

Dyfed Welsh Church Fund
(Carmarthenshire, Pembrokeshire & Ceredigion)

Annual Report and Financial Statements

for the year ending 31st March 2021

Registered Charity no. 506583

CHARITY REGISTRATION NUMBER - 506583

Trustees' Annual Report

Charity name: The County Council of Dyfed Welsh Church Fund

Other names charity is known by: Welsh Church Fund

For the financial year beginning: 1 April 2020

For the financial year ending: 31 March 2021

Charity's principal address:

Corporate Services,
County Hall,
Carmarthen,
Carmarthenshire,
SA31 1JP.

Names of the charity trustees:

Carmarthenshire County Council

Chris Moore

Pembrokeshire County Council

Jonathan Haswell

Ceredigion County Council

Stephen Johnson

Method of Appointment of Trustees

The Trustees are Section 151 officers of each local authority and act as Trustee representatives of their own funds.

Meeting of Trustees

An update on any issues relating to the Dyfed Welsh Church Fund will be discussed at the next trustee meeting to be held on the 7 June 2021.

Governing document

Welsh Church Act 1914 Model Scheme

Investment Managers

BlackRock Investment Management (UK) Ltd, 12 Throgmorton Avenue, London, EC2N 2DL

Description and objectives of the Charity

The Dyfed Welsh Church Fund is a scheme that mainly awards grants towards the costs of maintaining places of worship. However, registered charities which benefit residents may apply for help towards running costs, or the cost of a specific project or purchasing a piece of equipment. Besides nationally recognised charities, the Charity supports local charities responsible for providing recreational facilities or other services which are of benefit to the Community.

At Local Government Reorganisation 1996 the Charity was split three ways into the new Unitary Authorities with the amount available to each new Authority being calculated on the following agreed percentages:

Carmarthenshire County Council	41%
Ceredigion County Council	25%
Pembrokeshire County Council	34%

It was however agreed that Carmarthenshire County Council would take responsibility for administering the investment portfolio.

Basis of preparation of the accounts

The financial statements have been prepared in accordance with the accounting policies set out in the notes to the accounts and comply with the charity's governing document, the Charities Act 2011, the Charities (Accounts and Reports) Regulations and the Charities Statement of Recommended Practice (FRS102).

The preparation of the accounts is carried out by the Treasury and Pension Investments team.

Each Authority above includes in its own Statement of Accounts a statement of the Dyfed Welsh Church Fund Account for its area. The Authorities' accounts are audited by their own internal auditors with final approval by their appointed external auditors - the Wales Audit Office.

Going Concern

Given the Charity's net asset value (£5.2m as at 31.3.21) and market value of investments (see Investment Performance table in Notes below), the trustees are confident that the accounts can be prepared on a going concern basis.

Charity's activities and achievements during the year in relation to its objectives:

The Charity complied with the above objectives during 2020-21 financial year. A total of £36,661.23 was awarded in grants and investment income totalled £60,157.18.

Review of financial activities and affairs:

During this financial year, several grants awarded exceeded £1,000, a breakdown of which is included in the annual accounts.

An analysis of incoming capital resources

The Dyfed Welsh Church Fund received £56,296.69 from investments during 2020-21 with an additional £3,860.49 from interest on cash balances held.

An annual income of £13,875 was received in respect of rent at Scolton Manor.

Risk Management

The Trustees would be made aware of any possible issues that may affect the Charity. The Trustees are also aware that the value of investments can go down as well as up.

Future Aims

The Trustees will continue to award grants and monitor investments to gain the best returns for the Charity.

Reserves Policy

The Charity holds a Revaluation Reserve, the current balance is £500,000. Adjustments are actioned when a revaluation of Scolton Manor takes place. No adjustments have been carried out in 2020-21.

Welsh Church Fund Act Criteria and Guidance Notes

Carmarthenshire County Council has established the following criteria in order to aid the administration of the Welsh Church Fund under section 19 of the Welsh Church Act 1914.

Eligible to apply

- Churches & Chapels
- Organisations
- Individuals
- Informally or formally constituted consortia working on a particular project can also apply. All the organisations involved in an informal consortium must be eligible in their own right and must provide a copy of their constitution or governing document. The application form should be completed by the lead organisation that will be legally responsible for the grant and will receive the funding, should the application be successful.

Organisations must be either local based, or if of a national or regional character must be able to demonstrate that the money requested would be used for a specific local based project.

Organisations must either:

- Be registered as a charity
- Hold certificates of charitable status
- Or have funds which are exempt from income tax

Applications for grant support from individuals towards a specific activity will be considered provided the applicant is resident in the County.

Eligible expenditure/Grant rate

Applicants can apply for grant support for the following purposes:

- Advancement of Education
- Libraries, museums, art galleries, etc.
- Relief of poverty
- Advancement of religion
- Other purposes beneficial to the Community

The degree of support to be offered will be at the absolute discretion of the awarding authority.

Grant Making Policy (Carmarthenshire only)

Carmarthenshire County Council process Dyfed Welsh Church Fund grants via their Community Bureau and Regeneration & Executive Board using the Welsh Church Fund Act Criteria as a basis for awarding grants.

Grant Making Policy (Pembrokeshire only)

Pembrokeshire County Council process Dyfed Welsh Church Fund grants via the Director of Resources, Cabinet and Finance team using the Welsh Church Fund Act Criteria as a basis for awarding grants

Grant Making Policy (Ceredigion only)

Ceredigion County Council process Dyfed Welsh Church Fund grants via their Ceredigion Community Grant Scheme using the Welsh Church Fund Act Criteria as a basis for awarding grants

Statement of the Trustees' Responsibilities

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

The law applicable to charities in England and Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources 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 judgements and 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 keeping proper accounting records that 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. 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.

The Trustees are responsible for the maintenance and integrity of the charity and financial information included on its website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Signed:



Chris Moore
Director of Corporate Services
Carmarthenshire County Council

Signed:



Stephen Johnson
Corporate Lead Officer: Finance & Procurement
Ceredigion County Council

Signed:



Jonathan Haswell
Director of Resources
Pembrokeshire County Council

NOTES TO THE DYFED WELSH CHURCH FUND ACCOUNTS

Disclosure of Trustee Remuneration

No expenses or remuneration have been paid to the Trustees of the Dyfed Welsh Church Fund.

Related Party Disclosures

The Dyfed Welsh Church Fund's Trustees are Carmarthenshire, Ceredigion and Pembrokeshire County Councils who are therefore related parties. Transactions with these related parties are disclosed below:

	Carmarthenshire County Council	Ceredigion County Council	Pembrokeshire County Council	Total
	£	£	£	£
Central Recharges	14,960	1,600	8,000	24,560

Administrative Expenses

Carmarthenshire County Council provides professional, technical and administrative assistance for which it charges the Charity. Further management costs are incurred in relation to the fees of investment fund managers, together with costs incurred by both Ceredigion County Council and Pembrokeshire County Council.

Investment Performance

INVESTMENT	Market Value as at 31.3.19	Market Value as at 31.3.20	Market Value as at 31.3.21
Charitrak Common Investment Fund	2,048,303	0	0
Blk Ascent UK Real Return Bond Fund	0	0	0
BIBF (BlackRock Index Linked Fund)	1,619,488	1,652,206	1,650,009
CAIF (BlackRock Charities UK Equity Index Fund A Inc)	N/A	1,584,677	1,975,256
TOTAL	3,667,791	3,236,883	3,625,265

Investment Properties

Scolton Manor which is a Victorian County House and park located just outside Haverfordwest. It was bought by the Pembrokeshire Welsh Church Act Fund in 1972 but ownership was transferred over to the Dyfed Welsh Church Fund in 1996 following Local Government reorganisation. It is operated by Pembrokeshire County Council. It is currently valued at £950,000. The last valuation by the Valuation office took place in 2014.

Analysis of figures in balance sheet

Non-Current Assets

All expenditure on the acquisition, creation or enhancement of non-current assets has been capitalised on an accruals basis in the accounts. Non-current assets are valued on the basis recommended by CIPFA and in accordance with the Statements of Asset Valuation Principles and Guidance Notes issued by The Royal Institution of Chartered Surveyors (RICS).

Investment Non-Current Assets

The investments shown in the net assets statement are shown at market value as at 31 March 2021.

Current Assets

The accounts of the Council are maintained on an accruals basis with the Code of Practice and Accounting and Reporting by Charities: FRS 102, that is, sums due to the Council during the year are included whether or not the cash has actually been received in the year.

Debtors, Creditors and Other Liabilities

The accounts of the Council are maintained on an accruals basis with the Code of Practice and Accounting and Reporting by Charities: FRS 102, that is, payments due from the Council during the year are included whether or not the cash has actually been paid during the year. The Charity currently has no outstanding Debtors amounts and there is no bad debt provision included within the accounts.

Grants to Institutions

Grants approved during 2020-2021 financial year over £1,000

	£
<i>Carmarthenshire 2020-2021</i>	
Carmarthen Youth Project-Dr Mz	1,000.00
Carmarthen School of Gymnastics	1,000.00
Church in Wales	1,000.00
St Michael's & All Angels Church, Ammanford	2,657.00
Libanus Chapel, Addoldai Cymru,	3,000.00
Tenovus Cancer Care	3,000.00
Ammanford Bible Church	3,000.00
Jac Lewis Foundation	3,000.00
Promote & Protect, Glynhir Golf Club	1,300.00
Cyfie Building Skills Ltd	3,750.00
Dafen Church, Llanelli	1,325.00
Operation Umbrella, St Paul's Church, Manordeilo	1,330.50
Llandyfan Church, Llandeilo	2,026.92
	<hr/>
	27,389.42
<i>Ceredigion 2020-2021</i>	
Canolfan Deuluol Tregaron Family Centre	10,000.00
	<hr/>
	10,000.00
<i>Pembrokeshire 2020-2021</i>	
Church of the Holy Spirit, Hakin	4,534.00
	<hr/>
	4,534.00

Eich cyf / Your ref:

Gofynner am / Please ask for: Anthony Pamell

Fy nghyf / My ref:

Llinell Uniongyrchol / Direct Line: 01267 224180

Dyddiad / Date: 5 May 2021

E-bost / E-mail: APamell@carmarthenshire.gov.uk

Dear All

DYFED WELSH CHURCH FUND – GOING CONCERN POLICY

Please could you sign below:

The accounts have been reviewed on the following assumptions:

- The Charity has a current (2020-21) net asset value of £5.2m. Please see attached document for details of this and previous years' figures
- No threat of liquidation for the foreseeable future
- All obligations are met as they arise



Chris Moore
Trustee for the Dyfed Welsh Church Fund
Director of Corporate Services, Carmarthenshire County Council



Stephen Johnson
Trustee for the Dyfed Welsh Church Fund
Corporate Lead Officer: Finance and Procurement, Ceredigion County Council



Jonathan Haswell
Trustee for the Dyfed Welsh Church Fund
Director of Resources, Pembrokeshire County Council

Chris Moore. FCCA

Cyfarwyddwr y Gwasanaethau Corfforaethol, Neuadd y Sir, Caerfyrddin, SA31 1JP
Director of Corporate Services, County Hall, Carmarthen, SA31 1JP

Mae Cyngor Sir Caerfyrddin yn croesawu gohebiaeth yn Gymraeg neu yn Saesneg
Carmarthenshire County Council welcomes correspondence in Welsh or English



BUDDSODD | INVESTORS
MEWN POBL | IN PEOPLE

Welsh Church Fund Budget for 2021-22

	Carmarthenshire CC	Ceredigion CC	Pembrokeshire CC
Debtors	0.00	0.00	0.00
Cash	121,457.29	156,679.72	471,680.05
Creditors	-68,520.83	0.00	-36,096.00
	52,936.46	156,679.72	435,584.05
Estimated income	23,204.00	14,151.00	19,240.00
Estimated costs (Management fees & Central Recharges)	-7,230.00	-4,407.00	-5,993.00
Central Support costs (Pembs & Cered CC		-1,600.00	-8,000.00
TOTAL BUDGET	68,910.46	164,823.72	440,831.05

The budget is based the previous year's actuals

Dyfed Welsh Church Fund Net Assets Statement 2020-2021

	Carms CC	Ceredigion CC	Pembs CC	Total 2020-21	Total 2019-20
Investment Fixed Assets					
Investments at Bookcost	1,225,848.65	747,468.69	1,016,557.42	2,989,874.76	2,989,874.76
Unrealised Gain	260,509.94	158,847.52	216,032.63	635,390.09	247,008.29
Investments at Market Value	1,486,358.59	906,316.21	1,232,590.05	3,625,264.85	3,236,883.05
Other Land & Buildings	389,500.00	237,500.00	323,000.00	950,000.00	950,000.00
Debtors	0.00	0.00	0.00	0.00	0.00
Cash	121,457.29	156,679.72	471,680.05	749,817.06	763,765.89
Creditors	-68,520.83	0.00	-36,096.00	-104,616.83	-128,733.89
Net Assets	1,928,795.04	1,300,495.93	1,991,174.10	5,220,465.08	4,821,915.05
Represented by:					
Capital Adjustment Account	176,710.00	107,750.00	146,540.00	431,000.00	431,000.00
Revaluation Reserve	205,000.00	125,000.00	170,000.00	500,000.00	500,000.00
Capital Fund	1,233,638.67	752,218.68	1,023,017.41	3,008,874.76	3,008,874.76
Revenue Fund	52,336.46	156,679.72	435,584.05	645,200.23	635,032.00
Unrealised Gain Reserve	260,509.94	158,847.52	216,032.63	635,390.09	247,008.29
Closing Balance	1,928,795.04	1,300,495.93	1,991,174.10	5,220,465.08	4,821,915.05

In my opinion the statement represents fairly the financial transactions of the Dyfed Welsh Church Fund for the year ended 31st March 2021

Signed



Mr C Moore FCCA
Director of Corporate Services

Statement of Cash Flows
For the Year Ending 31st March 2021

Carms	Pemps	Ceredigion	TOTAL	Carms	Pemps	Ceredigion	TOTAL
2019-20	2019-20	2019-20	2019-20	2020-21	2020-21	2020-21	2020-21
£	£	£	£	£	£	£	£
(77,217)	(19,170)	(37,527)	(133,914)	0	(43,972)	(27,829)	(87,980)
Cash flows from operating activities:							
Net cash provided by (used in) operating activities							
Cash flows from investing activities:							
Dividends, interest and rents from investments							
42,593	37,886	26,435	106,923	29,008	27,279	17,745	74,032
Proceeds from the sale of property, plant and equipment							
0	0	0	0	0	0	0	0
Purchase of property, plant and equipment							
23,780	19,720	14,500	58,000	0	0	0	0
Proceeds from sale of investments							
22,496	18,855	13,717	54,867	0	0	0	0
Proceeds from sale of investments							
1,284	1,065	783	3,133	0	0	0	0
Purchase of investments							
0	0	0	0	0	0	0	0
Net cash provided by (used in) investing activities							
66,373	57,616	40,935	164,923	29,008	27,279	17,745	74,032
Cash flows from financing activities:							
Repayments of borrowing							
0	0	0	0	0	0	0	0
Cash inflows from new borrowing							
0	0	0	0	0	0	0	0
Receipt of endowment							
0	0	0	0	0	0	0	0
Net cash provided by (used in) financing activities							
(10,845)	38,446	3,407	31,009	(14,964)	(550)	1,566	(13,948)
Change in cash and cash equivalents in the reporting period							
150,689	434,728	151,528	736,945	139,845	473,174	154,935	767,954
Cash and cash equivalents at the beginning of the reporting period							
139,845	473,174	154,935	767,954	124,880	472,825	156,501	754,006
Cash and cash equivalents at the end of the reporting period							

Reconciliation of net income/(expenditure) to net cash flow from operating activities

2018-20	2019-20	2019-20	2019-20	2020-21	2020-21	2020-21	2020-21
£	£	£	£	£	£	£	£
(198,785)	(118,010)	(104,275)	(418,070)	160,174	139,536	98,840	398,550
Net income/(expenditure) for the reporting period (as per the statement of financial activities)							
Adjustments for:							
(Gains)/Losses on investments							
152,892	126,789	93,227	372,908	(159,236)	(132,050)	(97,095)	(388,381)
(42,593)	(37,886)	(26,435)	(106,923)	(29,008)	(27,279)	(17,745)	(74,032)
Dividends, interest and rents from investments							
0	0	0	0	0	0	0	0
Loss/(profit) on the sale of fixed assets							
0	0	0	0	0	0	0	0
(Increase)/decrease in debtors							
8,258	9,947	(45)	18,171	(15,902)	(8,036)	(179)	(24,117)
0	0	0	0	0	0	0	0
Increase/(decrease) in creditors							
0	0	0	0	0	0	0	0
Other Non Cash transactions							
0	0	0	0	0	0	0	0
(77,217)	(19,170)	(37,527)	(133,914)	(43,972)	(27,829)	(17,745)	(87,980)
Net cash provided by (used in) operating activities							

Dyfed Welsh Church Fund reconciliation of movement in Fund 2020-2021

	Carns CC	Ceredigion CC	Pembroke CC	Total 2020-21	Total 2019-20	Variance	Comment
Opening Net Assets	-1,768,020.77	-1,201,855.69	-1,851,638.58	-4,821,915.05	-5,242,984.55	421,069.51	
Revenue Account Surplus / Deficit for the year	-937.73	-1,744.78	-7,485.70	-10,168.21	48,161.69	-58,329.90	
Net Profit on Sale of Investment	0.00	0.00	0.00	0.00	-3,132.52	3,132.52	
Unrealised Gain Reserve-Investments	-159,236.53	-87,095.45	-132,049.81	-388,381.79	376,040.35	-764,422.13	
Unrealised Gain Reserve-Fixed Assets	0.00	0.00	0.00	0.00	0.00	0.00	
Closing Net Assets of the Fund	-1,928,795.03	-1,300,495.91	-1,991,174.09	-5,220,465.05	-4,821,915.05		

Dyfed Welsh Church Fund - Revenue Account 2020-2021

	Carms CC	Ceredigion CC	Pembs CC	Total 2020-21	Total 2019-20
Income					
Rent of Buildings/Land	-5,688.75	-3,468.75	-4,717.50	-13,875.00	-13,875.00
Investment Income	-23,319.33	-14,276.71	-22,561.13	-60,157.17	-93,048.27
Other Income	0.00	0.00	0.00	0.00	0.00
	-29,008.08	-17,745.46	-27,278.63	-74,032.17	-106,923.27
Expenditure					
Grants to Voluntary and Other Organisations	20,853.23	10,000.00	5,808.00	36,661.23	129,016.70
Management & Administration	7,217.12	6,000.69	13,984.93	27,202.74	26,068.26
Professional Fees	0.00	0.00	0.00	0.00	0.00
	28,070.35	16,000.69	19,792.93	63,863.97	155,084.96
	-937.73	-1,744.77	-7,485.70	-10,168.20	48,161.69
Revenue Account Deficit/Surplus for the year					
Net Profit on Sale of Investment	0.00	0.00	0.00	0.00	-3,132.52
Change in unrealised gain-investments	-159,236.53	-97,095.45	-132,049.81	-388,381.79	376,040.35
Change in unrealised gains - fixed assets	0.00	0.00	0.00	0.00	0.00
	-160,174.26	-98,840.22	-139,535.51	-398,550.00	421,069.52
Total Net Surplus for the year					
Total Funds b/f from last year's balance sheet	-1,768,620.77	-1,201,655.69	-1,851,638.58	-4,821,915.05	-5,242,984.55
	-1,928,795.03	-1,300,495.91	-1,991,174.09	-5,220,465.07	-4,821,915.05



Section A

Independent Examiner's Report

Report to the trustees/
members of

Charity Name
Dyfed Welsh Church Fund

On accounts for the year
ended

31st March 2021

Charity no
(if any) 506583

Set out on pages

to include the page

I report to the trustees on my examination of the accounts of the above charity ("the Trust") for the year ended **31/03/2021**.

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 2011 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

[The charity's gross income exceeded £250,000 and I am qualified to undertake the examination by being a qualified member of [ACCA]]. *Delete [] if not applicable.*

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination (~~other than that disclosed below *~~) which gives me cause to believe that in, any material respect:

- the accounting records were not kept in accordance with section 130 of the Charities 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 in order to enable a proper understanding of the accounts to be reached.

** Please delete the words in the brackets if they do not apply.*

Signed:

Date:

14th December 2021

Name:

Caroline Sian Powell

Relevant professional
qualification(s) or body

ACCA

(if any):

Address:

Carmarthenshire County Council

Building 8, St Davids Park

Carmarthen, SA31 3HB

Section B

Disclosure

Only complete if the examiner needs to highlight material matters of concern (see CC32, Independent examination of charity accounts: directions and guidance for examiners).

Give here brief details of any items that the examiner wishes to disclose.