

REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2021
FOR
THE ROSAZ CHARITY

Chariot House Limited
Chartered Accountants
44 Grand Parade
Brighton
East Sussex
BN2 9QA

THE ROSAZ CHARITY

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FOR THE YEAR ENDED 31ST DECEMBER 2021

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THE ROSAZ CHARITY

REPORT OF THE TRUSTEES **FOR THE YEAR ENDED 31ST DECEMBER 2021**

The trustees present their report with the financial statements of the charity for the year ended 31st December 2021. 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).

OBJECTIVES AND ACTIVITIES

Objectives and aims

In 1876, M. Francois de Rosaz, a French gentleman bequeathed to Trustees a sum in consols, the proceeds of which were to be used to establish and run a local orphanage. Included in conditions of the bequest was that children were to be brought up in the protestant faith. By 1988, government policy had focused on placing children in care with foster parents, and so unfortunately the opportunity no longer existed to provide a permanent residence and a Christian home life to children in need, and the home was closed and subsequently sold.

Following consultation and the advice of the Charity Commissioners, the aims of the Trust are now focused on giving financial support to children and young people throughout East and West Sussex, who are in need of care and attention by reason of being deprived of a normal home life. This financial support is often made through church groups and other charitable organisations that offer 'hands on' support to children and young people.

Public benefit

The Trustees have complied with their duty under section 17(5) of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commissioners and confirm that all the grants made within the period of these accounts support the aims and objectives of the Charity as set out above.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

Like last year, COVID continued to have some impact on the Trust in terms of rents collected, but this was less severe than in the previous 12 months.

The property renovation programme that has been in progress for some time and was delayed due to COVID has finally been completed and the full management of our remaining 4 houses including all future maintenance has been handed over to the YMCA DLG.

The property that became vacant last year and was on the market has been sold and the majority of the sale proceeds has been invested with the YMCA DLG on the same terms as the original investment in 2019.

Grants to various local charities of £59,570 were agreed for 2021 and were all paid out before the year end.

THE ROSAZ CHARITY

REPORT OF THE TRUSTEES **FOR THE YEAR ENDED 31ST DECEMBER 2021**

FINANCIAL REVIEW

Investment policy and objectives

The investment strategy since 1988 was to invest in residential properties for income and to provide accommodation for families in need or Christians employed in Christian youth work where the Trust subsidises the rent. Over time, many of the tenant families occupying the houses fell outside the charity benefit criteria as children grew up and moved on. In 2018, it was decided to review the rents being paid, most of which were substantially discounted, with an aim to increase them to market rent. The Trust has taken a staggered approach to these rent increases, taking into account each tenant's individual circumstances and the aim is likely to take 6 years to achieve.

At the same time, it was also agreed that some of the properties would be sold when they became vacant to enable the Trust to join in partnership with the YMCA DLG to provide supported housing for young people in housing need. Investing in such schemes supports the objectives of the Trust with income received from the investment enhancing our grant giving capacity. The first property was sold in 2019 and a second in 2021.

The policy aims to ensure that capital appreciation exceeds inflation and takes into account income requirements and the risk profile.

The 4 remaining houses were re-valued in October 2021 at £2,125,000 with market rental values of £6,600.00 per month. Our actual monthly rental income at the year end was £4,293.00 and we continue with the annual increment plan for each tenant with an aim to get to market rent eventually.

In addition, our investment income is £6,375.00 per quarter.

Reserves policy

The trustees to hold a balance of at least £10,000 in reserve to meet any unforeseen expenditure. However, if necessary, they would consider going into a controlled overdraft to meet an urgent need, but at the same time, to ensure that debts never exceed 5% of the asset values.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust and constitutes an unincorporated charity.

The Trust is constituted by a Deed of Charitable Trust dated 31 May 1996; registered Charity Number 227375. The full name of the Charity is The Rosaz Charity, but it operates under its working name of Brighton and Hove Girls Orphanage.

Organisational structure

The Trustees are responsible for the appointment of additional Trustees. The Trustees meet regularly to assess grant applications and manage the investment property portfolio. The day to day administration of the foundation is the responsibility of the administrator, who has authority to approve applications up to £1,000 in order to facilitate a prompt response. The Trustees monitor and receive regular reports from recipients of funds to test for accountability, efficiency and value for money.

Risk management

The Trustees have reviewed the major risks to which the trust is exposed and are confident that controls are in place to mitigate against those risks.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

227375

THE ROSAZ CHARITY

REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST DECEMBER 2021

Principal address

C/O Chariot House Limited
44 Grand Parade
Brighton
East Sussex
BN2 9QA

Trustees

C C K Butler
D Standing
R J Overton-Hart
C A Stoker
A Hart

Independent Examiner

John Thacker DChA FCA
Chariot House Limited
Chartered Accountants
44 Grand Parade
Brighton
East Sussex
BN2 9QA

Administrator.

Mrs A Hart

BANKERS

Barclays Bank plc
PO Box 165
Crawley
West Sussex
RH10 1YX

Approved by order of the board of trustees on 22nd September 2022 and signed on its behalf by:

C A Stoker - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
THE ROSAZ CHARITY**

Independent examiner's report to the trustees of The Rosaz Charity

I report to the charity trustees on my examination of the accounts of The Rosaz Charity (the Trust) for the year ended 31st December 2021.

Responsibilities and basis of report

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

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

Independent examiner's statement

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

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

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

John Thacker DChA FCA
Chariot House Limited
Chartered Accountants
44 Grand Parade
Brighton
East Sussex
BN2 9QA

28th September 2022

THE ROSAZ CHARITY**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST DECEMBER 2021**

	Notes	Unrestricted fund £	Endowment fund £	2021 Total funds £	2020 Total funds £
INCOME AND ENDOWMENTS FROM					
Charitable activities					
Property income		50,024	-	50,024	44,175
Investment income	2	22,362	-	22,362	17,910
Total		<u>72,386</u>	<u>-</u>	<u>72,386</u>	<u>62,085</u>
EXPENDITURE ON					
Charitable activities					
Costs of running the properties		34,363	-	34,363	29,124
Grants to institutions		59,570	-	59,570	29,620
Total		<u>93,933</u>	<u>-</u>	<u>93,933</u>	<u>58,744</u>
Net gains on investments		<u>562,933</u>	<u>-</u>	<u>562,933</u>	<u>-</u>
NET INCOME		541,386	-	541,386	3,341
RECONCILIATION OF FUNDS					
Total funds brought forward		2,441,616	5,701	2,447,317	2,443,976
TOTAL FUNDS CARRIED FORWARD		<u><u>2,983,002</u></u>	<u><u>5,701</u></u>	<u><u>2,988,703</u></u>	<u><u>2,447,317</u></u>

The notes form part of these financial statements

THE ROSAZ CHARITY**BALANCE SHEET**
31ST DECEMBER 2021

	Notes	Unrestricted fund £	Endowment fund £	2021 Total funds £	2020 Total funds £
FIXED ASSETS					
Investments					
Investment property	6	2,119,299	5,701	2,125,000	2,005,000
Social investments	7	850,001	-	850,001	450,000
		<u>2,969,300</u>	<u>5,701</u>	<u>2,975,001</u>	<u>2,455,000</u>
CURRENT ASSETS					
Debtors	8	14,785	-	14,785	12,847
Cash at bank and in hand		<u>20,777</u>	<u>-</u>	<u>20,777</u>	<u>11,270</u>
		35,562	-	35,562	24,117
CREDITORS					
Amounts falling due within one year	9	(21,860)	-	(21,860)	(31,800)
		<u>13,702</u>	<u>-</u>	<u>13,702</u>	<u>(7,683)</u>
NET CURRENT ASSETS					
		<u>13,702</u>	<u>-</u>	<u>13,702</u>	<u>(7,683)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
		<u>2,983,002</u>	<u>5,701</u>	<u>2,988,703</u>	<u>2,447,317</u>
NET ASSETS					
		<u>2,983,002</u>	<u>5,701</u>	<u>2,988,703</u>	<u>2,447,317</u>
FUNDS					
Unrestricted funds	10			2,983,002	2,441,616
Endowment funds				5,701	5,701
TOTAL FUNDS					
				<u>2,988,703</u>	<u>2,447,317</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 22nd September 2022 and were signed on its behalf by:

C A Stoker - Trustee

The notes form part of these financial statements

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

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, as modified by the revaluation of certain assets.

Financial reporting standard 102 - reduced disclosure exemptions

The charity has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- the requirements of Section 7 Statement of Cash Flows.

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.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

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.

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.

The investment properties were revalued in October 2021 by Dean & Co Estate Agents based on an assessment of the current market.

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

THE ROSAZ CHARITY

NOTES TO THE FINANCIAL STATEMENTS - continued **FOR THE YEAR ENDED 31ST DECEMBER 2021**

1. ACCOUNTING POLICIES - continued

Going concern - covid 19

The charity has prepared these accounts on a going concern basis, however there are material uncertainties in respect of COVID-19 and management have taken into consideration the existing and potential effects of coronavirus on the activities of the charity in the future.

2. INVESTMENT INCOME

	2021	2020
	£	£
Deposit account interest	2	9
Investment income	22,360	17,901
	<u>22,362</u>	<u>17,910</u>

3. GRANTS PAYABLE

	2021	2020
	£	£
Grants to institutions	<u>59,570</u>	<u>29,620</u>

The total grants paid to institutions during the year was as follows:

	2021	2020
	£	£
Off the Fence	10,000	-
Kidz Club	5,000	10,000
Brighton and Hove City Mission	5,000	-
Bishop Hannington	1,420	1,120
St Cuthmans	3,000	1,500
Holy Cross Church	150	-
One Church	10,000	5,000
Turning the Tide	15,000	12,000
Spear	10,000	-
	<u>59,570</u>	<u>29,620</u>

THE ROSAZ CHARITY

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2021

4. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31st December 2021 nor for the year ended 31st December 2020.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31st December 2021 nor for the year ended 31st December 2020.

5. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Endowment fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Charitable activities			
Property income	44,175	-	44,175
Investment income	17,910	-	17,910
Total	62,085	-	62,085
EXPENDITURE ON			
Charitable activities			
Costs of running the properties	29,124	-	29,124
Grants to institutions	29,620	-	29,620
Total	58,744	-	58,744
NET INCOME	3,341	-	3,341
RECONCILIATION OF FUNDS			
Total funds brought forward	2,438,275	5,701	2,443,976
TOTAL FUNDS CARRIED FORWARD	2,441,616	5,701	2,447,317

THE ROSAZ CHARITY

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2021

6. INVESTMENT PROPERTY

	£
FAIR VALUE	
At 1st January 2021	2,005,000
Disposals	(320,000)
Revaluation	440,000
	<hr/>
At 31st December 2021	2,125,000
	<hr/>
NET BOOK VALUE	
At 31st December 2021	2,125,000
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At 31st December 2020	2,005,000
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Fair value at 31st December 2021 is represented by:

	£
Valuation in 2021	2,125,000
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The investment properties were revalued in October 2021 by Dean & Co Estate Agents based on an assessment of the current market.

7. SOCIAL INVESTMENTS

	Other investments £
MARKET VALUE	
At 1st January 2021	450,000
Additions	400,001
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At 31st December 2021	850,001
	<hr/>
NET BOOK VALUE	
At 31st December 2021	850,001
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At 31st December 2020	450,000
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The social investment is a loan to YMCA DLG to assist with their charitable work.

The loan is for a period of 25 years and interest is payable at 3%.

THE ROSAZ CHARITY**NOTES TO THE FINANCIAL STATEMENTS - continued**
FOR THE YEAR ENDED 31ST DECEMBER 2021**8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2021	2020
	£	£
Arrears of rent	3,490	4,474
Other debtors	11,295	8,373
	<u>14,785</u>	<u>12,847</u>

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Other creditors	-	10,000
Loan	20,000	20,000
Accruals and deferred income	1,860	1,800
	<u>21,860</u>	<u>31,800</u>

10. MOVEMENT IN FUNDS

	At 1/1/21 £	Net movement in funds £	At 31/12/21 £
Unrestricted funds			
General fund	2,441,616	541,386	2,983,002
Endowment funds			
Permanent Endowment fund	5,701	-	5,701
TOTAL FUNDS	<u>2,447,317</u>	<u>541,386</u>	<u>2,988,703</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	72,386	(93,933)	562,933	541,386
TOTAL FUNDS	<u>72,386</u>	<u>(93,933)</u>	<u>562,933</u>	<u>541,386</u>

THE ROSAZ CHARITY

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2021

10. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1/1/20 £	Net movement in funds £	At 31/12/20 £
Unrestricted funds			
General fund	2,438,275	3,341	2,441,616
Endowment funds			
Permanent Endowment fund	5,701	-	5,701
TOTAL FUNDS	<u>2,443,976</u>	<u>3,341</u>	<u>2,447,317</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	62,085	(58,744)	3,341
TOTAL FUNDS	<u>62,085</u>	<u>(58,744)</u>	<u>3,341</u>

11. RELATED PARTY DISCLOSURES

During the year, fees of £5,760 (2020: £5,460) were paid to Mrs A Hart, the Administrator for the charity, who is the wife of Mr A Hart, one of the trustees.