

Report of the Trustees and
Financial Statements
for the Year Ended 31 December 2020
for
WALTER STANLEY TRUST

Haines Watts Birmingham LLP
5-6 Greenfield Crescent
Edgbaston
Birmingham
B15 3BE

WALTER STANLEY TRUST

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for the year ended 31 December 2020

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WALTER STANLEY TRUST

Reference and Administrative Details
for the year ended 31 December 2020

Trustees	Agnes Abraham (resigned 3 rd December 2020) Paul Bailey Peter John Bigley Hazel Bloxham Gillian Elizabeth Davies Christine Granby Lloyd Leaberd Hamilton Rebecca Lucy Howard Kevin Love Joan McDonald Ursula Pitt (resigned 19 th October 2020) Gary Roberts Martyn Roy Treadgold Ven. Archdeacon of Walsall
Principal address	c/o Mrs J S Styler 8 Yarnborough Hill Stourbridge West Midlands DY8 2EB
Registered charity number	216308
Auditors	Haines Watts Birmingham LLP 5-6 Greenfield Crescent Edgbaston Birmingham B15 3BE
Bankers	National Westminster Bank Plc 309 High Street West Bromwich West Midlands B70 8LX

WALTER STANLEY TRUST

Report of the Trustees for the year ended 31 December 2020

The Trustees present their report with the financial statements of the charity for the year ended 31 December 2020. The Trustees have adopted the provisions of 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 1 January 2019).

Structure, governance and management

Walter Stanley Trust (herein referred to as "the Trust" or "the Charity") was established in 1613 by a gift of land made by Walter Stanley to enable a preacher to preach the Word of God in the Parish church of West Bromwich on Sundays and certain feast days.

The Charity is an unincorporated Trust governed by the Stanleys Charity (West Bromwich) Scheme Confirmation Act 1949 as amended by subsequent Schemes of the Charity Commissioners dated 17 August 1967 and 14 August 2018. The Trust's purposes have been widened by the latest Scheme and are now "for the advancement of the Church of England within the Deanery of West Bromwich for the benefit of the public".

Each church has a Representative Trustee who is elected by its Parochial Church Council and serves for four years. An additional five Trustees are co-opted to serve the Trust and the Archdeacon of Walsall is an ex-officio Trustee.

The Trustees meet quarterly and agree the broad policy and areas of activities of the Trust, including grant making, investment, risk management and performance.

Assisting the Trustees, the Financial and General Purposes Committee meet at least quarterly usually prior to the main Trustees' meeting to consider new grant applications, recommendations for funding, investment and other general matters. The Committee consists of five Trustees appointed by the Trustees in general meeting and is assisted by the Archdeacon of Walsall, the Rural Dean, the Deputy Rural Dean and the Lay chair of the West Bromwich Deanery. The day-to-day administration of grants, investment and the process of handling applications is delegated to the Clerk of the Charity who is a retired Solicitor.

The Trustees keep the skill requirements for the Trustee body under review and ensure that the Parochial Church Councils are aware of these requirements. The co-optative Trustees are appointed by the general meeting of the Trustees. The induction process for a newly appointed Trustee comprises a meeting with the Clerk and advice on the grant making process, powers of the Trust and responsibilities of the Trustee personally.

Risk management

The Charity Trustees have considered the major risks to which the Charity is exposed, have reviewed those risks and have established systems and procedures to manage them. The Trustees consider variability of investment returns on the expendable endowment to constitute the Charity's major risk.

Objectives and activities for the public benefit

The objectives of the Trust are the advancement of the Church of England for the benefit of the public within the West Bromwich Deanery through making contributions to the Lichfield Diocese for Parish clergy, funding other workers in the Deanery and to the Parochial Church Councils for the cost of churches and other buildings and works, administrative and other expenses and outreach work.

The aims of the Trust are:

- to encourage full staffing of the churches in the West Bromwich Deanery by providing financial support to the Lichfield Diocese to assist with Parish clergy costs, making grants towards Deanery, industrial chaplain expenses, for lay preacher training and assisting with housing for clergy and funding additional workers and assistants.
- to ensure the maintenance of the churches and other buildings within the Deanery by financing repairs and maintenance work, re-ordering, alterations and compliance with current legislation e.g. the provision of disabled toilets and access and the improvement to security of buildings.
- to assist churches with grants for administrative costs and other general running costs.
- to assist with the cost of outreach work within the Deanery for the benefit of the public.

The Trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Trust's aims and objectives and in planning future activities and setting the grant making policy for the year.

The Trustees confirm that the Charity is not engaged, directly or indirectly, in any fundraising activities with the general public.

WALTER STANLEY TRUST

Report of the Trustees for the year ended 31 December 2020

Grant making policy

The Trust invites applications for grants through Representative Trustees and incumbents and from the Deanery through the Deanery Synod. Applications must be supported by estimates of extent and costs of works and job descriptions setting out duties and expenses for workers.

The Trustees are anxious to ensure that the existence of the Trust does not result in lack of commitment and goals for the Parishes within the Deanery. They believe it is essential that Parishes have something to work towards and do not just rely on the Trust contributions. The Parishes must feel a sense of ownership of their churches. The Trustees policy is to make grants of 100% towards work required by legislation, 90% towards essential maintenance and repair work of church buildings 75% for re-decoration and to consider other applications on a case by case basis. Grants are only made if the Parishes are able to provide confirmation that they could finance the balance of any costs.

The continued attendance of the Archdeacon of Walsall, the Rural Dean, the Deputy Rural Dean and the Lay Chair at Committee meetings provides a valuable insight as to church viability and Deanery and Diocesan plans, which assists the full consideration of grant applications received by the Trust.

Achievements and performance

Whilst Covid 19 pandemic affected the Trust it was able to operate by utilising emails and Zoom meetings. Contributions to clergy stipends in the West Bromwich Deanery, lay worker training and deanery expenses were continued.

Funding of the Family and community worker at Holy Trinity, the West Bromwich Pioneer leader, the Family and Children's worker at St James' and St Paul's, the full time lay worker at All Saints, the Workplace Missioner and the Church Development officer for St Andrew's and St Mary Magdalene was also continued. The Volunteer Minister in training at Holy Trinity had left that employment.

The closure of Good Shepherd church was still not complete but the uniting of All Saints, St Philip's and St Mary Magdalene was almost finished. Recruitment of clergy had been delayed by the pandemic and clergy numbers in the Deanery still stood at four with the resultant continued inability to be able to take projects to grow the church forward.

The Trust had increased its grants to Sandwell Churches Link and the Just Finance Worker to assist with their work in the Deanery. The establishment of a Discernment House within the deanery was still in hand. It had not been possible to hold a Life exhibition to encourage youth involvement

Due to the wholly exceptional nature of the pandemic and the limitations that the restrictions placed on the income raising abilities of the churches from fund raising and personal contributions, the Trustees had made payments to the Diocese as contributions to the Parish shares of 9 of the churches in the Deanery. These were one off responses and under normal circumstances the Trustees will not consider requests for contributions to Parish shares. The annual grants had been made to all the churches to assist with administrative and music costs.

With regard to church buildings the work to the drains and pathways at All Saints had progressed well. The work on the carpark and new walls at St Francis', for which a grant had been agreed, had still not been commenced because of planning and other formalities. A grant towards the quinquennial work at Holy Trinity was agreed.

Grants had been made for internal decoration and improvement of lighting at All Saints and St Andrew's and the replacement of the lighting at St Philip's and work to the church clock at All Saints. The refurbishing of the kitchen at St Peter's Church hall was in receipt of a grant.

On Health and safety, grants had been made for the fire alarm renewal at All Saints, the felling of a dangerous tree at St Philips and the installation of CCTV at St Francis' Vicarage. A grant has been agreed for the upgrading of the CCTV and security at All Saints.

Jubilee Bursaries were still being taken up slowly. The partnership with Safe Families for Children as part of the bursary for St Paul's, St Peter's and St James' had ceased. Monies was agreed to be provided for Open Church at Holy Trinity and for audio and streaming services for interactive services at St Francis' and St James' and St Paul's.

On clergy housing and properties, the Trust had paid for the refurbishment of the bathroom at St James Vicarage and a grant had been agreed for the re-roofing of St Francis' Vicarage. Parishioners at St Francis' had undertaken the refurbishment of 210 Friar Park Road Wednesbury, the former Curate's property and the Trust had assisted with costs. The property had increased in value as a result of the work.

WALTER STANLEY TRUST

Report of the Trustees for the year ended 31 December 2020

Investment performance

The Trustees operate under general powers conferred by law on Trustees as the Charity's governing document does not outline specific investment requirements. The investment policy requires the sums to be invested for the benefit of the Trust and to give maximum benefits with medium risk. The Charity requires that no investments are made in companies where the main business is the production of armaments, tobacco, alcohol or bookmaking activities.

The Finance and General Purposes Committee reviewed the performance of Barclays Wealth and as a result the Trustees changed the management of their investment portfolio to CCLA. Income from the investments were now rolled into capital rather than paid out separately. The Committee monitored CCLA performance and were satisfied at what was being achieved despite the difficult economic circumstances during the year. The Trustees had been able to service all applications they had received.

Reserves policy

The Trust's unrestricted reserves are classified as revenue funds or capital funds and amounted to £16,157,714 at the year end (2019: £16,945,836). These funds are expendable at the discretion of the Trustees in furtherance of the Charity's objectives. The Trustees aim to maintain free reserves in unrestricted funds at a level that will provide sufficient funds to service applications for grants and ensure that the Trust is able to offer support and cover costs and to provide against any material decrease in the value of investments and to maintain income levels or to compensate with capital growth.

Financial review

The Charity's income and expenditure for the year is shown in the Statement of Financial Activities on page 9.

Income for the year totalled £211,088 and expenditure totalled £806,146, meaning the Trust's net expenditure for the year, before taking account of any investment gains or losses, was £595,058 (2019: net expenditure of £274,770).

Realised and unrealised investment gains and losses for the year amounted to net losses of £193,064 (2019: net gains of £1,846,625), meaning the net movement in funds for the year was an overall decrease of £788,122 (2019: increase of £1,571,855).

The Trust's income for the year of £211,088 represented a decrease of £210,595 from the previous year, made up of a £205,298 decrease in revenue income from its portfolio of investments and a decrease of £5,943 in bank deposit account interest, offset by an increase of £646 in rental income.

In terms of expenditure, grants given to Parish Church Councils totalled £531,209, an increase of £202,535 from the previous year; contributions to Stipends and workers' salaries reduced from £230,352 to £216,610; and contributions to incumbents and lay workers' expenses were down from £19,056 to £6,730.

Investment management, property and governance costs were, in total, £32,757, a decrease of £67,864 from 2019. The apparent reduction is due to the change in investment manager during the year, from Barclays Wealth to CCLA, but is simply a reflection of the difference in the way that the CCLA fees are charged. Whilst Barclays' fees were charged directly, the CCLA fees are not; instead they are automatically taken from the fund, deducted from the pooled assets and reflected in the fund's published price.

The Trust relies on both the income and the capital growth of its investment portfolio and is able to draw funds from the portfolio as necessary to fund its grant giving activity.

As shown in the Balance Sheet on page 10, the carrying value of the Trust's investments decreased overall by £564,574 and this was made up of a decrease of £583,909 in the portfolio of investment funds, offset by an increase of £19,335 in the investment properties.

In respect of the investment funds, the Trustees' made the decision in the year to disinvest the portfolio managed by Barclays Wealth and to invest instead in funds managed by CCLA – namely, the CBF Church of England Investment Fund and the COIF Charities Investment Fund. There were significant movements, therefore, on the investment portfolio during the year, with the disinvestment and transfer contributing to realised losses on disposals totalling some £1,206,761. These losses were largely recovered, however, with market movements in the latter part of 2020 resulting in unrealised gains of some £965,362 on revaluation to market value at the balance sheet date.

In respect of the investment properties, there was a further sale of ground rents (25 Somerton Drive) during the year. Proceeds were £29,000, realising a small loss of £1,665 versus the property's carrying value. 210 Friar Park Road was revalued during the year resulting in the recognition of a fair value gain of £50,000.

The Trust's total net assets at 31 December 2020 were £16,157,714 (2019: £16,945,836).

WALTER STANLEY TRUST

Report of the Trustees for the year ended 31 December 2020

Plans for the future

As 2021 progresses, the main strategic plans for the Trust centre upon how the churches will recover from the pandemic and move on positively and activate plans that had been placed in abeyance.

Hopefully expanding ministry activity particularly with St Andrew's and St Philip's and St Mary Magdalene, will be achieved in the deanery, now recruitment has restarted. The Trust operates as a facilitator for the churches within the West Bromwich Deanery but is constrained by the ability of the churches, Deanery and Diocese to implement initiatives to assist the growth of the Church of England particularly with the youth of West Bromwich and to tackle the problem of aging and reducing congregations.

The Trust will continue to assist with funding for projects, church buildings, Health & safety and disability discrimination legislation, church security, administration and music.

Statement of Trustees responsibilities

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

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the Trust deed 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, including the income and expenditure, of the charity for that period. In preparing those financial statements, the Trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- 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 which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the Trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Auditors

In so far as the Trustees are aware:

- there is no relevant audit information of which the charity's auditors are unaware; and
- the Trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

The auditors, Haines Watts Birmingham LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Approved by order of the board of Trustees on 09.08.21 and signed on its behalf by:


.....
Martyn Roy Treadgold
Chair of Trustees


.....
Hazel Margaret Bloxham
Trustee

Report of the Independent Auditors to the Trustees of
Walter Stanley Trust

Opinion

We have audited the financial statements of Walter Stanley Trust (the 'charity') for the year ended 31 December 2020 which comprise the Statement of Financial Activities, the Statement of Financial Position and notes to the financial statements, 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 (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2020 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis 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 Auditors' 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 UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the 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 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.

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 charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

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.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether 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.

Report of the Independent Auditors to the Trustees of
Walter Stanley Trust

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 requires us to report to you if, in our opinion:

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

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, 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 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.

Our responsibilities for the audit of the financial statements

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

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors 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:

We obtained an understanding of the legal and regulatory framework applicable to both the charity itself and the sector in which it operates. We identified areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements from our sector experience and through discussion with the trustees and other management. The most significant were identified as the Charities Act 2011 and the Charities SORP (FRS102).

We considered the extent of compliance with those laws and regulations as part of our procedures on the related financial statements. Our audit procedures included:

- making enquires of trustees as to where they consider there to be a susceptibility to fraud and whether they have any knowledge or suspicion of fraud;
- obtaining an understanding of the internal controls established to mitigate risks related to fraud or non-compliance with laws and regulations;
- assessing the design effectiveness of the controls in place to prevent and detect fraud;
- challenging the assumptions and judgements made by management in its significant accounting estimates.

Whilst our audit did not identify any significant matters relating to the detection of irregularities including fraud, and despite the audit being planned and conducted in accordance with ISAs (UK), there remains an unavoidable risk that material misstatements in the financial statements may not be detected owing to inherent limitations of the audit, and that by their very nature, any such instances of fraud or irregularity would likely involve collusion, forgery, intentional misrepresentations, or the override of internal controls.

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 Report of the Independent Auditors.

Report of the Independent Auditors to the Trustees of
Walter Stanley Trust

Use of our report

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



Haines Watts Birmingham LLP
Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006
5-6 Greenfield Crescent
Edgbaston
Birmingham
B15 3BE

10 August 2021

WALTER STANLEY TRUST

**Statement of Financial Activities
for the year ended 31 December 2020**

	Notes	Revenue fund £	Capital fund £	2020 Total funds £	2019 Total funds £
Income and endowments from					
Investment income	2	<u>4,706</u>	<u>206,382</u>	<u>211,088</u>	<u>421,683</u>
Total income		4,706	206,382	211,088	421,683
Expenditure on					
Raising funds	3	<u>3,609</u>	<u>18,696</u>	<u>22,305</u>	<u>91,008</u>
Charitable activities	4				
- Grant giving		<u>783,841</u>	<u>-</u>	<u>783,841</u>	<u>605,445</u>
Total expenditure		787,450	18,696	806,146	696,453
Net gains/(losses) on investments		<u>50,000</u>	<u>(243,064)</u>	<u>(193,064)</u>	<u>1,846,625</u>
Net (expenditure)/income		(732,744)	(55,378)	(788,122)	1,571,855
Transfers between funds	12	<u>537,509</u>	<u>(537,509)</u>	<u>-</u>	<u>-</u>
Net movement in funds		(195,235)	(592,887)	(788,122)	1,571,855
Reconciliation of funds					
Total funds brought forward		<u>777,897</u>	<u>16,167,939</u>	<u>16,945,836</u>	<u>15,373,981</u>
Total funds carried forward		<u>582,662</u>	<u>15,575,052</u>	<u>16,157,714</u>	<u>16,945,836</u>

The notes form part of these financial statements

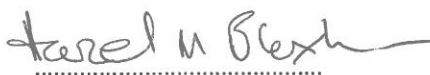
WALTER STANLEY TRUST

Statement of Financial Position
31 December 2020

	Notes	Revenue fund £	Capital fund £	2020 Total funds £	2019 Total funds £
Fixed assets					
Investments					
Investments	8	-	14,561,382	14,561,382	15,145,291
Investment property	9	190,000	1,013,670	1,203,670	1,184,335
		190,000	15,575,052	15,765,052	16,329,626
Current assets					
Debtors	10	29,638	-	29,638	16,071
Cash at bank		373,463	-	373,463	643,656
		403,101	-	403,101	659,727
Creditors					
Amounts falling due within one year	11	(10,439)	-	(10,439)	(43,517)
Net current assets		392,662	-	392,662	616,210
Total assets less current liabilities		582,662	15,575,052	16,157,714	16,945,836
NET ASSETS		582,662	15,575,052	16,157,714	16,945,836
Funds	12				
Unrestricted funds				582,662	777,897
Restricted funds				15,575,052	16,167,939
Total funds				16,157,714	16,945,836

The financial statements were approved by the Board of Trustees and authorised for issue on 09.08.21 and were signed on its behalf by:


Martyn Roy Treadgold
Chair of Trustees


Hazel Bloxham
Trustee

The notes form part of these financial statements

WALTER STANLEY TRUST

Notes to the Financial Statements for the year ended 31 December 2020

1. Accounting policies

Basis of preparation

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the 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 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

The charity has applied Update Bulletin 1 as published on 2 February 2016 and does not include a cash flow statement on the grounds that it is applying FRS 102 Section 1A.

Going concern

The Trustees assess whether the use of going concern is appropriate i.e. whether there are any material uncertainties related to events or conditions that may cast significant doubt on the ability of the Charity to continue as a going concern. The Trustees make this assessment in respect of a period of one year from the date of authorisation for issue of the financial statements and have concluded that the Charity has adequate resources to continue in operational existence for the foreseeable future and there are no material uncertainties about the Charity's ability to continue as a going concern, thus they continue to adopt the going concern basis of accounting in preparing the financial statements.

Funds structure

The Trust's funds are split into Capital and Revenue but both are unrestricted and expendable at the discretion of the Trustees, in furtherance of the Trust's objectives. The investments of the Capital Fund are used to generate sufficient resources in the Revenue Fund to enable the Trustees to carry out the objectives of the Trust.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Investment income

Investment income is earned through holding assets for investment purposes. Investment income is reported gross as investment management costs are separately reported. Income is included when the amount can be measured reliably.

As at the year-end dividends declared but not received included in debtors amounted to £1,185 (2019 - £12,268).

Rental income

Rental income recognised within the statement of financial activities on an accruals basis.

Expenditure and irrecoverable VAT

Payments to incumbents, contributions to incumbents' and layworkers' expenses and contributions to Parochial Church Councils are accounted for on a paid basis. Other expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

Contributions to Parish Church Council's include grants made and an apportionment of overhead and support costs as shown in note 4.

Irrecoverable VAT is charged against the category of resources expended to which it was incurred.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Governance costs

Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include costs related to statutory audit and legal fees.

Cost allocation

Overhead and support costs relating to Charitable Activities have been apportioned based on the level of expenditure within each category. The allocation of overhead and support costs is analysed in note 5.

Taxation

The charity is exempt from tax on its charitable activities

WALTER STANLEY TRUST

Notes to the Financial Statements - continued
for the year ended 31 December 2020

1. Accounting policies - continued

Investment property

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is recognised in the Statement of Financial Activities.

Fixed asset investments

Investments are stated at market value as at the balance sheet date. The statement of financial activity includes the net gains and losses arising on revaluation as at the year end and disposals throughout the year.

Realised gains and losses

All gains and losses are taken to the statement of financial activities as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and opening market value (purchase date if later). Unrealised gains and losses are calculated as the difference between market value at the end of the year and opening market value (or purchase date if later).

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.

The following are key sources of estimation uncertainty that the Trustees have made in the process of applying the accounting policies:

Trade debtors (see note 10). 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.

2. Investment income

	2020	2019
	£	£
Rents received	4,283	3,637
Investment income	206,382	411,680
Deposit account interest	423	6,366
	<u>211,088</u>	<u>421,683</u>

3. Cost of raising funds

	2020	2019
	£	£
Property expenses	1,290	1,608
Property professional fees	1,875	4,169
Investment manager fees	18,696	84,800
Postage and stationery	444	391
Bank charges	-	20
Miscellaneous costs	-	20
	<u>22,305</u>	<u>91,008</u>

WALTER STANLEY TRUST

Notes to the Financial Statements - continued
for the year ended 31 December 2020

4. Charitable activities costs

	2020	2019
	£	£
Contributions to Parish Church Councils	531,209	328,674
Contributions to incumbents stipends and trust funded workers	216,610	230,352
Contributions to incumbents' and lay workers' expenses	6,730	19,056
	754,549	623,744
Support costs - Secretarial fees	2,850	2,750
Support costs - Clerk's fees	15,000	15,000
Governance costs (see note 5)	10,452	9,613
	782,851	605,445

		2020	2019
		£	£
<u>Contributions to Parish Church Councils</u>			
All Saints	Administration grant	10,000	10,000
	Lighting	4,120	2,750
	Drainage works	130,353	8,020
	Fire assessment	-	1,538
	Fire alarm	17,371	-
	Architects fees	10,796	-
	Archaeologists fees	2,702	-
	Hopkins drive	-	11,228
St Mary Magdalene	Administration grant	10,000	10,000
	Electrical repairs	-	2,046
Good Shepherd	Administration grant	-	10,000
Holy Trinity	Administration grant	10,000	10,000
	CCTV	-	693
	Flooring repairs	-	2,635
	Jubilee bibles	-	2,427
	Defibrillator	-	2,890
	Jubilee bursary	7,150	-
St Andrew's	Administration grant	10,000	10,000
	Defibrillator	-	1,432
	Furniture purchases	-	1,850
	Plaster repairs	-	930
	Decoration	7,977	1,440
	Lighting	-	2,270
St Francis'	Administration grant	10,000	10,000
	Car park planning fees	930	-
	Refurbishments	5,824	-
	Architects fees	2,520	-
St James'	Administration grant	10,000	10,000
	Safe Families for Children	8,667	4,750
	Boiler replacement	-	10,950
	CCTV	-	399
	Bathroom works	3,600	-
	Balcony room	-	720
	West Bromwich youth project	1,194	-
St Paul's	Administration grant	10,000	10,000
	Safe Families for Children	8,667	4,750
	Seating costs	13,220	13,950
Carried forward		295,091	157,668

WALTER STANLEY TRUST

Notes to the Financial Statements - continued
for the year ended 31 December 2020

4. Charitable activities costs - continued

Contributions to Parish Church Councils - continued

		2020	2019
		£	£
Brought forward		295,091	157,668
St Peter's	Administration grant	10,000	10,000
	Safe Families for Children	8,667	4,750
	Reordering	-	2,094
	Roof repairs	40,910	118,869
	Architects fees	3,280	7,860
	Kitchen works	16,180	-
	VAT refund	(11,563)	-
St Phillip's	Administration and music grant	10,000	10,000
	Tree felling	1,300	-
	Lighting	5,400	-
Sandwell Churches Link	Work grant	10,000	5,000
Transforming Communities	Just Finance minister	10,000	600
West Bromwich Youth Project		-	11,833
Contribution to churches' Parish Share (re: pandemic)		131,944	-
		531,209	328,674

		2020	2019
		£	£
Contributions to incumbents' and lay workers' expenses			
West Bromwich Deanery Synod	Expenses	4,200	4,200
Holy Trinity	Ministry trainee	1,575	5,775
All Saints	Vicar settling in allowance	-	-
All Saints	Curate settling in allowance	-	2,500
St Mary Magdalene	Settling in allowance	-	1,250
St Paul's	Children's worker expenses	457	1,581
St Andrew's	Settling in allowance	-	1,250
St Andrew's	Workers expenses	498	-
St James'	Settling in allowance	-	2,500
		6,730	19,056

		2020	2019
		£	£
Contributions to incumbents' stipends and trust funded workers			
All Saints		64,412	66,755
Holy Trinity		36,815	38,905
St Andrew's		11,771	14,363
St Francis'		11,771	14,363
St James'/St Paul's		35,454	21,208
St Peter's		2,551	9,957
St Phillip's		5,885	7,181
Workplace missionary		20,582	26,889
West Bromwich Pioneer Leader		27,369	30,731
		216,610	230,352

WALTER STANLEY TRUST

Notes to the Financial Statements - continued
for the year ended 31 December 2020

5. Governance costs

	2020	2019
	£	£
Auditors' remuneration	7,740	6,750
Auditors' remuneration for non-audit work	<u>3,702</u>	<u>2,863</u>
	<u>11,442</u>	<u>9,613</u>

6. Trustees' remuneration and benefits

There was no trustees' remuneration nor any other benefits for the year ended 31 December 2020, nor for the year ended 31 December 2019.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2020 nor for the year ended 31 December 2019.

7. Comparatives for the statement of financial activities – year ended 31 December 2019

	Revenue fund £	Capital fund £	Total funds £
Income and endowments from			
Investment income	<u>11,262</u>	<u>410,421</u>	<u>421,683</u>
Total income	11,262	410,421	421,683
Expenditure on			
Raising funds	6,208	84,800	91,008
Charitable activities			
– Grant giving	<u>605,445</u>	<u>-</u>	<u>605,445</u>
Total expenditure	611,653	84,800	696,453
Net gains on investments	<u>-</u>	<u>1,846,625</u>	<u>1,846,625</u>
Net (expenditure)/income	(600,391)	2,172,246	1,571,855
Transfers between funds	<u>1,232,183</u>	<u>(1,232,183)</u>	<u>-</u>
Net movement in funds	631,792	940,063	1,571,855
Reconciliation of funds			
Total funds brought forward	<u>146,105</u>	<u>15,227,876</u>	<u>15,373,981</u>
Total funds carried forward	<u><u>777,897</u></u>	<u><u>16,167,939</u></u>	<u><u>16,945,836</u></u>

WALTER STANLEY TRUST

Notes to the Financial Statements - continued for the year ended 31 December 2020

8. Fixed asset investments

	Listed investments £
Fair value	
At 1 January 2020	15,145,291
Additions	14,391,311
Disposals	(15,940,583)
Unrealised gains/(losses)	<u>965,362</u>
At 31 December 2020	<u>14,561,382</u>

The market value of investments as at 31 December 2020 attributable to assets held outside the UK is £9,387,455 (2019: £3,308,449). The balance relates to investment assets held in the UK.

The fair value of the fixed asset investments is made up of:

	2020 £	2019 £
Investments – Barclays Wealth	735,970	14,802,290
Cash held with portfolio – Barclays Wealth	-	224,790
Investments – CCLA	<u>13,825,412</u>	<u>118,211</u>
	<u>14,561,382</u>	<u>15,145,291</u>

9. Investment property

	£
Fair value	
At 1 January 2020	1,184,335
Disposals	(30,665)
Revaluation	<u>50,000</u>
At 31 December 2020	<u>1,203,670</u>

The fair value of investment property is made up of:

	2020 £	2019 £
Revenue fund		
210 Friar Park Road (Purchased September 2008)	190,000	140,000
Capital fund		
Ground rents	<u>1,013,670</u>	<u>1,044,335</u>
	<u>1,203,670</u>	<u>1,184,335</u>

Friar Park Road was revalued at 31 December 2020 by Andrew Taplin. The ground rents were revalued at 3 April 2019 by Pennycuik Collins. In the Trustees' opinion, there has been no material change in these valuations as at 31 December 2020.

WALTER STANLEY TRUST

Notes to the Financial Statements - continued
for the year ended 31 December 2020

10. Debtors: amounts falling due within one year

	2020	2019
	£	£
Lichfield Diocesan Board of Finance	23,385	-
Rents and insurance outstanding	5,068	3,803
Accrued dividend income	1,185	12,268
	<u>29,638</u>	<u>16,071</u>

11. Creditors: amounts falling due within one year

	2020	2019
	£	£
Accruals and deferred income	10,439	31,137
Lichfield Diocesan Board of Finance	-	12,380
	<u>10,439</u>	<u>43,517</u>

12. Movement in funds

	Revenue fund	Capital fund	Total
	£	£	£
At 1 January 2020	777,897	16,167,939	16,945,836
Net (outgoing)/incoming resources	(782,744)	187,686	(595,058)
Transfer between funds	537,509	(537,509)	-
	<u>532,662</u>	<u>15,818,116</u>	<u>16,350,778</u>
Realised losses on sale of investments	-	(1,206,761)	(1,206,761)
Realised losses on sale of investment property	-	(1,665)	(1,665)
Unrealised gains on revaluation of investments	-	965,362	965,362
Unrealised gains on revaluation of investment property	50,000	-	50,000
	<u>50,000</u>	<u>(243,064)</u>	<u>(193,064)</u>
At 31 December 2020	<u>582,662</u>	<u>15,575,052</u>	<u>16,157,714</u>

13. Related party disclosures

During the year contributions are made to each Parish Church Council which is required to nominate a representative for each church to serve as a trustee. Contributions made are detailed in note 4 to the financial statements.