

THE DAY HOUSE TRUST

REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30TH JUNE 2021

Charity number 269447

THE DAY HOUSE TRUST

REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30TH JUNE 2021

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THE DAY HOUSE TRUST

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF THE DAY HOUSE TRUST

I report to the trustees on my examination of the accounts of the above charity ('the Trust') for the year ended 30 June 2021 set out on pages 2 to 7.

Responsibilities and basis of report

As the charity's trustees, 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 the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

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

- ☐ the accounting records were not kept in accordance with section 130 of the Act; or
- ☐ the accounts did not accord with the accounting records; or
- ☐ the accounts did 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 order to enable a proper understanding of the accounts to be reached.

Date 21st February 2022
Ross-on-Wye

Peter J C Metcalfe
Chartered Accountant

THE DAY HOUSE TRUST

No. 269447

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30TH JUNE 2021

The trustees present their annual report and accounts for the year ended 30th June 2021.

Reference and administration details

Governing document

Day House Trust is constituted as a charitable trust registered with the Charity Commission under charity number 269447. It is governed by a principal deed of trust dated 12th May 1971 and supplemental deed dated 1st April 1974.

Administrative Office: Ross Farm
Woodside
Woolaston
Lydney
GL15 6PB

Board of Trustees:	I.D. Roberts	- Chairman
	R. Bounds	- Secretary
	J.Bounds	- Treasurer
	K. Bounds	
	C. Marshall	
	S.H.Cracknell	
	A.H. Samuel	
	L Toomer	
	G Agyeman	

Independent Examiner: P.J.C. Metcalfe FCA
Hildersley Cottage
Ross-on-Wye
Herefordshire
HR9 7NJ

Bankers: Co-operative Bank
1 Balloon Street
Manchester
M60 4EP

Fund Managers: Investec
Festival House
Jessop Avenue
Cheltenham
Glos
GL50 3SH

Organisational structure

The charity trustees are responsible for the general conduct and management of the charity. The trustees give their time freely and receive no remuneration or other financial benefits.

The trustees meet together twice yearly following receipt of the investment reports for December and June, when they review the fund and level of income and make grants in accordance with the trust deed.

THE DAY HOUSE TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30TH JUNE 2021 - continued

Recruitment and appointment of trustees

New trustees are recruited when necessary and signify in writing their acceptance of the basis of belief and all trustees must sign every three years. New trustees are given a copy of the trust deed and Charity Commission guidance to trustees when invited to join the trust.

Risk management

The trust does not operate in the public domain and it is therefore considered that there are no risks with regard to the general public. The endowment fund is managed on a discretionary basis by professional fund managers and the fund's performance reviewed at each meeting of the trustees.

Aims and objectives

The objects and aims of the charity are to further the Christian Gospel by grant aiding organisations and individuals engaged in Christian work in the UK and abroad. Grants are not generally made for capital work and consistent support of work is important, particularly where insufficient local funds are available.

Grant making policy

The trustees consider all requests for financial help and, provided the request is for the furtherance of the beliefs set out in the charity's trust deed, will, if possible, give financial help.

If any of the trustees have personal involvement with those receiving or applying for grants they make their interest known and are therefore not part of the decision making body.

Reserve policy

The costs of managing the investments in the endowment fund are borne by that fund, and the only expenditure out of the unrestricted fund is donations, the amount of which is directly related to the income received from the endowment, and bank charges. The trustees therefore consider it unnecessary to retain cash reserves beyond a level to maintain a prudent level of liquidity, set at a minimum of £15,000.

Financial review

	Total funds £
Total income for year	28,626
Total grants for year (38 grants to 20 beneficiaries)	40,000
Other expenses	10,406
Net gains on investments	115,536
Net increase in total funds	<u>93,756</u>

Principal fund source

No funds are generated apart from the original endowment and no appeals are made to the general public.

Investment policy

The investment policy is to generate as much income as possible while maintaining the overall value of the fund in line with inflation. The fund is managed by professional advisors.

Public benefit

Funds are provided to organisations and individuals so that members of the public may be made aware of the Christian message and its implications and benefits.

Approved by the trustees and signed on behalf of the trust by:

I.D. Roberts - Chairman

THE DAY HOUSE TRUST

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 30TH JUNE 2021

	Unrest- ricted Fund	2021 Endow- ment Fund	Total	Unrest- ricted Fund	2020 Endow- ment Fund	Total
	£	£	£	£	£	£
Incoming resources (Note 3)						
Income from:						
Investments	28,626		28,626	34,486		34,486
Total	28,626		28,626	34,486		34,486
Resources expended (Note 4)						
Expenditure on:						
Charitable activities	40,000		40,000	39,200		39,200
Bank charges	55		55	75		75
Raising funds		10,351	10,351		9,571	9,571
Total	40,055	10,351	50,406	39,275	9,571	48,846
Net Income/(expenditure) before investment gains/(losses)	(11,429)	(10,351)	(21,780)	(4,789)	(9,571)	(14,360)
Net gains/(losses) on investments		115,536	115,536		(86,736)	(86,736)
Net income /(expenditure)						
Net movement in funds	(11,429)	105,185	93,756	(4,789)	(96,307)	(101,096)
Reconciliation of funds						
Total Funds brought forward	15,554	988,031	1,003,585	20,343	1,084,339	1,104,681
Total Funds carried forward	4,125	1,093,216	1,097,341	15,554	988,031	1,003,585

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BALANCE SHEET - 30TH JUNE 2021

	2021	2020
	£	£
Fixed Assets		
Investments (Note 5)	1,070,222	905,467
<i>Total fixed assets</i>	<u>1,070,222</u>	<u>905,467</u>
Current Assets		
Debtors (Note 6)	127	236
Cash at bank and in hand	29,565	99,932
<i>Total current assets</i>	<u>29,692</u>	<u>100,168</u>
Creditors: amounts falling due within one year (Note 7)	<u>2,573</u>	<u>2,050</u>
Net current assets	<u>27,119</u>	<u>98,118</u>
Total assets less current liabilities	<u><u>1,097,341</u></u>	<u><u>1,003,585</u></u>
 FUNDS		
Unrestricted fund	4,125	15,554
Endowment fund	<u>1,093,216</u>	<u>988,031</u>
<i>Total funds</i>	<u><u>1,097,341</u></u>	<u><u>1,003,585</u></u>

Signed on behalf of the trustees by

Ian Roberts
Chairman

Roz Bounds
Secretary

THE DAY HOUSE TRUST

NOTES TO THE ACCOUNTS

1 Basis of preparation

1.1 These accounts have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts, and in accordance with the Statement of Recommended Practice: Accounting and recording by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014, and with the Charities Act 2011. The charity is a public benefit entity as defined by FRS 102.

2 Accounting policies

2.1 Income

Investment income is recognised in the accounts in the year in which it is receivable.

Investment gains and losses includes any realised or unrealised gains or losses on the sale of investments, and any gain or loss resulting from revaluing investments to market value at the end of the year.

2.2 Expenditure and liabilities

Expenditure is included on an accruals basis.

Creditors are measured at settlement amounts.

2.3 Assets

Fixed asset investments in quoted shares, traded bonds and similar investments are valued initially at cost and subsequently at fair value (their market value) at the year end. The Statement of Financial Activities includes the net gains and losses arising on disposals and revaluations in the year.

Debtors are measured at the cash or other consideration expected to be received.

3 Analysis of income

	Unrestricted fund £	Endowment fund £	Total funds £	Prior year funds £
3.1 Income from investments	<u>28,626</u>		<u>28,626</u>	<u>34486</u>

4 Analysis of expenditure

	Unrestricted fund £	Endowment fund £	Total funds £	Prior year funds £
4.1 Expenditure on raising funds				
Portfolio management costs		<u>10,351</u>	<u>10,351</u>	<u>9,571</u>
4.2 Expenditure on charitable activities				
Grants to:				
Christian organisations	14400		14400	14400
Christian missionaries working abroad	19900		19900	17600
Christian workers in the UK	<u>5700</u>		<u>5700</u>	<u>7200</u>
	<u>40000</u>	<u>10,351</u>	<u>40000</u>	<u>39200</u>

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NOTES TO THE ACCOUNTS- continued

5	Investment assets	Listed investments	
		2021 £	Prior year £
	Carrying (fair) value at beginning of year	905,467	1,052,914
	Additions during the period	89,139	91,637
	Less disposals at carrying value	-44,633	-152,348
	Add net gain on revaluation	121,022	-86,736
	Carrying (fair) value at end of year	<u>1,070,995</u>	<u>905,467</u>
6	Analysis of debtors	2021 £	Prior year £
		127	236
	Accrued income	<u>127</u>	<u>236</u>
7	Creditors and accruals	2021 £	Prior year £
	<i>Amounts falling due within one year</i>		
	Trade creditors	<u>2,573</u>	<u>2,050</u>

8 Trustees remuneration and benefits

None of the trustees has been paid any remuneration or received any other benefits from an employment with the charity or any related entity.

No trustee expenses have been incurred and no trustees have been reimbursed for expenses.

9 Post balance sheet event

While the covid-19 pandemic severely impacted on global economies and stock markets and consequently the value of the trust's investments, the aggregate value of the fund had recovered to £1,155,316 as at 31 December 2021, compared to £1,104,681 (including cash) at 30th June 2019 before the pandemic struck. However, the level of income has not fully recovered. The investment managers currently forecast an annual income of £32,592 which compares with the £39,051 in the year to 30th June 2019 and grants of £40,000 in the year under review. This will inform the level of giving going forward.