

Charity registration number 288402

Company registration number 01743492 (England and Wales)

THE GORDON CARLING FOUNDATION
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

THE GORDON CARLING FOUNDATION

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr C Voisey Mrs A Widger Mrs B Gill Ms L Ellis Mr R A Bishop
Charity number	288402
Company number	01743492
Registered office	30 Fore Street Totnes Devon TQ9 5RP
Auditor	Darnells Audit Limited Quay House Quay Road Newton Abbot Devon TQ12 2BU
Bankers	Lloyds TSB 65/67 Fore Street Kingsbridge Devon TQ7 1PN
Solicitors	Beers 29 Fore Street Kingsbridge Devon TQ7 1AA

THE GORDON CARLING FOUNDATION

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THE GORDON CARLING FOUNDATION

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2022

The Trustees present their annual report, together with the accounts and independent auditors report of the charitable company for the year ended 31 March 2022.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the Charity's Memorandum & Articles of Association dated 29 July 1983 and amended on 14 April 2003, 20 September 2004, 15 June 2009 and 17 July 2018, the Companies Act 2006 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).

Objectives and activities

Objectives and aims

The objects of the Charity are to ensure that people with a Learning Disability living in South Devon have the opportunity to enjoy the widest possible independence and quality of life. This is enabled by providing safe and secure housing for their residents, who are adults with learning difficulties, in South Devon.

The aim is to enable residents and others who are supported to live as fulfilling lives as possible. This is done by offering appropriate financial support to those in difficulties and by encouraging the provision of activities and educational opportunities to the residents and to all other persons with learning difficulties resident in South Devon.

Public benefit

The Trustees have complied with their duty to have due regards to the guidance on public benefit published by The Charity Commission. The Charity fulfils its duties via the provision of housing support and financial support to adults with learning difficulties in South Devon. They review public benefits as part of their aims and objectives and planning future objectives.

They actively maintain a programme of maintenance of all the properties to ensure they meet the individual needs of tenants and work tirelessly to promote social aspect for all those individuals and families that they support.

The Charity has a policy for the allocation of grants to residents and they may apply to the Secretary at any time for financial assistance. The Charity has provided financial support to the Gateway Club for many years but the Club have been unable to attract volunteers to arrange social activities for our residents and other adults with learning difficulties in the area and have had to cease its social support for all its members. The Gordon Carling Foundation will consider trying to arrange social events in the future but until the outcome of negotiations with Golden Lane Housing as explained below are concluded we will be unable to commit arranging social activities in the near future.

Achievements and performance

During the year the Charity provided accommodation for 24 residents in 18 properties, including 6 units at Carling Court and 4 at Alta Vista all of which are owned by the Charity.

The Trustees continue to ensure that all the needs and requirements of the residents are met as soon as the Charity is able to carry them out.

The care of residents is provided by Newkey and other providers and The Gordon Carling Foundation will continue to work closely with them to ensure that the needs of our vulnerable residents are fully met.

THE GORDON CARLING FOUNDATION

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

Financial review

There was a surplus of income over expenditure for the year of £216,635 (2021: £71,339).

The year saw the substantial increase in net income due mainly to the sale of 16 Hillside and the Charity was then able to purchase a flat in Newton Abbot in 2022/23 for letting to one of our former residents. The surplus was also helped by the reduction of property voids which in 2021 amounted to £33,000 and that figure was reduced to £5,000 in 2022. Maintenance costs were also more in line with expectations after very high spending in the years 2019 to 2021 caused by subsidence repairs at Hill View.

The Charity does not carry out fundraising activities.

Reserves Policy

The Trustees have established a policy whereby the unrestricted funds not committed or invested in tangible fixed assets ('the free reserves') held by the Charity should represent 3 months' charitable expenditure.

At this level, the management Committee feel that they would be able to continue the current activities of the Charity in the event of a significant drop in funding. The majority of funding comes from rental of various properties, and the Trustees feel that the risk that all income ceased would be unlikely and therefore is able to service its liabilities and the level of reserves is sufficient to enable continuation of the charitable activities.

The free reserves of the Charity at 31 March 2022 were £370,958 (2021: £211,453) which is well above the level of approximately £49,000 under the policy. The Trustees anticipate further significant expenditure on the properties (including further remedial work on Hill View) which will reduce the reserves to the stated level.

In addition, there is always a threat that Central and Local Government will be looking for opportunities to reduce their spending and the Trustees are aware that they need to protect the level of reserves currently held, without reducing budgeted costs.

Plans for future periods

The Charity still remains in a very strong financial position and that continues in 2022/23. The role of the Charity, however, may have to change over the course of the next year. As referred to in last year's Report, the Trustees are in contact with Golden Lane Housing to lease our properties to them on an initial five year period. The Charity is, however, facing difficulties in continuing to operate with the loss of two Trustees during the last year, the lack of volunteers to replace them and the ages of the remaining five Trustees. In discussions with Golden Lane Housing the Trustees have decided to change the decision to lease and instead transfer all our properties to them. Many of our residents, their families and advocates have already had contact with Golden Lane Housing and it is hoped to complete the transfer in the coming months and into next year. The Trustees thought long and hard about the transfer but Golden Lane Housing is a major provider of housing in the country for people with learning difficulties, are a safe pair of hands and will ensure the long term security for all of our residents. The Gordon Carling Foundation is hoping to continue as a Charity to support all our present residents and others in the area with learning difficulties. To continue it will mean that we will need to change our constitution as we will not be providing accommodation for people with learning difficulties and we will need advice on how to continue in the future. All the transfer negotiations by the solicitors of the Charity and Golden Lane Housing are being carried out within the Terms and Conditions of The Charity Commission to ensure the transfer is legal and in the best interests of our residents. This transfer is a major decision but the Trustees are agreed that they feel this is in the best interests of all our present residents.

Until the properties of the Charity are transferred, it is the intention of the Trustees to:

- a) Continue to ensure that all our properties are maintained to a high standard;
- b) Ensure a good working relationship with the local housing authority, Newkey and Golden Lane Housing to ensure that any changes in funding are managed to avoid a detrimental knock on effect of the Charity;
- c) To review potential purchases of property if the circumstances allow.

THE GORDON CARLING FOUNDATION

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

Structure, governance and management

Constitution

The Charity is a company limited by guarantee. The charitable company's Memorandum and Articles of Association from its incorporation on 29 July 1983 as amended by the special resolutions dated 14 April 2003, 20 September 2004, 15 June 2009 and 17 July 2018 are the primary governing documents of the Charity. The company registration number is 01743492. In the event of the charitable company being wound up every member of the company undertakes to contribute such amount as may be required (not exceeding £1) to the company's assets.

The Governing Document was also updated on 8 December 2005 following the change of name from South Hams Society for the Mentally Handicapped after disaffiliation from Mencap. It has also been updated and re-written in accordance with the recommendations and approval of the Charity Commission, by Special Resolution, by the members at the Annual General Meeting 20 July 2009.

The Trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Mr C Voisey	
Mrs A Widger	
Mrs A S Bishop	(Resigned 31 July 2022)
Mrs B Gill	
Ms L Ellis	
Mr R A Bishop	
Dr K Porkess	(Resigned 4 October 2022)

Recruitment and appointment of new Trustees

The members carry out the election of the officers and committee members at the Annual General Meeting. Nominations are made in writing and delivered to the secretary. Each nomination must be proposed and seconded by a voting member of the Association and accompanied by the written consent of the nominee. New Trustees are inducted into the workings of the Charity through a carefully organised induction programme and once appointed during meetings held on a regular basis. All Trustees have attended appropriate training organised locally.

Organisational structure

Full responsibility for the running of the Charity is vested in Trustees who by reason of the incorporation of the Charity are also directors of the Company. The Company is limited by guarantee and does not have share capital. The Memorandum of Association precludes the Trustees/Directors from receiving any remuneration or benefits.

The Trustees met for business meetings six times in the year.

Risk management

The Trustees have a duty to identify and review the risks to which the Charity is exposed to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

The Trustees have conducted their own review of the major risks to which the Charity is exposed and systems have been established to mitigate those risks. Internal risks are minimised by the implementation of procedures for the authorisation of all transactions and to ensure consistent quality of delivery for all operational aspects of the Charity. These procedures are periodically reviewed to ensure that they still meet the needs of the Charity.

THE GORDON CARLING FOUNDATION

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

The key controls used by the Charity include:

- Formal agendas for all Committee and Board meetings;
- Comprehensive strategic planning, budgeting and management accounting;
- Established organisational structure and lines of reporting;
- Clear authorisation and approval levels.

The Trustees recognise that systems can only provide reasonable but not absolute assurance that major risks have been adequately managed.

The Trustees are aware of uncertainties in relation to Government funding continuing to be available for the type of accommodation provided. The Trustees monitor Government policy and announcements for potential changes and are in a position to respond if necessary.

Auditor

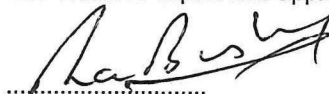
A resolution proposing that Darnells Audit Limited be reappointed as auditors of the company for 2023 will be put to the members at the Annual General Meeting.

Disclosure of information to auditor

The Directors have confirmed that there is no information of which they are aware which is relevant to the audit but which the Charity's auditor are unaware. Additionally, the Directors/Trustees have taken all the necessary steps that they ought to have taken as Directors/Trustees in order to make themselves aware of all relevant audit information and to establish that the Charity's auditor are aware of that information.

This report has been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006.

The Trustees' report was approved by the Board of Trustees, as company directors and signed on its behalf by:



.....
Mr R A Bishop

Trustee

Dated: 13/12/2022

THE GORDON CARLING FOUNDATION

STATEMENT OF TRUSTEES' RESPONSIBILITIES FOR THE YEAR ENDED 31 MARCH 2022

The Trustees, who are also the directors of The Gordon Carling Foundation for the purpose of company law, are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company Law 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 charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

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 judgements and estimates that are reasonable and prudent;
- state whether applicable UK 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 charitable company will continue in operation.

The Trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

THE GORDON CARLING FOUNDATION

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBER OF THE GORDON CARLING FOUNDATION

Opinion

We have audited the financial statements of The Gordon Carling Foundation (the 'charitable company') for the year ended 31 March 2022 which comprise the statement of financial activities, the balance sheet and notes to the financial statements, including 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 charitable company's affairs as at 31 March 2022 and of its incoming resources and application of resources, including its income and expenditure, 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 Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the charitable company 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 charitable 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 the 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.

THE GORDON CARLING FOUNDATION

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBER OF THE GORDON CARLING FOUNDATION

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of our audit:

- the information given in the Trustees' report for the financial year for which the financial statements are prepared, which includes the directors' report prepared for the purposes of company law, is consistent with the financial statements; and
- the directors' report included within the Trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report included within the Trustees' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 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; or
- the Trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Trustees' report and from the requirement to prepare a strategic report.

Responsibilities of Trustees

As explained more fully in the statement of Trustees' responsibilities, the Trustees, who are also the directors of the charitable company for the purpose of company law, 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 charitable company'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 charitable company 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. The risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery, misrepresentation or through collusion. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

THE GORDON CARLING FOUNDATION

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBER OF THE GORDON CARLING FOUNDATION

However, the primary responsibility for the prevention and detection of fraud rests with those charged with governance of the company and management.

We obtained an understanding of the legal and regulatory frameworks that are applicable to the company, and determined the most significant are the Landlord and Tenant Act 1985, the Landlord and Tenant Act 1987 and the Housing Act 2004 (as well as 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 (FRS102) (effective 1 January 2019), the Companies Act 2006 and relevant tax compliance regulations in the UK).

We assessed the susceptibility of the company's financial statements to material misstatement, including how fraud might occur, by considering the controls that the company has established to both address risks identified by management and to prevent, deter and detect fraud. No particular areas were identified during the audit as being susceptible to material misstatement due to fraud.

We evaluated the conditions in the context of incentives and/or pressure to commit fraud, considering the opportunity to commit fraud and the potential rationalisation of the fraudulent act.

Based on this understanding, we designed our audit procedures to detect material misstatements in respect of irregularities, including fraud, and to identify non-compliance with the laws and regulations above, as follows:

- Enquiry of management and those charged with governance around actual and potential litigation and claims.
- Enquiry of management in compliance functions to identify any instances of non-compliance with laws and regulations.
- Reviewing compliance with letting laws and regulations.
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations.
- Auditing the risk of management override of controls, including through testing journal entries and other adjustments for appropriateness, and evaluating the business rationale of significant transactions outside the normal course of business.

We corroborated our enquiries through inspection of supporting documentation and records, as well as reviewing correspondence with regulatory bodies where available.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

THE GORDON CARLING FOUNDATION

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBER OF THE GORDON CARLING FOUNDATION

Use of our report

This report is made solely to the charitable company's members as a body in accordance with section 391 of the Companies Act 2014. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to the members 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 charitable company and the charitable company's members for our audit work, for this report, or for the opinions we have formed.



Paul Beard (Senior Statutory Auditor)
for and on behalf of Darnells Audit Limited

Chartered Accountants
Statutory Auditor

14th December 2022

Quay House
Quay Road
Newton Abbot
Devon
TQ12 2BU

THE GORDON CARLING FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 MARCH 2022

	Notes	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
Income from:							
Charitable activities	2	243,337	-	243,337	258,573	-	258,573
Investments	3	-	-	-	19	-	19
Other income	4	141,459	-	141,459	7,169	-	7,169
Total income		384,796	-	384,796	265,761	-	265,761
Expenditure on:							
Charitable activities	5	168,161	-	168,161	194,422	-	194,422
Net income for the year/ Net movement in funds		216,635	-	216,635	71,339	-	71,339
Fund balances at 1 April 2021		2,790,730	35,530	2,826,260	2,719,391	35,530	2,754,921
Fund balances at 31 March 2022		3,007,365	35,530	3,042,895	2,790,730	35,530	2,826,260

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

THE GORDON CARLING FOUNDATION


BALANCE SHEET

AS AT 31 MARCH 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Tangible assets	9		3,056,041		3,428,005
Current assets					
Debtors	10	5,154		17,292	
Cash at bank and in hand		410,848		258,668	
		<u>416,002</u>		<u>275,960</u>	
Creditors: amounts falling due within one year	12	<u>(29,089)</u>		<u>(66,897)</u>	
Net current assets			386,913		209,063
Total assets less current liabilities			3,442,954		3,637,068
Creditors: amounts falling due after more than one year	13		(400,059)		(810,808)
Net assets			<u>3,042,895</u>		<u>2,826,260</u>
Income funds					
Restricted funds	14		35,530		35,530
Unrestricted funds			3,007,365		2,790,730
			<u>3,042,895</u>		<u>2,826,260</u>

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Trustees on 13/12/2022



Mr R A Bishop
Trustee

Company Registration No. 01743492

THE GORDON CARLING FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

Charity information

The Gordon Carling Foundation is a private company limited by guarantee incorporated in England and Wales. The registered office is 30 Fore Street, Totnes, Devon, TQ9 5RP.

1.1 Accounting convention

The financial statements of the Charity have been prepared in accordance with the Charity's Memorandum and Articles of Association, the Companies Act 2006 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 charitable company is a Public Benefit Entity as defined by FRS 102.

The Charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

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

The accounts have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, 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.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

1.4 Income

Income is recognised when the Charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the Charity has been notified of the donation, unless performance conditions require deferral of the amount.

Turnover is measured at the fair value of the consideration received or receivable and represents amounts receivable for goods and services provided in the normal course of business net of discounts.

Rent is received on a monthly basis and is recognised when due.

THE GORDON CARLING FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

(Continued)

1.5 Expenditure

Liabilities are recognised as resources expended once there is a legal or constructive obligation to a third party, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the obligation can be measured reliably. All expenditure is accounted for on the accruals basis and includes irrecoverable VAT. Expenditure is allocated to categories either on a direct or a usage basis.

Expenditure attributable to meeting the aims and objectives, including the support costs, is included in charitable activities.

Governance costs comprise all costs involving the public accountability of the Charity and its compliance with regulation and good practice. These costs include the costs related to the audit of the accounts.

Overhead costs incurred wholly or mainly in support of expenditure on the objects of the Charity and being an integral part of the costs of carrying out those activities, are separately analysed within Charitable Expenditure in the Statement of Financial Activities as appropriate.

1.6 Tangible fixed assets

Tangible fixed assets costing £500 or more are capitalised and are carried at historic cost, net of depreciation and any provision for impairment.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	1% on cost of buildings
Leasehold land and buildings	straight line over period of lease
Plant and equipment	10% on cost
Fixtures and fittings	20% on cost

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

The basis for the depreciation of fixtures and fittings was increased from 10% on cost to 20% on cost at 1 April 2021. This has resulted in an additional depreciation charge for the year of £16,053.

1.7 Impairment of fixed assets

A review for impairment of a fixed asset is carried out if events or changes in circumstances indicate that the carrying value of any fixed asset may not be recoverable. Shortfalls between the carrying value of fixed assets and their recoverable amounts are recognised as impairments. Impairment losses are recognised in the statement of financial activities.

1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.9 Financial instruments

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

THE GORDON CARLING FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

(Continued)

Basic financial assets

Basic financial assets, which include trade and other receivables 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.

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the assets expire or are settled or when the Charity transfers the financial assets and substantially all the risks and rewards of ownership to another entity.

Basic financial liabilities

Basic financial liabilities, including trade and other payables, 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. Debt instruments are subsequently carried at amortised cost, using the effective interest rate method. Financial liabilities classified as payable within one year are not amortised.

Trade payables 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 payables 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.

1.10 Leases

Rentals payable under operating leases, including any lease incentives received, are charged to income on a straight line basis over the term of the relevant lease.

2 Charitable activities

	Unrestricted funds	Unrestricted funds
	Provision of safe & secure residential housing 2022 £	Provision of safe & secure residential housing 2021 £
Rental income	243,337	258,573

THE GORDON CARLING FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

3 Investments

	Total	Unrestricted funds
	2022	2021
	£	£
Bank interest receivable	-	19

4 Other income

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Net gain on disposal of 16 Hillside Drive	133,952	-
Feed in tariff	7,507	7,169
	<u>141,459</u>	<u>7,169</u>

5 Charitable expenditure

Advancement of safe and secure residential housing for adults with learning difficulties

	2022	2021
	£	£
Depreciation and impairment	43,520	25,421
Repairs and maintenance	49,397	98,935
Insurance	9,431	8,856
Garden expenses	6,730	6,415
Council tax	600	1,409
Service charges and ground rent	1,855	1,099
Bank loan interest	48,888	42,835
Utilities	667	1,089
	<u>161,088</u>	<u>186,059</u>
Share of support costs (see note 6)	546	1,959
Share of governance costs (see note 6)	6,527	6,404
	<u>168,161</u>	<u>194,422</u>

THE GORDON CARLING FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

6 Support costs

	Support costs	Governance costs	2022	Support costs	Governance costs	2021
	£	£	£	£	£	£
Bank charges	184	-	184	197	-	197
Sundries	362	-	362	262	-	262
Donations	-	-	-	1,500	-	1,500
Auditor's fees - external scrutiny	-	3,300	3,300	-	3,300	3,300
Auditor's fees - other services	-	3,175	3,175	-	2,954	2,954
Trustee travel and expenses	-	52	52	-	150	150
	<u>546</u>	<u>6,527</u>	<u>7,073</u>	<u>1,959</u>	<u>6,404</u>	<u>8,363</u>
Analysed between Charitable activities	<u>546</u>	<u>6,527</u>	<u>7,073</u>	<u>1,959</u>	<u>6,404</u>	<u>8,363</u>

Governance costs includes payments to the auditors of £3,300 (2021- £3,300) for audit fees and £3,175 (2021: £2,954) for other services.

7 Trustees

None of the Trustees (or any persons connected with them) received any remuneration during the year. (2021: Nil).

One Trustee was reimbursed a total of £52 for travelling and sundry expenses (2021: one Trustee was reimbursed £150).

8 Employees

The Charity had no employees during the year (2021: none).

THE GORDON CARLING FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

9 Tangible fixed assets

	Freehold land and buildings	Leasehold land and buildings	Plant and equipment	Fixtures and fittings	Total
	£	£	£	£	£
Cost					
At 1 April 2021	3,045,551	488,242	53,482	141,258	3,728,533
Additions	-	-	-	1,101	1,101
Disposals	(343,275)	-	-	(84,936)	(428,211)
At 31 March 2022	2,702,276	488,242	53,482	57,423	3,301,423
Depreciation and impairment					
At 1 April 2021	117,598	28,458	48,132	106,340	300,528
Depreciation charged in the year	9,008	2,619	5,346	9,583	26,556
Eliminated in respect of disposals	(13,730)	-	-	(67,972)	(81,702)
At 31 March 2022	112,876	31,077	53,478	47,951	245,382
Carrying amount					
At 31 March 2022	2,589,400	457,165	4	9,472	3,056,041
At 31 March 2021	2,927,953	459,784	5,350	34,918	3,428,005

Land and buildings with a net book value of £2,052,515 (2021: £2,390,223) have been pledged as security for bank loans.

10 Debtors

	2022 £	2021 £
Amounts falling due within one year:		
Trade debtors	338	20
Prepayments and accrued income	4,816	17,272
	5,154	17,292

THE GORDON CARLING FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

11 Loans and overdrafts

	2022 £	2021 £
Bank loans	419,634	848,728
Payable within one year	19,575	37,920
Payable after one year	400,059	810,808
Amounts included above which fall due after five years:		
Payable by instalments	311,153	638,779

The bank loans are secured by a fixed and floating charge over the freehold properties 21 Northville Park, Alta Vista, 1 Saffron Park and Dovedale and the leasehold properties 9 Albion Gardens and Britannia House. The bank loans are further secured by an unlimited debenture incorporating a fixed and floating charge.

12 Creditors: amounts falling due within one year

	Notes	2022 £	2021 £
Bank loans	11	19,575	37,920
Trade creditors		5,084	3,334
Accruals and deferred income		4,430	25,643
		29,089	66,897

13 Creditors: amounts falling due after more than one year

	Notes	2022 £	2021 £
Bank loans	11	400,059	810,808

14 Restricted funds

The income funds of the Charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Balance at 1 April 2020 £	Movement in funds Incoming resources £	Balance at 1 April 2021 £	Movement in funds Incoming resources £	Balance at 31 March 2022 £
Restricted legacy	35,530	-	35,530	-	35,530

The restricted legacy arises from funds received and specified to be used in the Totnes area.

THE GORDON CARLING FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

15 Analysis of net assets between funds

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2022	2022	2022	2021	2021	2021
	£	£	£	£	£	£
Fund balances at 31 March 2022 are represented by:						
Tangible assets	3,056,041	-	3,056,041	3,428,005	-	3,428,005
Current assets/(liabilities)	351,383	35,530	386,913	173,533	35,530	209,063
Long term liabilities	(400,059)	-	(400,059)	(810,808)	-	(810,808)
	<u>3,007,365</u>	<u>35,530</u>	<u>3,042,895</u>	<u>2,790,730</u>	<u>35,530</u>	<u>2,826,260</u>

16 Events after the reporting date

Since the year end a further leasehold property was purchased at a cost of £156,627.

17 Related party transactions

No related party transactions requiring disclosure arose in the year. In the previous year a property was let to Miss S Bishop, daughter of the Trustees Mr R A Bishop and Mrs A S Bishop, under normal tenancy terms. Rent of £9,380 was payable until the property lease was transferred to Golden Lane Housing (an unconnected charity with similar objects).

THE GORDON CARLING FOUNDATION
MANAGEMENT INFORMATION
FOR THE YEAR ENDED 31 MARCH 2022

THE GORDON CARLING FOUNDATION

DETAILED INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 MARCH 2022

	2022	2021
£	£	£
Income from:		
Charitable activities		
Rental income	243,337	258,573
Investment income		
Bank interest receivable	-	19
Other income		
Gain on disposal of 16 Hillside Drive	133,952	-
Feed in tariff	7,507	7,169
Total income	384,796	265,761
Resources expended:		
Charitable activities		
Provision of safe & secure residential housing		
Freehold and leasehold property depreciation	11,627	12,256
Plant and machinery depreciation	5,346	5,864
Fixtures and fittings depreciation	26,547	7,301
Repairs and maintenance	49,397	98,935
Insurance	9,431	8,856
Garden expenses	6,730	6,415
Council tax	600	1,409
Service charges and ground rents	1,855	1,099
Bank loan interest	48,888	42,835
Utilities	667	1,089
Share of support costs	546	1,959
Share of governance costs	6,527	6,404
	(168,161)	(194,422)
Net movement in funds	216,635	71,339

THE GORDON CARLING FOUNDATION

SUPPORT AND GOVERNANCE COSTS FOR THE YEAR ENDED 31 MARCH 2022

		2022		2021
	£	£	£	£
Support costs				
Bank charges		184		197
Sundries		362		262
Donations		-		1,500
		<u>546</u>		<u>1,959</u>
Governance costs				
Auditor's fees - external scrutiny	3,300		3,300	
Auditors's fees - other services	3,175		2,954	
Trustee travel and expenses	<u>52</u>		<u>150</u>	
		<u>6,527</u>		<u>6,404</u>
		<u>7,073</u>		<u>8,363</u>

