

DR & MRS CHADWICK'S REGISTERED CHARITY
TRUSTEES' REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2020

DR & MRS CHADWICK'S REGISTERED CHARITY

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mrs D P Abbott Canon Dr C Bracegirdle Miss E Gelling Mrs K Hodgkiss Mr P d'A Liptrott Mr I Tomkin
Chairman	Mr P d'A Liptrott
Secretary	Mr S J Worswick
Charity Number	254012
Auditors	Barlow Andrews LLP Carlyle House 78 Chorley New Road Bolton BL1 4BY
Bankers	The Royal Bank of Scotland Plc 24 Deansgate Bolton BL1 1BN
Solicitors	Fieldings Porter Silverwell House Silverwell Street Bolton BL1 1PT
Accountants/Agents	RPS Housing Limited Hamill House 112-116 Chorley New Road Bolton BL1 4DH

DR & MRS CHADWICK'S REGISTERED CHARITY

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DR & MRS CHADWICK'S REGISTERED CHARITY

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020

The Trustees present their report and accounts for the year ended 31 December 2020.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the Charity's Trust deed, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

Structure, governance and management

The Charity was founded by Dr & Mrs Chadwick by a Deed dated 1 June 1868 and is subject to a Scheme dated 12 May 1977 approved and established by the Charity Commission.

The object of the Charity is the provision of houses for letting on weekly tenancies to persons of good character who are in conditions of need, hardship or distress.

The Scheme dated 12 May 1977 directed that the Trustees shall establish and maintain an Extraordinary Repair Fund for the purpose of providing for the extraordinary repair, improvement or re-building of property. This is the Designated Fund referred to in the accounts and is unrestricted.

On 5 January 1994 the Charity Commissioners directed that the Extraordinary Repair Fund shall be maintained by the transfer to it, out of the Charity's income, of such annual sum sufficient for the purposes of the Fund.

On 23 January 1990 permission was granted by the Charity Commissioners to sell the Peabody Street properties. The Trustees have used the proceeds to purchase houses in Dorset Street in order to increase the stock of family houses nearer to the majority of the existing housing stock.

On 28 May 2002 the Charity Commissioners approved a Scheme which enables the Trustees to apply residual income for the benefit of the objects of The Chadwick Educational Foundation.

The Trustees who served during the year were:

Mrs D P Abbott
Canon Dr C Bracegirdle
Miss E Gelling
Mrs K Hodgkiss (appointed 10 February 2020)
Mr P d'A Liptrott
Mr I Tomkin
Mr S G Wilson (retired 10 February 2020)

The skill requirements for the Trust Body are reviewed and any vacancy arising is filled by consensus amongst the remaining Trustees to meet the necessary criteria. The induction process for any newly appointed Trustee comprises an initial meeting with the Chair followed by meetings with the Secretary to the Trustees who provides a history of the Trust, a copy of the Deed, Trustees minutes and explanations as to the day to day organisation of the secretarial function. The new Trustee is given copies of the relevant Charity Commission Guidance.

All the Trustees of Dr & Mrs Chadwick's Registered Charity are also Trustees of the Chadwick Educational Foundation, a grant making charity for the benefit of Bolton schools, school children and students. Meetings take place at least twice a year to review the Charity's financial matters and general operating management.

The freehold endowment housing stock comprising 43 properties is registered at the Land Registry in the name of The Official Custodian of Charities on behalf of Dr & Mrs Chadwick's Charity.

The remaining 67 endowment properties and 12 unrestricted fund properties are leasehold and are also registered at the Land Registry in the name of The Official Custodian of Charities on behalf of Dr & Mrs Chadwick's Charity.

The Charity's investments are held in the names of Mr P d'A Liptrott and Mr S G Wilson as nominees.

RPS Housing Limited has been delegated by the Trustees to deal with the day to day management of the Charity. The principal office of the Charity is Hamill House, 112-116 Chorley New Road, Bolton, BL1 4DH.

Risk Factors

The Trustees have assessed the major risks to which the Charity is exposed and have taken steps to mitigate them, with public liability and property insurance.

DR & MRS CHADWICK'S REGISTERED CHARITY

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

Related Parties

Canon Dr C Bracegirdle was elected to the Diocesan Board of Education with effect from 18 April 2018. He is a Trustee in his role of Vicar of The Parish Church of St Peter Bolton Le Moors.

All the Trustees of Dr & Mrs Chadwick's Registered Charity are also Co-optative Trustees of The Chadwick Educational Foundation, a grant making charity for the benefit of Bolton schools, school children and students. During the year Dr & Mrs Chadwick's Registered Charity donated £200,000 to Chadwick Educational Foundation.

Objectives and activities

The object of the Trust is the provision of housing for the poor of Bolton. The Trust owns 122 houses in The Haulgh area of Bolton on which it charges rents between £78.00 and £94.75 per week based on the size of the property. Prospective tenants complete an application form and are interviewed by a sub-committee. Suitable tenants are then placed on a waiting list. The tenants generally remain for many years and vacancies are therefore not numerous. The Trustees buy suitable properties using surplus income to add to the housing stock in the immediate area of the existing houses.

Public benefit statement

The Charity's activities focus on the objective to provide disadvantaged people in Bolton with housing to improve their living conditions and are undertaken to further the charitable purpose for the public benefit.

The Trustees have paid due regard to guidance issued by the Charity Commission in relation to activities for the public benefit in deciding what activities the Charity should undertake.

Achievements and performance

The Trustees held two meetings during the year.

Due to the pandemic, only necessary repairs were undertaken to minimise the risks to both tenants and workpeople. This is reflected in the fall in expenditure during the year. The Trustees intend to restart general maintenance and improvements as soon as it is safe to do so.

Many of the tenants are either employed in lower paid jobs such as food retailing and the care industry or are retired. In both instances incomes have been maintained throughout the year and this is reflected in rent arrears remaining stable.

Monitoring achievement

The Trustees consider that rental arrears are well controlled. At 31 December 2020 the arrears were 3.81% of the total rents collectable (2019 – 3.72%).

The void periods are controlled and kept to a minimum.

The demand for properties from prospective tenants remains buoyant.

Financial review

On 24 November 2020 the Trustees agreed to give a donation of £200,000 to The Chadwick Educational Foundation, a grant making charity, to be used for the benefit of local schools and organisations.

Rental income for the year was £509,118. The rent arrears at 31 December 2020 were £19,473 which is an increase of £726 on those at 31 December 2019. Rents are due every four weeks resulting in 13 rent periods during the year. Rents paid in advance at 31 December 2020 were £5,926 which is a decrease of £692 on last year. Some tenants prefer to make payment of rent monthly rather than four-weekly. There will be two rent days in November 2021 after which time it is envisaged the rent in advance will be negligible.

The free reserves of the Charity at 31 December 2020 were £596,101 (2019: £494,871).

Reserves policy

The Trustees consider the amount of reserves necessary to maintain the housing stock in good order. An amount of approximately one year's ordinary expenditure and the Extraordinary Repair Fund are considered adequate to satisfy this requirement. Cash reserves are also needed to purchase any suitable houses which come for sale in The Haulgh.

There are no restrictions in the Charity's power to invest. The Trustees are therefore governed by the Trustee Act 2000 which is enshrined in law a statutory duty of care.

DR & MRS CHADWICK'S REGISTERED CHARITY
TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020

Ethical considerations form part of the Trustees investment management process. This policy is applied to all classes of asset under management including securities, land and real estate.

Plans for the future

The Trustees intend to continue to maintain the houses to a high standard and to look to acquire further properties in the immediate vicinity of the existing housing stock.

Statement of Trustees responsibilities

The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards including Financial Reporting Standard 102: The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England & Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charity and of the income and expenditure of the Charity for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements, and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charity will continue in business.

The Trustees are responsible for maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the Charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed/constitution. 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.

I declare. In my capacity of Charity Trustee that:
the Trustees have approved the report above: and
have authorised me to sign it on their behalf.



.....
Mr P d'A Liptrott
Chairman

Dated 24/9/21

DR & MRS CHADWICK'S REGISTERED CHARITY

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF DR & MRS CHADWICK'S REGISTERED CHARITY

Opinion

We have audited the financial statements of Dr & Mrs Chadwick's Registered Charity for the year ended 31 December 2020 which comprise the statement of financial activities, the balance sheet, the statement of cash flows 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, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2020 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with the 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 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 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 company'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 responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information 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

In light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Charities Act 2011 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

DR & MRS CHADWICK'S REGISTERED CHARITY

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF DR & MRS CHADWICK'S REGISTERED CHARITY

Responsibilities of the Trustees

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

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

Auditor's responsibilities for the audit of the financial statements

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

- the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified the laws and regulations applicable to the charity through discussions with trustees and other management, and from our commercial knowledge and experience of the charity sector;
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the charity, including data protection, employment, environmental and health and safety legislation.
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence; and
- identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

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

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

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

- performed analytical procedures to identify any unusual or unexpected relationships;
- tested journal entries to identify unusual transactions; and
- assessed whether judgements and assumptions made in determining the accounting estimates were indicative or potential bias.

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

- agreeing financial statement disclosures to underlying supporting documentation;
- reading the minutes of meetings of those charged with governance;
- enquiring of management as to actual and potential litigation and claims; and
- reviewing correspondence with relevant regulators and the company's legal advisors.

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance.

DR & MRS CHADWICK'S REGISTERED CHARITY
INDEPENDENT AUDITOR'S REPORT
TO THE TRUSTEES OF DR & MRS CHADWICK'S REGISTERED CHARITY

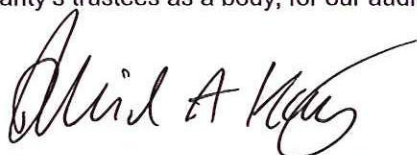
Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the trustees and other management and the inspection of regulatory and legal correspondence, if any.

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

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: 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. 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 the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



David Kay (Senior Statutory Auditor)
for and on behalf of Barlow Andrews LLP
Chartered Accountants & Statutory Auditor
Carlyle House
78 Chorley New Road
Bolton
BL1 4BY

Date.....24/9/21.....

Barlow Andrews LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

DR & MRS CHADWICK'S REGISTERED CHARITY
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2020

	Notes	Unrestricted Funds £	Designated Funds £	Endowment Funds £	Total 2020 £	Total 2019 £
Income and endowments from:						
Income from investments	2	842	-	-	842	1,724
Charitable activities	3	509,118	-	-	509,118	495,036
Total income		509,960	-	-	509,960	496,760
Expenditure on:						
Charitable activities	4	221,613	-	-	221,613	302,537
Donation	5	200,000	-	-	200,000	200,000
Total expenditure		421,613	-	-	421,613	502,537
Net income / expenditure		88,347	-	-	88,347	(5,777)
Realised Gains (Losses) on investments		-	-	-	-	-
Unrealised Gains (Losses) on investments		-	12,883	-	12,883	23,423
Revaluation of tangible fixed assets		45,726	-	525,480	571,206	284,574
Transfers between funds		-	-	-	-	-
Net movement in funds		134,073	12,883	525,480	672,436	302,220
Fund balances at 1 January 2020		1,370,915	131,632	10,081,779	11,584,326	11,282,106
Fund balances at 31 December 2020		1,504,988	144,515	10,607,259	12,256,762	11,584,326

The breakdown of the 2019 figures between the unrestricted and endowment funds are in note 17 on pages 17-20.

DR & MRS CHADWICK'S REGISTERED CHARITY
BALANCE SHEET
AS AT 31 DECEMBER 2020

		2020		2019	
	Notes	£	£	£	£
Fixed Assets					
Tangible assets	13	11,660,661		11,089,455	
Investments	11	144,515		131,632	
		<u>11,805,176</u>		<u>11,221,087</u>	
Current Assets					
Debtors	9	13,258		12,916	
Cash at Bank and in Hand	12	467,736		385,939	
		<u>480,994</u>		<u>398,855</u>	
Current Liabilities					
Creditors	10	(29,408)		(35,616)	
Net Current Assets		<u>451,586</u>		<u>363,239</u>	
Total Net Assets		<u>12,256,762</u>		<u>11,584,326</u>	
The Funds of the Charity					
Endowment Funds	15	660,570		660,570	
Endowment Funds Revaluation Reserve		<u>9,946,689</u>	<u>10,607,259</u>	<u>9,421,209</u>	<u>10,081,779</u>
Designated Funds	15	74,443		74,443	
Designated Funds Revaluation Reserve		<u>70,072</u>	<u>144,515</u>	<u>57,189</u>	<u>131,632</u>
Unrestricted Funds	15	1,112,027		1,023,680	
Unrestricted Funds Revaluation Reserve		<u>392,961</u>	<u>1,504,988</u>	<u>347,235</u>	<u>1,370,915</u>
Total Charity Funds		<u>12,256,762</u>		<u>11,584,326</u>	

The accounts were approved by the Trustees on 24 September 2021



Mr P d'A Liptrott

DR & MRS CHADWICK'S REGISTERED CHARITY
STATEMENT OF CASH FLOWS
AS AT 31 DECEMBER 2020

		2020		2019	
	Notes	£	£	£	£
Cash flows from operating activities					
Cash generated from operations	16		80,955		(7,399)
Investing activities					
Proceeds from sale of investment		-		-	
Purchase of investments		-		-	
Investment interest received		842		1,724	
Net cash (used in)/ generated from investing activities			842		1,724
Net increase/(decrease) in cash and cash equivalents			81,797		(5,675)
Cash and cash equivalent brought forward			385,939		391,614
Cash and cash equivalent carried forward			467,736		385,939

DR & MRS CHADWICK'S REGISTERED CHARITY
NOTES TO THE ACCOUNTS (CONTINUED)
AS AT 31 DECEMBER 2020

1 Accounting policies

1.1 Basis of preparation

The accounts have been prepared in accordance with the Charity's Trust deed, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The Charity is a Public Benefit Entity as defined by FRS 102.

The accounts have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 issued in October 2019 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

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

The accounts have been prepared under the historical cost convention modified to include the revaluation of certain fixed assets, which are shown at market value. The accounts include all transactions, assets and liabilities for which the Charity is responsible in law.

1.2 Going concern

At the time of approving the accounts, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. Thus, the Trustees continue to adopt the going concern basis of accounting in preparing the accounts. There are no material uncertainties about the Charity's ability to continue.

1.3 Funds

Endowment funds are funds which the capital must be maintained; only income arising from investment of the endowment may be used either as restricted or unrestricted funds depending upon the purpose for which the endowment was established. The Endowment Fund is the original monies given for the construction of the properties, together with the surplus on the disposals of the Peabody Street properties which has been reinvested in properties in Dorset Street, monies expended on the conversions/major alterations of a permanent nature, and unrealised gains/(losses) on properties.

The Designated Fund is the Extraordinary Repair Fund and is unrestricted. It was established by the Scheme dated 12 May 1977 to provide for the extraordinary repair, improvement and re-building of property. The Trustees consider the balance of the fund to be adequate at this time.

Unrestricted funds are funds which are expendable at the discretion of the Co-optative Trustees in furtherance of the objects of the Charity and is the sum of the Charity's surplus income over the past 152 years.

Unrealised gains/(losses) on investments including properties purchased with surplus income are added to (subtracted from) the fund which held the asset.

1.4 Incoming resources

These are included in the Statement of Financial Activities (SOFA) when:

1. the Charity becomes legally entitled to the benefit of use of the resources;
2. an inflow of economic benefit is probable; and
3. the monetary value can be measured with sufficient reliability.

Rents are included on the basis of receipts during the year. To comply with the Charities Act 2011 rents receivable should be included. The Trustees do not consider this to be prudent. Rent paid in advance amounted to £5,926 (2019 - £6,618), which has been included and deferred accordingly in the accounts. At 31 December 2020 rent arrears amounted to £19,473 (2019 - £18,747).

Investment income is included on the basis of interest receivable in the year.

DR & MRS CHADWICK'S REGISTERED CHARITY
NOTES TO THE ACCOUNTS (CONTINUED)
AS AT 31 DECEMBER 2020

1.5 Resources expended

Liabilities are recognised as soon as an outflow of economic benefit is probable.

Governance costs include costs of the preparation and examination of statutory accounts, the costs of Trustees meetings and cost of any legal advice to trustees on governance or constitutional matters. All the governance costs have been included in Charitable Activities as a whole rather than be apportioned.

1.6 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts.

1.7 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs and are subsequently measured at fair value at each reporting date. Changes in fair value are recognized in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

1.8 Property

The properties are valued annually. Properties subject to a Protected Tenancy are stated at 60% of vacant market value. Properties subject to a Shorthold Tenancy are stated at 90% of vacant market value.

Properties are maintained primarily from current income. Extraordinary repairs and improvements are funded firstly from current income and where necessary from the Extraordinary Repair Fund. The properties are maintained at a high standard and have a useful life of at least 100 years. The properties are held at fair value at the reporting end date. Any surplus or deficit on revaluation is recognised in the Statement of Financial Activities.

1.9 Financial instruments

The Charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the Charity's balance sheet when the Charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the Charity's contractual obligations expire or are discharged or cancelled.

DR & MRS CHADWICK'S REGISTERED CHARITY
NOTES TO THE ACCOUNTS (CONTINUED)
AS AT 31 DECEMBER 2020

2 Investment income

	Total 2020	Total 2019
	£	£
Interest receivable	842	1,724

3 Income from charitable activities

	Total 2020	Total 2019
	£	£
Rents	509,118	495,036

4 Expenditure on charitable activities

	2020	2019
	£	£
Costs relating to charitable activities comprise:		
Legal and professional fees	7,799	11,221
Structural survey reports	-	575
Ground rent	158	162
Property valuation fee	300	300
Insurance	31,111	30,111
Unoccupied house expenses	265	1,140
Agent commission	63,553	61,615
Repair and maintenance (Unrestricted Fund)	105,478	184,867
Postage and stationery	399	178
Secretary's fee	8,994	8,916
Auditor's remuneration	3,354	3,330
Sundry expenses	192	105
Bank charges	10	17
	221,613	302,537

Governance costs includes payments to the auditors of £3,354 (2019 - £3,330) for audit fees and £0 (2019 - £0) for other services.

5 Donations payable

	2020	2019
	£	£
Donations to institutions:		
The Chadwick Educational Foundation	200,000	200,000

DR & MRS CHADWICK'S REGISTERED CHARITY
NOTES TO THE ACCOUNTS (CONTINUED)
AS AT 31 DECEMBER 2020

6 Trustees

None of the Trustees (or any persons connected with them) received any remuneration or benefits from the Charity during the year.

7 Employees / Key Personnel

RPS Housing Limited has been delegated by the Trustees to deal with the day to day management of the Charity.

8 Related parties

Canon Dr C Bracegirdle was elected to the Diocesan Board of Education with effect from 18 April 2018. He is a Trustee in his role of Vicar of The Parish Church of St Peter Bolton Le Moors.

All the Trustees of Dr & Mrs Chadwick's Registered Charity are also Co-optative Trustees of The Chadwick Educational Foundation, a grant making charity for the benefit of Bolton schools, school children and students. During the year Dr & Mrs Chadwick's Registered Charity donated £200,000 to Chadwick Educational Foundation.

9 Debtors

	2020	2019
	£	£
Prepayments and accrued income	13,258	12,916

10 Creditors

	2020	2019
	£	£
Trade creditors	-	-
Accruals and deferred income	29,408	35,616
	29,408	35,616

11 Fixed asset investments

	Designated Income Investments £
COIf Accumulation Shares	
Market value at 1 January 2020	131,632
Disposals at opening book value	-
Acquisitions at cost	-
Change in value in the year	12,883
Market value at 31 December 2020	144,515
Historical cost:	
At 31 December 2020	74,443
At 31 December 2019	74,443

The Charity's investments are held in the names of Mr P d'A Liptrott and Mr S G Wilson as nominees.

DR & MRS CHADWICK'S REGISTERED CHARITY
NOTES TO THE ACCOUNTS (CONTINUED)
AS AT 31 DECEMBER 2020

12 Cash at bank and in hand

	Unrestricted funds	Designated funds	Endowment funds	Total
	£	£	£	£
Royal Bank of Scotland Plc	265,360	-	-	265,360
Furness Building Society	202,368	-	-	202,368
Cash	8	-	-	8
	467,736	-	-	467,736

13 Tangible fixed assets
Freehold land & buildings

	Shorthold Tenancies Endowment Fund	Protected Tenancies Endowment Fund	Shorthold Tenancies Unrestricted Fund	Protected Tenancies Unrestricted Fund	Total
	£		£	£	£
At 1 January 2020	3,925,602	205,992	-	-	4,131,594
Additions	-	-	-	-	-
Revaluation	235,059	6,792	-	-	241,851
Transfers	68,664	(68,664)	-	-	-
At 31 December 2020	4,229,325	144,120	-	-	4,373,445
At 31 December 2019	3,925,602	205,992	-	-	4,131,594

Leasehold land & buildings

	Shorthold Tenancies Endowment Fund	Protected Tenancies Endowment Fund	Shorthold Tenancies Unrestricted Fund	Protected Tenancies Unrestricted Fund	Total
	£		£	£	£
At 1 January 2020	4,474,107	1,476,078	890,946	116,730	6,957,861
Additions	-	-	-	-	-
Revaluation	217,647	65,982	39,906	5,820	329,355
Transfers	-	-	-	-	-
At 31 December 2020	4,691,754	1,542,060	930,852	122,550	7,287,216
At 31 December 2019	4,474,107	1,476,078	890,946	116,730	6,957,861

DR & MRS CHADWICK'S REGISTERED CHARITY
NOTES TO THE ACCOUNTS (CONTINUED)
AS AT 31 DECEMBER 2020

The historical cost of the Endowment Fund properties at 31 December 2020 was £660,570 (2019 - £660,570). The historical cost of the Unrestricted Fund properties at 31 December 2020 was £660,441 (2019 - £660,441).

The properties were valued at their market values of £10,607,259 for the Endowment Fund properties and £1,053,402 for the Unrestricted Fund properties at 31 December 2020 by Messrs Joseph Jackson & Sons Chartered Surveyors giving a total value of £11,660,661. The valuations reflect the different types of tenancy and was 83.52% of the open market valuations.

At 31 December 2020, there were twenty-four Endowment Fund houses and two Unrestricted Fund houses occupied by tenants who enjoy protected tenancies (2019 – twenty-five Endowment, two Unrestricted).

After 6 May 1997, new tenants have been housed on shorthold tenancies. At 31 December 20 there were eighty-six Endowment Fund houses and eight Unrestricted Fund houses occupied by such tenants, (2019 – eighty-five Endowment, ten Unrestricted) and these houses have been valued at a percentage of open market value.

At 31 December 2020 there were no unoccupied Endowment houses and two Unrestricted houses which have been valued at a percentage of open market value (2019 – none Endowment, none Unrestricted).

The freehold endowment housing stock comprising 43 properties is registered at the Land Registry in the name of The Official Custodian of Charities on behalf of Dr & Mrs Chadwick's Charity.

The remaining 67 endowment properties and 12 unrestricted fund properties are leasehold and are also registered at the Land Registry in the name of The Official Custodian of Charities on behalf of Dr & Mrs Chadwick's Charity.

14 Analysis of net assets between funds

	Unrestricted funds	Designated funds	Endowment funds	Total
Fund balances at 31 December 2020 are represented by:	£	£	£	£
Tangible fixed assets	1,053,402	-	10,607,259	11,660,661
Investments	-	144,515	-	144,515
Current assets	480,994	-	-	480,994
Creditors: amounts falling due within one year	(29,408)	-	-	(29,408)
	<u>1,504,988</u>	<u>144,515</u>	<u>10,607,259</u>	<u>12,256,762</u>
Unrealised gains included above:				
On tangible fixed assets	392,961	-	9,946,689	10,339,650
On investments	-	70,072	-	70,072
	<u>392,961</u>	<u>70,072</u>	<u>9,946,689</u>	<u>10,409,722</u>
Reconciliation of movements in unrealised gains				
Unrealised gains at 1 January 2020	347,235	57,189	9,421,209	9,825,633
Net gains on revaluations in year	45,726	12,883	525,480	584,089
Unrealised gains at 31 December 2020	<u>392,961</u>	<u>70,072</u>	<u>9,946,689</u>	<u>10,409,722</u>

DR & MRS CHADWICK'S REGISTERED CHARITY
NOTES TO THE ACCOUNTS (CONTINUED)
AS AT 31 DECEMBER 2020

15 Movement in funds

Funds	Balance at 1 January 2020	Movement in funds				Balance at 31 December 2020
		Income	Expenditure	Revaluation	Transfers	
Endowment Fund	10,081,779	-	-	525,480	-	10,607,259
Designated Fund	131,632	-	-	12,883	-	144,515
Unrestricted Fund	1,370,915	509,960	(421,613)	45,726	-	1,504,988
Total Funds	11,584,326	509,960	(421,613)	584,089	-	12,256,762

16 Cash generated from operations

	2020	2019
	£	£
Net movement in funds	672,436	302,220
Deduct investment income	(842)	(1,724)
Deduct gains/add back losses on investments	(12,883)	(23,423)
Deduct revaluation of fixed assets	(571,206)	(284,574)
Movement in working capital:		
(Increase)/decrease in debtors	(342)	(317)
(Decrease)/increase in creditors	(6,208)	419
	<u>80,955</u>	<u>(7,399)</u>

DR & MRS CHADWICK'S REGISTERED CHARITY
NOTES TO THE ACCOUNTS (CONTINUED)
AS AT 31 DECEMBER 2020

17 Comparatives for 2019
Statement of Financial Activities

	Unrestricted Funds £	Designated Funds £	Endowment Funds £	Total 2019 £
Income and endowments from:				
Income from investments	1,724	-	-	1,724
Charitable activities	495,036	-	-	495,036
Total income	496,760	-	-	496,760
Expenditure on:				
Charitable activities	302,537	-	-	302,537
Donation	200,000	-	-	200,000
Total expenditure	502,537	-	-	502,537
Net income / expenditure	(5,777)	-	-	(5,777)
Realised Gains (Losses) on investments	-	-	-	-
Unrealised Gains (Losses) on investments	-	23,423	-	23,423
Revaluation of tangible fixed assets	19,755	-	264,819	284,574
Transfers between funds	-	-	-	-
Net movement in funds	13,978	23,423	264,819	302,220
Fund balances at 1 January 2019	1,356,937	108,209	9,816,960	11,282,106
Fund balances at 31 December 2019	1,370,915	131,632	10,081,779	11,584,326

Cash at bank and in hand

	Unrestricted funds £	Designated funds £	Endowment funds £	Total £
Royal Bank of Scotland Plc	184,199	-	-	184,199
Furness Building Society	201,732	-	-	201,732
Cash	8	-	-	8
	385,939	-	-	385,939

DR & MRS CHADWICK'S REGISTERED CHARITY
NOTES TO THE ACCOUNTS (CONTINUED)
AS AT 31 DECEMBER 2020

17 Comparatives for 2019 continued

Tangible fixed assets

Freehold land & buildings

	Shorthold Tenancies Endowment Fund	Protected Tenancies Endowment Fund	Shorthold Tenancies Unrestricted Fund	Protected Tenancies Unrestricted Fund	Total
Cost & valuation	£		£	£	£
At 1 January 2019	3,848,715	201,960	-	-	4,050,675
Additions	-	-	-	-	-
Revaluation	76,887	4,032	-	-	80,919
Transfers	-	-	-	-	-
At 31 December 2019	3,925,602	205,992	-	-	4,131,594
At 31 December 2018	3,848,715	201,960	-	-	4,050,675

Leasehold land & buildings

	Shorthold Tenancies Endowment Fund	Protected Tenancies Endowment Fund	Shorthold Tenancies Unrestricted Fund	Protected Tenancies Unrestricted Fund	Total
Cost & valuation	£		£	£	£
At 1 January 2019	4,184,474	1,581,811	873,477	114,444	6,754,206
Additions	-	-	-	-	-
Revaluation	154,993	28,907	17,469	2,286	203,655
Transfers	134,640	(134,640)	-	-	-
At 31 December 2019	4,474,107	1,476,078	890,946	116,730	6,957,861
At 31 December 2019	4,184,474	1,581,811	873,477	114,444	6,754,206

The historical cost of the Endowment Fund properties at 31 December 2019 is £660,570 (2018 - £660,570). The historical cost of the Unrestricted Fund properties at 31 December 2019 is £660,441 (2018 - £660,441).

The properties were valued at their market values of £10,081,779 for the Endowment Fund properties and £1,007,676 for the Unrestricted Fund properties at 31 December 2019 by Messrs Joseph Jackson & Sons Chartered Surveyors. The valuations reflect the different types of tenancy and was 83.25% of the open market valuations

DR & MRS CHADWICK'S REGISTERED CHARITY
NOTES TO THE ACCOUNTS (CONTINUED)
AS AT 31 DECEMBER 2020

17 Comparatives for 2019 continued
Analysis of net assets between funds

	Unrestricted funds	Designated funds	Endowment funds	Total
	£	£	£	£
Fund balances at 31 December 2019 are represented by:				
Tangible fixed assets	1,007,676	-	10,081,779	11,089,455
Investments	-	131,632	-	131,632
Current assets	398,855	-	-	398,855
Creditors: amounts falling due within one year	(35,616)	-	-	(35,616)
	<u>1,370,915</u>	<u>131,632</u>	<u>10,081,779</u>	<u>11,584,326</u>
Unrealised gains included above:				
On tangible fixed assets	347,235	-	9,421,209	9,768,444
On investments	-	57,189	-	57,189
	<u>347,235</u>	<u>57,189</u>	<u>9,421,209</u>	<u>9,825,633</u>
Reconciliation of movements in unrealised gains				
Unrealised gains at 1 January 2019	327,480	33,766	9,156,390	9,517,636
Net gains on revaluations in year	19,755	23,423	264,819	307,997
Unrealised gains at 31 December 2019	<u>347,235</u>	<u>57,189</u>	<u>9,421,209</u>	<u>9,825,633</u>

Movement in funds

Funds	Balance at 1 January 2019	Movement in funds				Balance at 31 December 2019
		Income	Expenditure	Revaluation	Transfers	
Endowment Fund	9,816,960	-	-	264,819	-	10,081,779
Designated Fund	108,209	-	-	23,423	-	131,632
Unrestricted Fund	1,356,937	496,760	(502,537)	19,755	-	1,370,915
Total Funds	<u>11,282,106</u>	<u>496,760</u>	<u>(502,537)</u>	<u>307,997</u>	<u>-</u>	<u>11,584,326</u>

DR & MRS CHADWICK'S REGISTERED CHARITY
NOTES TO THE ACCOUNTS (CONTINUED)
AS AT 31 DECEMBER 2020

17 Comparatives for 2019 continued
Statement of Cash Flows

	Notes	2019 £	£
Cash flows from operating activities			
Cash generated from operations			(7,399)
Investing activities			
Proceeds from sale of investment		-	
Purchase of investments		-	
Investment interest received		1,724	
Net cash (used in)/ generated from investing activities			1,724
Net increase/(decrease) in cash and cash equivalents			(5,675)
Cash and cash equivalent brought forward			391,614
Cash and cash equivalent carried forward			385,939

Cash generated from operations

	2019 £
Net movement in funds	302,220
Deduct investment income	(1,724)
Deduct gains/add back losses on investments	(23,423)
Deduct revaluation of fixed assets	(284,574)
Movement in working capital:	
(Increase)/decrease in debtors	(317)
(Decrease)/increase in creditors	419
	(7,399)