safeguarding Children in the Catholic Church, Ireland.
The Scottish Catholic Safeguarding Service.
- (iii) Ensure they deal with allegations/concerns of abuse seriously and responsibly and in the interests of the Charity.
- (iv) Ensure that members of the Congregation are regularly updated on Safeguarding matters.

ACHIEVEMENTS AND PERFORMANCE

During the last twelve months the Charity has remained faithful to its objectives, by serving the public benefit in the field of Education, Health Care, Care of the Elderly, Social and Pastoral Care, Formation and Training of Members with a particular emphasis on Safeguarding.

This year, the Charity has responded positively to the National Refugee crisis, by providing Sisters to help with teaching English. We have also provided food and clothing to those in need.

The Trustees have undergone a series of Trustee Training Modules, to enable them to fulfil their duties in accordance with the Charity Commission guidelines.

A GDPR Policy and a Retention of Documents Policy have been drawn up. GDPR remains an agenda item on the agenda for all Trustee Meetings.

ENGAGEMENT WITH OTHERS

The Trustees have regard to the need to foster the business relationships they have built up which support the charity and give consideration in this regard when making principal decisions that could affect the businesses concerned.

Particular consideration is given to the contractual obligations we maintain with Saint of God Hospitaller Services and the Elior Group.

FUTURE PLANS

The Trustees have approved plans for the refurbishment of Saint Martha's wing with a view to make it available for retreat purposes.

CORONAVIRUS

The Trustees remain extremely cautious with regard to the current uncertainty surrounding the situation with Coronavirus and will not commit the Charity to any unnecessary additional risk at this time. Risk Assessments are updated in each Care Home and the Mother House in accordance with the latest Government Regulations.



GOING CONCERN

In the current business climate, the Board acknowledges the ongoing COVID-19 pandemic. In response to the pandemic the Leadership Team are monitoring all aspects of the Group's activities and have implemented operational changes to mitigate the financial impact of COVID-19.

Actions have included a full reforecast of the financial position and cashflows for the period to March 2023 and stress testing the cash position to assess scenarios relating to reductions in investment values. The liquidity of the investments has also been considered to ensure that funds are sufficiently accessible should they be called upon.

A continuity plan has been put in place to manage the charity during the Coronavirus pandemic and we continue to follow the UK Government guidelines and monitor the situation.

The Charity furloughed a number of employees under the Government's Coronavirus Job Retention Scheme, which affected 5% of our staff.

The Trustees have undertaken a detailed assessment of cashflows for the period to March 2023 considering likely income scenarios, cost reductions and government support.

The Trustees recognise that there remains a high degree of uncertainty as a result of the pandemic. However, after considering the level of reserves (current and projected), the diversity of income streams and the steps taken to mitigate including cost reductions, the Trustees assess that the charity will continue to provide its public benefit during the crisis and beyond. They therefore consider that it is appropriate for the financial statements to be prepared on a going concern basis.

FINANCIAL REVIEW

Investments

The investments held by the Congregation were acquired in accordance with powers available to the Trustees. The Trustees are mindful of the need to have an ethical approach to investment. The Trustees seek to ensure that they invest only in companies that are supportive and not in conflict with the work of the Charity. The Trustees do not invest in companies involved in the manufacture and sale of armaments nor any involved in illicit or illegal drugs or pharmaceuticals, similarly, they avoid companies that exploit the environment.

Together with the Investment Managers the Trustees are exploring ways of divesting from fossil fuels.

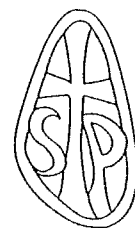
The investment managers report to the Trustees in detail each quarter on the performance of the investments. Comparisons with a number of recognised performance indices enable the Trustees to consider the return on investments to be satisfactory.

Insurance Cover

Trustees ensure that there is adequate cover in place for all the activities of the Charity.

Risk Management

The Trustees have considered the major risks to which the Charity is exposed, in particular those related to the operations and finances of the Charity, and believe that there are adequate systems in place to mitigate exposure to the major risks.



FINANCIAL REVIEW (continued)

Risk Management (continued)

Members working in Romania and South Africa are allowed sufficient funds to ensure their personal safety and to care for their health. They also meet the health and safety requirements of the area in which they work.

The Trustees Risk Assessment document was updated in February 2021.

Reserves Policy

Unrestricted funds

General unrestricted funds - it is the policy of the Trustees, having regard to the specific designated funds referred to below, to maintain the total of the General unrestricted funds, which are the free reserves of the charity and the mission and donation fund, at a level which in total would not exceed 6 months expenditure. Such funds may be held in order to finance both the working capital and capital investment in furtherance of the objectives of the charity. Free reserves at 31 December 2020 as defined above of £2,143,930 (2019: £668,333) together with the Mission and Donation fund of £1,500,000 (2019: £1,500,000) at that date, in aggregate represent not more than 6 months projected expenditure.

Designated funds - this represents amounts that have been put aside out of unrestricted funds at the discretion of the Trustees for particular projects. The designated funds at 31 December 2020 were £25,212,481 (2019 £28,542,995). The designation is for administrative purposes only and does not legally restrict the Trustees discretion to apply the fund. The designated funds are:

Retirement and Medical fund

The Trustees have designated funds to provide for their commitment to make due provision for the retirement and care in old age and sickness of the Congregation's members.

Mission and Donation fund

Funds are designated for ongoing mission work.

Fixed Assets

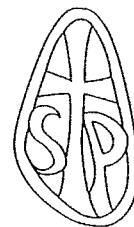
In order to fulfil its charitable objectives the Congregation needs a large number of properties. Any property surplus to requirements is sold, but the remainder although unrestricted cannot be realised without undermining the Congregation's work. The Trustees hold a property review meeting every six months to ensure that properties continue to fulfil the needs of the Congregational Mission.

The contents of the properties and motor vehicles are similarly used in the work of the Congregation.

A proportion of the fixed assets is represented by the Endowment fund. The Trustees consider that the value of all the fixed assets should be reflected by endowment or designated funds and accordingly, have created a designated fund for this purpose

Investments

Included in the value of investments is an unrealised surplus and this figure will vary year on year as Stock market values fluctuate. The Trustees believe that it is inappropriate to consider that the unrealised surplus is available for the ongoing work of the Charity and accordingly, the unrealised surplus has been set up as a designated fund.



FINANCIAL REVIEW (continued)

Restricted funds

Restricted funds of £1,258,752 (2019 - £1,295,822) represent grants, donations and legacies that are allocated by the donor for specific purposes.

Endowment fund

Endowment funds of £7,000,000 (2019 - £3,563,600) represent those assets that must be held permanently by the Charity, comprising the land and buildings occupied by the Mother House. Depreciation on the properties is charged against the fund.

Results

The net movement in funds for the year of £1,544,412 (2019 - £(266,961)) are in line with expectations. With an ageing community, income is increasingly reflected in pensions earned for past services and investment income rather than salaries. This also results in greater reliance on paid lay employees and the importance of managing properties to reflect their best use for the on-going charitable work

Section 162a of the Charities Act 2011 requires charities to make a statement regarding fundraising activities. Although we do not undertake widespread fundraising from the general public, the legislation defines fund raising as "soliciting or otherwise procuring money or other property for charitable purposes." Such amounts receivable are presented in our accounts as "income from donations and legacies" and include grants.

The Trustees are aware of the Charity Governance Code. This is a voluntary code which the Trustees have not yet signed up to.

Financial Statements

The financial statements have been drawn up under the historical cost convention as modified by the revaluation of fixed assets and investments. The financial statements have been prepared in accordance with Charities SORP (FRS 102), 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), effective from 1 January 2019.

The results for the year are disclosed in the attached Statement of Financial Activities and the Notes to the Accounts. There have not been any significant changes in the Charity's activities or the manner in which these activities have been carried out.

Auditors

All of the current Trustees have taken all the steps that they ought to have taken to make themselves aware of any information needed by the Charity's auditors for the purposes of their audit and to establish that the auditors are aware of that information. The Trustees are not aware of any relevant audit information of which the auditors are unaware.

Signed on behalf of the Trustees

Sister C Neenan
Trustee

9th August 2021

Trustees' responsibilities statement year ended 31 December 2020

The Trustees are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

Charity law requires the Trustees to prepare financial statements for each financial year in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under charity law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the group and charity and of the incoming resources and application of resources, including the income and expenditure, of the group and charity for that period.

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

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards and statements of recommended practice 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 adequate accounting records that are sufficient to show and explain the charity's transactions and 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. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**Independent auditors report
for the year ended 31 December 2020**

INDEPENDENT AUDITOR'S REPORT TO TRUSTEES OF SISTERS OF CHARITY OF ST PAUL THE APOSTLE

Opinion

We have audited the financial statements of Sisters of Charity of St Paul The Apostle (the 'Charity') and its subsidiaries (the 'Group') for the year ended 31 December 2020 which comprise the Consolidated statement of financial activities, the Consolidated balance sheet, the Charity balance sheet, the Statement of cash flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

The financial statements have been prepared in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standards 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 been withdrawn.

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

In our opinion the financial statements:

- give a true and fair view of the state of the Group's and Charity's affairs as at 31 December 2020 and of the Group's 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, the Charities and Trustee Investment (Scotland) Act 2005 and regulation 8 of the Charities Accounts (Scotland) Regulations 2006.

Basis for opinion

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

Conclusions relating to going concern

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

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Group's or 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.

**Independent auditor's report
year ended 31 December 2020 (continued)**

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 contained within the Annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. 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 course of 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 this gives rise to a material misstatement in the financial statements themselves. 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.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 and the Charities Accounts (Scotland) Regulations 2006 (as amended) requires us to report to you if, in our opinion:

- the information given in the Trustees' report is inconsistent in any material respect with the financial statements; or
- sufficient and proper 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 trustees

As explained more fully in the Trustees' responsibilities statement, the Trustees are responsible for the preparation of the financial statements which 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 Group's and 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 liquidate the charity or to cease operations, or have no realistic alternative but to do so.

**Independent auditor's report
year ended 31 December 2020 (continued)**

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 145 of the Charities Act 2011 and section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 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:

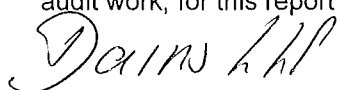
- Enquiry of management around actual and potential litigation and claims;
- Enquiry of management to identify any instances of non-compliance with laws and regulations;
- Reviewing minutes of meetings of those charged with governance;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations.
- Performing audit work over the risk of management override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for bias.

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

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

Use of our report

This report is made solely to the Charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008 and regulation 10 of the Charities Accounts (Scotland) Regulations 2006. 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 Auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and its trustees, as a body, for our audit work, for this report, or for the opinions we have formed.



Dains LLP

Statutory Auditor
Chartered Accountants
Birmingham

Date: 9th AUGUST 2021

Dains LLP are eligible to act as auditors in terms of section 1212 of the Companies Act 2006.

Consolidated Statement of Financial Activities
year ended 31 December 2020

	Note	Unrestricted funds £	Restricted funds £	Endowment funds £	Total funds 2020 £	Unrestricted funds £	Restricted funds £	Endowment funds £	Total funds 2019 £
Income from									
Donations and legacies		83,058	20,983	-	104,041	77,246	19,836	-	97,082
Emoluments and pensions	2	2,309,562	-	-	2,309,562	2,466,678	-	-	2,466,678
Charitable activities	3	4,123,547	-	-	4,123,547	3,836,112	-	-	3,836,112
Investments	4	503,271	-	-	503,271	592,225	-	-	592,225
Other income	5	1,819,099	-	-	1,819,099	267,675	-	-	267,675
Total income		8,838,537	20,983	-	8,859,520	7,239,936	19,836	-	7,259,772
Expenditure on									
<i>Raising funds:</i>									
Investment management fees		51,403	-	-	51,403	57,573	-	-	57,573
<i>Charitable activities:</i>									
Education		2,370,491	58,053	-	2,428,544	2,647,594	47,232	-	2,694,826
Formation and training		71,306	-	-	71,306	89,604	-	-	89,604
Healthcare		4,523,815	-	-	4,523,815	4,589,843	-	-	4,589,843
Social and pastoral		1,270,468	-	-	1,270,468	1,387,111	-	106,200	1,493,311
Total expenditure	7	8,287,483	58,053	-	8,345,536	8,771,725	47,232	106,200	8,925,157

Consolidated Statement of Financial Activities
year ended 31 December 2020 (continued)

	Note	Unrestricted funds £	Restricted funds £	Endowment funds £	Total funds 2020 £	Unrestricted funds £	Restricted funds £	Endowment funds £	Total funds 2019 £
Net expenditure before investment gains/(losses)	8	551,054	(37,070)	-	513,984	(1,531,789)	(27,396)	(106,200)	(1,665,385)
Net gains/(losses) on investments	11	(552,812)	-	-	(552,812)	1,468,355	-	-	1,468,355
Net income/(expenditure)	8	(1,758)	(37,070)	-	(38,828)	(63,434)	(27,396)	(106,200)	(197,030)
Revaluation	16	-	-	1,663,897	1,663,897	-	-	-	-
Transfers between funds	16	(1,772,503)	-	1,772,503	-	-	-	-	-
Other recognised (losses)	8	(80,657)	-	-	(80,657)	(69,931)	-	-	(69,931)
Net movement in funds		(1,854,918)	(37,070)	3,436,400	1,544,412	(133,365)	(27,396)	(106,200)	(266,961)
Total funds brought forward at 1 January		29,211,328	1,295,822	3,563,600	34,070,750	29,344,693	1,323,218	3,669,800	34,337,711
Total funds carried forward at 31 December		27,356,410	1,258,752	7,000,000	35,615,162	29,211,328	1,295,822	3,563,600	34,070,750

**Consolidated Balance Sheet
at 31 December 2020**

	Note	2020 £	2019 £
Fixed assets			
Tangible assets	10	16,919,100	15,709,289
Investments	11	13,730,866	14,131,681
		<u>30,649,966</u>	<u>29,840,970</u>
Current assets			
Debtors	12	299,084	237,106
Cash at bank and in hand		5,082,352	4,777,507
		<u>5,381,436</u>	<u>5,014,613</u>
Creditors: amounts falling due within one year	13	(416,239)	(784,833)
		<u>4,965,197</u>	<u>4,229,780</u>
Net current assets			
		<u>35,615,163</u>	<u>34,070,750</u>
Total assets less current liabilities			
		<u>35,615,163</u>	<u>34,070,750</u>
Funds			
Unrestricted funds	14	27,356,411	29,211,328
Restricted funds	15	1,258,752	1,295,822
Endowment fund	16	7,000,000	3,563,600
		<u>35,615,163</u>	<u>34,070,750</u>

The financial statements were approved by the Trustees on

and signed on their behalf by:

C Neenan

**Sister C Neenan
Trustee**

9th August 2021


The notes on pages 19 to 40 form part of these financial statements.

**Charity Balance Sheet
at 31 December 2020**

	Note	2020 £	2019 £
Fixed assets			
Tangible assets	10	16,916,336	15,704,486
Investments	11	13,188,139	13,532,231
		<u>30,104,475</u>	<u>29,236,717</u>
Current assets			
Debtors	12	430,769	111,574
Cash at bank and in hand		2,890,558	2,966,903
		<u>3,321,327</u>	<u>3,078,477</u>
Creditors: amounts falling due within one year	13	(149,429)	(144,549)
		<u>3,171,898</u>	<u>2,933,928</u>
Net current assets			
		<u>33,276,373</u>	<u>32,170,645</u>
Total assets less current liabilities			
		<u>33,276,373</u>	<u>32,170,645</u>
Funds			
Unrestricted funds	14	25,017,621	27,311,223
Restricted funds	15	1,258,752	1,295,822
Endowment fund	16	7,000,000	3,563,600
		<u>33,276,373</u>	<u>32,170,645</u>

The financial statements were approved by the Trustees on

and signed on their behalf by:


Sister C Neenan
Trustee
9th August 2021

The notes on pages 19 to 40 form part of these financial statements.

Consolidated Cash Flow Statement
year ended 31 December 2020

	2020 £	2020 £	2019 £	2019 £
Reconciliation of net (expenditure)				
Net incoming resources		1,544,412		(266,961)
(Profit) on sale of fixed assets		(1,512,820)		-
Revaluation		(1,663,897)		-
Investment income		(503,271)		(592,225)
Depreciation of tangible fixed assets		245,053		373,765
Decrease/(increase) in debtors		(61,978)		154,355
Increase/(decrease) in creditors		(368,594)		135,925
(Gains)/losses on investments		552,812		(1,468,355)
Losses on foreign exchange		80,657		69,931
		<hr/>		<hr/>
Net cash used in operating activities		(1,687,626)		(1,593,565)
Cash flows from investing activities				
Dividends interest and rents from investments	503,271		592,225	
Purchase of tangible fixed assets	(87,306)		(56,601)	
Proceeds of sale of tangible fixed assets	1,809,160		-	
Purchases of investments	(1,530,095)		(2,032,528)	
Proceeds of sales of investments	1,378,098		1,582,918	
	<hr/>		<hr/>	
Net cash provided by investing activities		2,073,128		86,014
		<hr/>		<hr/>
Change in cash and cash equivalents in the reporting period		385,502		(1,507,551)
		<hr/>		<hr/>
Cash and cash equivalents at the beginning of the reporting period		4,777,507		6,354,989
Losses on foreign exchange		(80,657)		(69,931)
		<hr/>		<hr/>
Cash and cash equivalents at the end of the reporting period		5,082,352		4,777,507
		<hr/>		<hr/>
Cash and cash equivalents consist of:				
Cash at bank and in hand		5,082,352		4,777,507
		<hr/>		<hr/>

The notes on pages 19 to 40 form part of these financial statements.

Notes to the financial statements year ended 31 December 2020

1 Accounting policies

The financial statements have been prepared in accordance with Charities SORP (FRS 102), 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), effective from 1 January 2019. The accounting policies adopted by the Trustees are described below:

Accounting convention

The financial statements have been drawn up under the historical cost convention as modified by the revaluation of freehold properties and investments.

Basis of preparation – group financial statements

The financial statements consolidate the financial statements of the charity and its subsidiaries in Ireland and South Africa. The results of the subsidiaries are consolidated on a line-by-line basis and are summarised in note 6 of the financial statements.

Fund accounting

The charity maintains various types of funds as follows:

Unrestricted funds

Designated funds - which represent amounts put aside out of unrestricted funds at the discretion of the Trustees for particular projects. The designation is for administrative purposes only and does not legally restrict the Trustees discretion to apply the fund.

General unrestricted funds represent unrestricted income that is expendable at the discretion of the Trustees in the furtherance of the objects of the charity. Such funds may be held in order to finance both working capital and capital investment.

Restricted funds

Restricted funds represent grants, donations and legacies received which are allocated by the donor for specific purposes.

Endowment fund

Representing those assets that must be held permanently by the Charity, comprising the Land & Buildings occupied by the Mother House. Depreciation on the properties is charged against the fund.

Notes to the financial statements
year ended 31 December 2020 (continued)

1 Accounting policies (continued)

Income

All income is recognised in the statement of financial activities when the conditions for receipt have been met and there is reasonable assurance of receipt. Where a claim for repayment of income tax has or will be made, such income is grossed up for tax recoverable. The following accounting policies are applied to income:

Donations

Donations and all other similar receipts are reported gross and any related fundraising costs would be reported in other expenditure.

Legacies

Legacies are included in income upon the entitlement becoming legally enforceable and there being a reasonable degree of certainty as to amount.

Investment income

Investment income is accounted for when receivable. Tax recoverable relating to investment income is accounted for in the same period as the related income.

Grant income

Grants are included in the Consolidated statement of financial activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance sheet. Where income is received in advance of entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

Government grants are recognised in accordance with the accruals model permitted by FRS 102. Government grants relating to revenue, including the Coronavirus Job Retention Scheme, are recognised in income on a systematic basis over the periods in which the related costs for which the grant is intended to compensate are recognised.

Expenditure

Expenditure is accounted for on an accruals basis and has been classified using the following method:

- Expenditure in each of the houses have been divided on the type of activities carried out by each house.
- The division is on a percentage basis. The bases of the allocation of percentage is reviewed each year.
- The percentage allocated to each of the charitable activities for each of the houses has been decided by the Trustees.

Charitable activities, raising funds and governance costs

The charitable activities of the charity comprises expenditure directly relating to the objects of the charity, including accommodation costs of the members of the Congregation and other associated expenditure and support costs. Costs are either specifically identified or apportioned on an appropriate basis.

Notes to the financial statements
year ended 31 December 2020 (continued)

1 Accounting policies (continued)

Tangible fixed assets

Freehold properties

Freehold land and buildings have been included in the financial statements at their values based on the results of professional valuations carried out in June 2005, a valuation of Selly Park was undertaken in December 2020, with subsequent acquisitions included at cost. The value of land is estimated by the Trustees and is not depreciated because it has an indefinitely long useful life.

Furniture, fixtures and fittings

Furniture, fixtures and fittings have been included in the financial statements at the Trustees' valuation at 31 December 1996, with subsequent acquisitions with an individual cost in excess of £5,000 included at cost.

Motor vehicles

Motor vehicles are included at original cost.

Tangible fixed assets held for charitable purposes are depreciated at rates calculated to write off their estimated historic cost over the term of their useful lives as follows:

Land	- no depreciation
Buildings	- 2% straight line method
Motor vehicles	- 20% straight line method
Furniture, fixtures and fittings	- 10% straight line method

Realised gains/(losses) on sale of tangible fixed assets are included as incoming resource/(additional depreciation) in the statement of financial activities.

Investments

Other fixed asset investments, which mainly comprise investments quoted on recognised stock exchanges, are stated at middle market value at the year end.

Realised and unrealised gains and losses are shown separately in the appropriate section of the statement of financial activities.

Notes to the financial statements
year ended 31 December 2020 (continued)

1 Accounting policies (continued)

Financial Instruments

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

Foreign currency

Monetary assets and liabilities are translated into sterling at the rates of exchange ruling at the balance sheet date. Differences on exchange are credited or charged to the statement of financial activities in the period in which they arise.

Judgements in applying accounting policies and key sources of estimation uncertainty

In preparing these financial statements, the Trustees are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from those estimates and underlying assumptions are continually reviewed.

Other key sources of estimation uncertainty:

- Tangible fixed assets (see note 10). Tangible fixed assets are depreciated over their useful lives taking into account residual values where appropriate. The actual lives of these assets are assessed annually and may vary depending on a number of factors. In assessing asset lives, factors such as life cycle and maintenance programmes are taken into account. Residual value assessments consider issues such as the remaining life of the asset and project disposal values.
- Trade debtors (see note 12). At each reporting date, trade debtors are assessed for recoverability. If there is any evidence of impairment, the carrying amount of the debtor is reduced to its recoverable amount. The impairment loss is recognised immediately in the income statement.
- The valuation of fixed asset investments is estimated by the Charity's investment manager with reference to readily available market prices of quoted shares, traded bonds and similar investments.
- The valuation of land and buildings is estimated by experienced professional valuers commissioned by the Trustees, as detailed in note 10.

Notes to the financial statements
year ended 31 December 2020 (continued)

2	Income from emoluments and pensions	2020 £	2019 £
	Amounts received in respect of the present or past services of members of the Congregation:		
	Salaries	178,732	189,797
	Occupational pensions	916,234	1,074,644
	State pensions	978,890	971,176
	Supplementary benefits	235,706	231,061
		<u>2,309,562</u>	<u>2,466,678</u>
3	Income from charitable activities	2020 £	2019 £
	Healthcare fees	1,518,529	1,437,122
	Education - school fees	2,563,239	2,398,990
	Grants received	41,779	-
		<u>4,123,547</u>	<u>3,836,112</u>
4	Investment income and interest	2020 £	2019 £
	Dividends (net) and interest (gross) from quoted investments	491,572	579,150
	Bank interest receivable	2,325	5,791
	Rent received	9,374	7,284
		<u>503,271</u>	<u>592,225</u>
5	Other Income	2020 £	2019 £
	Gains on sales of property/land/assets	1,512,820	-
	Sale of goods	58,779	61,269
	PTA levies, sport and culture	125,299	122,354
	Earned income	44,714	70,731
	Refunds and maintenance	2,955	13,321
	Job retention scheme and miscellaneous	74,532	-
		<u>1,819,099</u>	<u>267,675</u>

Notes to the financial statements
year ended 31 December 2020 (continued)

6 Financial performance of the subsidiaries

The wholly owned subsidiaries are in Ireland and South Africa. A summary of the trading results is shown below:

The summary financial performance of the subsidiaries is as follows:

Sisters of Charity of St Paul The Apostle (Republic of Ireland) – charity number 20011598

	2020 £	2019 £
Income	358,288	303,750
Expenditure on charitable activities	(242,908)	(293,313)
Net Income	115,380	10,437
Total funds brought forward	810,749	800,312
Total funds carried forward	926,129	810,749
Represented by:		
Unrestricted funds	926,129	810,749
	926,129	810,749

Notes to the financial statements
year ended 31 December 2020 (continued)

6 Financial performance of the subsidiaries (continued)

Sisters of Charity of St Paul The Apostle (South Africa)

	2020 £	2019 £
Income	2,810,619	2,665,934
Expenditure on charitable activities	(2,481,686)	(2,638,770)
Net Income/expenditure	328,933	27,164
Total fund brought forward	1,084,985	1,057,821
Total funds carried forward	1,413,918	1,084,985
Represented by:		
Unrestricted funds	1,413,918	1,084,985
	1,413,918	1,084,985

Notes to the financial statements
year ended 31 December 2020 *(continued)*

7 Total expenditure

	Staff costs £	Others £	Depreciation £	Restricted fund £	Endowment fund £	Total 2020 £
Raising funds						
Investment management fees	-	51,403	-	-	-	51,403
Charitable activities						
Education	1,934,422	395,422	40,647	58,053	-	2,428,544
Formation And Training	-	46,803	24,503	-	-	71,306
Healthcare	1,217,671	3,232,627	73,517	-	-	4,523,815
Social and Pastoral	547,283	659,669	73,516	-	-	1,270,468
	<u>3,699,376</u>	<u>4,375,924</u>	<u>212,183</u>	<u>58,053</u>	<u>-</u>	<u>8,345,536</u>

The restricted fund expenditure include £32,870 (2019: £32,870) in respect of depreciation.

	2020 £	2019 £
Other costs		
Donations and gifts	141,109	165,156
Establishment	1,078,631	1,356,698
Provisions and sisters expenses	2,618,276	2,699,342
Travelling	93,774	150,784
Other	345,928	349,459
Audit and accountancy	41,432	56,180
Legal and professional	5,371	6,669
Investment management	51,403	57,573
	<u>4,375,924</u>	<u>4,841,861</u>

Notes to the financial statements
year ended 31 December 2020 (continued)

8 Net movement in funds is stated after charging

	2020 £	2019 £
Net income/expenditure for the year is stated after charging/(crediting):		
Auditors' remuneration:		
- for audit services	15,600	31,903
Depreciation of tangible fixed assets	245,053	373,765
Profit on disposal of fixed assets	(1,512,820)	(1,466)
Currency gains/(losses)	(80,657)	(69,931)
	<u> </u>	<u> </u>

9 Information regarding employees and trustees

	2020 Number	2019 Number
Average number of employees during the year	215	220
	<u> </u>	<u> </u>
	£	£
Total emoluments (remuneration and taxable benefits)		
Wages and salaries	3,537,452	3,539,569
Pension costs	39,576	42,097
Social security costs	122,348	113,501
	<u> </u>	<u> </u>
	3,699,376	3,695,167
	<u> </u>	<u> </u>

There were no employees whose emoluments, inclusive of pension and social security contributions, exceeded £60,000.

None of the Trustees received any emoluments or had any expenses reimbursed during the year. All of the Trustees are members of the Congregation and in addition to their responsibilities as Trustees, are actively involved in carrying out the objects of Charity. Accordingly, all the Trustees benefited from the accommodation costs and other associated expenditure disclosed as charitable activities in the Statement of Financial Activities on pages 14 and 15. It is not considered practicable to separately disclose the expenditure related to individual Trustees.

The Charity has arranged insurance to protect the Charity from loss arising from neglect or default of its Trustees, employees or agents and to indemnify the Trustees and officers from the consequences of any neglect or default on their part. The annual cost of such insurance was £6,697 (2019 - £6,312).

Notes to the financial statements
year ended 31 December 2020 *(continued)*

10 Tangible fixed assets – Group

	Freehold properties £	Fixtures and office Equipment £	Motor Vehicles £	Total £
Cost or valuation				
At 1 January 2020	21,124,328	589,222	214,547	21,928,097
Additions	50,016	26,790	10,500	87,306
Disposals	(406,350)	-	-	(406,350)
Revaluation	(43,176)	-	-	(43,176)
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 December 2020	20,724,818	616,012	225,047	21,565,877
	<hr/>	<hr/>	<hr/>	<hr/>
Accumulated depreciation				
At 1 January 2020	5,516,830	522,669	179,309	6,218,808
Charge for the year	206,348	9,410	29,295	245,053
Released on disposal	(110,011)	-	-	(110,011)
Revaluation	(1,707,073)			(1,707,073)
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 December 2020	3,906,094	532,079	208,604	4,646,777
	<hr/>	<hr/>	<hr/>	<hr/>
Net book value				
At 31 December 2020	16,818,724	83,933	16,443	16,919,100
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 December 2019	15,607,498	66,553	35,238	15,709,289
	<hr/>	<hr/>	<hr/>	<hr/>

The value of freehold land, which is not depreciated, has been estimated by the Trustees at £4,093,253 (2019 - £4,194,840).

Notes to the financial statements
year ended 31 December 2020 (continued)

10 Tangible fixed assets (continued)

The majority of the tangible fixed assets are used for charitable activities.

With the exception of the Charity's properties in the Irish Republic and South Africa, the freehold properties were professionally valued by Bigwood Auctioneers and Valuers in 2005 at £23.4m, on an estimated open market basis. A valuation by Eddisons was undertaken of Selly Park (£7m) in December 2020.

Tangible fixed assets – Charity

	Freehold properties £	Fixtures and office Equipment £	Motor Vehicles £	Total £
Cost or valuation				
At 1 January 2020	21,124,328	589,222	204,338	21,917,888
Additions	50,016	26,790	10,500	87,306
Disposals	(406,350)	-	-	(406,350)
Revaluation	(43,176)	-	-	(43,176)
At 31 December 2020	20,724,818	616,012	214,838	21,555,668
Accumulated depreciation				
At 1 January 2020	5,516,830	522,669	173,902	6,213,401
Charge for the year	206,347	9,410	27,258	243,015
Released on disposal	(110,011)	-	-	(110,011)
Revaluation	(1,707,073)			(1,707,073)
At 31 December 2020	3,906,093	532,079	201,160	4,639,332
Net book value				
At 31 December 2020	16,818,725	83,933	13,678	16,916,336
At 31 December 2019	15,607,498	66,553	30,435	15,704,487

The value of freehold land, which is not depreciated, has been estimated by the Trustees at £4,093,253 (2019 - £4,194,840).

Notes to the financial statements
year ended 31 December 2020 (continued)

11 Investments held as fixed assets – Group

	2020 £	2019 £
Other fixed asset investments	13,730,866	14,131,681
Total investments	13,730,866	14,131,681
Investments comprise the following:		
Equities and unit trusts	12,199,662	12,504,745
Government securities and fixed interest	1,531,204	1,626,936
	13,730,866	14,131,681
Investment assets in the UK	8,495,339	9,863,526
Investment assets outside the UK	5,235,527	4,268,155
	13,730,866	14,131,681
Other fixed asset investments		
Market value at 1 January	14,131,681	12,213,716
Additions at cost	1,530,095	2,032,528
Disposal proceeds	(1,378,098)	(1,582,918)
Realised (loss)/gain for the year	(192,007)	111,952
Net unrealised investment (loss)/gain for the year	(360,805)	1,356,403
Market value at 31 December	13,730,866	14,131,681
Cost at 31 December	10,163,204	10,092,903

There were no investments individually greater than 5% of the portfolio value at 31 December 2020 (2019 - Nil)

Notes to the financial statements
year ended 31 December 2020 (continued)

11 Investments held as fixed assets – Charity

	2020 £	2019 £
Other fixed asset investments	13,188,139	13,532,231
Total investments	13,188,139	13,532,231
Investments comprise the following:		
Equities and unit trusts	11,656,935	11,905,297
Government securities and fixed interest	1,531,204	1,626,934
	13,188,139	13,532,231
Investment assets in the UK	8,495,339	9,863,526
Investment assets outside the UK	4,692,800	3,668,705
	13,188,139	13,532,231
Other fixed asset investments		
Market value at 1 January	13,532,231	11,643,637
Additions at cost	1,530,095	2,003,159
Disposal proceeds	(1,321,375)	(1,582,918)
Realised (loss)/gain for the year	(192,007)	111,952
Net unrealised investment (loss)/gain	(360,805)	1,356,401
Market value at 31 December	13,188,139	13,532,231
Cost at 31 December	9,620,477	9,493,453

There were no investments individually greater than 5% of the portfolio value at 31 December 2020 (2019 - Nil).

The charity is the parent of two subsidiaries, the details of which are given in note 6. Both subsidiaries have been included in this consolidation.

Notes to the financial statements
year ended 31 December 2020 (continued)

12 Debtors

	Group 2020 £	Group 2019 £	Charity 2020 £	Charity 2019 £
Prepayments	15,958	16,855	15,958	16,855
Other debtors	283,126	220,251	414,811	94,719
	<u>299,084</u>	<u>237,106</u>	<u>430,769</u>	<u>111,574</u>

13 Creditors - amounts falling due within one year

	Group 2020 £	Group 2019 £	Charity 2020 £	Charity 2019 £
Other creditors	388,476	760,408	120,666	120,124
Other taxes and social security	27,763	24,425	27,763	24,425
	<u>416,239</u>	<u>784,833</u>	<u>149,429</u>	<u>144,549</u>

Notes to the financial statements
year ended 31 December 2020 (continued)

14 Movement in unrestricted funds – Group

The Trustees have designated certain of the Charity's reserves as shown in the table below:

	Balance 1 January 2020 £	Income £	Expenditure £	Transfers £	Gains/ Losses £	Balance 31 December 2020 £
Retirement and medical fund	12,160,000	-	-	(977,322)	-	11,182,678
Mission and donation fund	1,500,000	-	-	-	-	1,500,000
Fixed asset fund	10,844,219	-	(212,183)	(1,961,991)	-	8,670,045
Investment revaluation	4,038,776	-	-	(110,309)	(360,805)	3,567,662
South Africa education fund	-	-	-	292,096	-	292,096
	28,542,995	-	(212,183)	(2,757,526)	(360,805)	25,212,481
General funds	668,333	8,838,537	(8,075,300)	985,023	(272,663)	2,143,930
Total unrestricted funds	29,211,328	8,838,537	(8,287,483)	(1,772,503)	(633,469)	27,356,411

The retirement and medical fund has been established for the purpose of providing for retired members of the Congregation.

The mission and donation fund represents an ongoing fund for donations. The Charity has a long-term involvement with a number of charitable projects, particularly in Romania and South Africa, and has made considerable donations in support of these activities. It is the intention of the Trustees to continue to support these projects and further donations are likely to be made in future years, although no legally binding commitments have been entered into in this regard.

The fixed asset fund represents the book value of the Charity's tangible fixed assets, principally land and buildings currently held for use in activities in furtherance of the objects of the charity and the funds are therefore unavailable for use. A proportion of the fixed assets are represented by the Restricted and Endowment fund.

Investment revaluation - this figure will vary year on year as stock market values fluctuate and the Trustees believe that it is inappropriate to consider that the unrealised surplus is available for the ongoing work of the charity.

Notes to the financial statements
year ended 31 December 2020 (continued)

14 Movement in unrestricted funds – Group (continued)

	Balance 1 January 2019 £	Income £	Expenditure £	Transfers £	Gains/ Losses £	Balance 31 December 2019 £
Retirement and medical fund	12,160,000	-	-	-	-	12,160,000
Mission and donation fund	1,500,000	-	-	-	-	1,500,000
Fixed asset fund	11,041,858	-	(234,695)	37,056	-	10,844,219
Investment revaluation	3,099,676	-	-	(417,303)	1,356,403	4,038,776
	27,801,534	-	(234,695)	(380,247)	1,356,403	28,542,995
General funds	1,543,159	7,239,936	(8,537,030)	492,199	(69,931)	668,333
Total unrestricted funds	29,344,693	7,239,936	(8,771,725)	111,952	1,286,472	29,211,328

14 Movement in unrestricted funds – Charity

The Trustees have designated certain of the Charity's reserves as shown in the table below:

	Balance 1 January 2020 £	Income £	Expenditure £	Transfers £	Gains/ Losses £	Balance 31 December 2020 £
Retirement and medical fund	12,160,000	-	-	(977,322)	-	11,182,678
Mission and donation fund	1,500,000	-	-	-	-	1,500,000
Fixed asset fund	10,839,416	-	(210,145)	(1,961,990)	-	8,667,662
Investment revaluation	4,038,778	-	-	(110,311)	(360,805)	3,567,662
	28,538,194	-	(210,145)	(3,049,623)	(360,805)	24,917,621
General funds	(1,226,971)	5,724,711	(5,493,509)	1,277,120	(181,351)	100,000
Total unrestricted funds	27,311,223	5,724,711	(5,703,654)	(1,772,503)	(542,156)	25,017,621

Notes to the financial statements
year ended 31 December 2020 (continued)

14 Movement in unrestricted funds – Charity (continued)

	Balance 1 January 2019 £	Income £	Expenditure £	Transfers £	Gains/ Losses £	Balance 31 December 2019 £
Retirement and medical fund	12,160,000	-	-	-	-	12,160,000
Mission and donation fund	1,500,000	-	-	-	-	1,500,000
Fixed asset fund	11,035,038	-	(234,695)	39,073	-	10,839,416
Investment revaluation	3,099,676	-	-	(417,299)	1,356,401	4,038,778
	27,794,714	-	(234,695)	(378,226)	1,356,401	28,538,194
General funds	(315,027)	4,230,537	(5,613,652)	490,179	(19,008)	(1,226,971)
Total unrestricted funds	27,479,687	4,230,537	(5,848,347)	111,953	1,337,393	27,311,223

Notes to the financial statements
year ended 31 December 2020 (continued)

15 Movement in restricted funds - Charity and Group

Restricted funds comprise the following unexpended balances of donations given for specific purposes:

	Balance 1 January 2020 £	Income £	Expenditure £	Balance 31 December 2020 £
Restricted funds				
Romania fund	13,897	20,983	(25,183)	9,697
St Paul's School fund	1,281,925	-	(32,870)	1,249,055
	<u>1,295,822</u>	<u>20,983</u>	<u>(58,053)</u>	<u>1,258,752</u>
	Balance 1 January 2019 £	Income £	Expenditure £	Balance 31 December 2019 £
Restricted funds				
Romania fund	8,423	19,836	(14,362)	13,897
St Paul's School fund	1,314,795	-	(32,870)	1,281,925
	<u>1,323,218</u>	<u>19,836</u>	<u>(47,232)</u>	<u>1,295,822</u>

The Romania fund represents monies collected specifically for projects in that country.

The St. Paul's School capital fund represents grant monies received specifically for the improvements to St. Paul's Secondary School for Girls.

Notes to the financial statements
year ended 31 December 2020 (continued)

16 Movement in endowment fund – Charity and Group

	Balance 1 January 2020 £	Revaluation £	Transfer £	Expenditure £	Balance 31 December 2020 £
Permanent capital Endowment	3,563,800	1,663,897	1,772,503	-	7,000,000

The endowment fund represents those assets that must be held permanently by the Charity, comprising the land and buildings occupied by the Mother House. Depreciation on the properties is charged against the fund.

	Balance 1 January 2019 £	Income £	Expenditure £	Balance 31 December 2019 £
Permanent capital Endowment	3,669,800	-	(106,200)	3,563,600

17 Analysis of assets and liabilities between funds - Group

	Unrestricted funds £	Restricted funds £	Endowment fund £	Total 2020 £
Fixed assets:				
Tangible assets	8,670,044	1,249,056	7,000,000	16,919,100
Investments	13,730,866	-	-	13,730,866
Current assets:				
Debtors	299,084	-	-	299,084
Cash at bank and in hand	5,072,656	9,696	-	5,082,352
Current liabilities	(416,239)	-	-	(416,239)
	27,356,411	1,258,752	7,000,000	35,615,163

Notes to the financial statements
year ended 31 December 2020 (continued)

17 Analysis of assets and liabilities between funds – Group (continued)

	Unrestricted funds £	Restricted funds £	Endowment fund £	Total 2019 £
Fixed assets:				
Tangible assets	10,863,764	1,281,925	3,563,600	15,709,289
Investments	14,131,681	-	-	14,131,681
Current assets:				
Debtors	237,106	-	-	237,106
Cash at bank and in hand	4,763,611	13,896	-	4,777,507
Current liabilities	(784,833)	-	-	(784,833)
	<u>29,211,329</u>	<u>1,295,821</u>	<u>3,563,600</u>	<u>34,070,750</u>

Analysis of assets and liabilities between funds – Charity

	Unrestricted funds £	Restricted funds £	Endowment Fund £	Total 2020 £
Fixed assets:				
Tangible assets	8,667,280	1,249,056	7,000,000	16,916,336
Investments	13,188,139	-	-	13,188,139
Current assets:				
Debtors	430,769	-	-	430,769
Cash at bank and in hand	2,880,862	9,696	-	2,890,558
Current liabilities	(149,429)	-	-	(149,429)
	<u>25,017,621</u>	<u>1,258,752</u>	<u>7,000,000</u>	<u>33,276,373</u>

Notes to the financial statements
year ended 31 December 2020 (continued)

17 Analysis of assets and liabilities between funds – Charity (continued)

	Unrestricted funds £	Restricted funds £	Endowment Fund £	Total 2019 £
Fixed assets:				
Tangible assets	10,858,961	1,281,925	3,563,600	15,704,486
Investments	13,532,231	-	-	13,532,231
Current assets:				
Debtors	111,574	-	-	111,574
Cash at bank and in hand	2,953,007	13,896	-	2,966,903
Current liabilities	(144,549)	-	-	(144,549)
	<u>27,311,224</u>	<u>1,295,821</u>	<u>3,563,600</u>	<u>32,170,645</u>

18 Taxation

As a registered charity Sisters of Charity of St Paul The Apostle is potentially exempt from taxation of income and gains.

19 Charitable commitments

At the balance sheet date there were £Nil (2019 - £Nil) formal commitments.

20 Commitments under operating leases

There were no annual commitments under non-cancellable operating leases existing as at the balance sheet date.

Notes to the financial statements
year ended 31 December 2020 (continued)

21 Financial instruments - Group

	2020 £	2019 £
Financial assets		
Financial assets measured at fair value through SOFA	13,730,866	14,131,681
Cash and cash equivalents	5,082,352	4,777,507
Financial assets that are debt instruments measure at amortised cost	299,084	237,106
	<u>19,112,302</u>	<u>19,146,294</u>
Financial liabilities		
Financial liabilities measured at amortised cost	416,239	760,408

Financial instruments – Charity

	2020 £	2019 £
Financial assets		
Financial assets measured at fair value through SOFA	13,188,139	13,532,231
Cash and cash equivalents	2,890,558	2,966,903
Financial assets that are debt instruments measure at amortised cost	430,769	111,574
	<u>16,509,466</u>	<u>16,610,708</u>
Financial liabilities		
Financial liabilities measured at amortised cost	149,429	120,124

Financial assets measured at fair value through the SOFA comprise fixed asset investments in a trading portfolio of listed company shares and unlisted securities, which are valued at the quoted market price.

Financial assets measured at amortised cost comprise other debtors and prepayments. Financial assets also include cash and cash equivalents.

Financial liabilities measured at amortised cost comprise other creditors and accruals.

22 Related party transactions

At 31 December 2020, a balance of £295,018 (2019 - £NIL) was due to the charity from its Irish subsidiary, Sisters of Charity of St Paul The Apostle (Republic of Ireland).

Key management personnel include the trustees of the charity. There are no employee benefits paid to key management personnel.

The Trustees are not aware of any other material transaction, contract or other arrangement with any connected person.