

THE SUMMERFIELD CHARITABLE TRUST

England & Wales · Charity number 802493

Details

Other names THE SUMMERFIELD TRUST

Status Registered

Legal form Trust

Registered 1989-12-13

Register [View on the Charity Commission register](#)

Contact

Address Po Box 287
Cirencester
Glos
GL7 9FB

Phone 01285721211

Email admin@summerfield.org.uk

Website www.summerfield.org.uk

Activities

Objects: SUCH CHARITABLE OBJECTS OR PURPOSES AS THE TRUSTEES SHALL IN THEIR ABSOLUTE DISCRETION FROM TIME TO TIME THINK FIT.

Activities: The Trust awards grants to charities based in Gloucestershire

Classification

- **How:** Makes Grants To Organisations
- **What:** General Charitable Purposes, Education/training, The Advancement Of Health Or Saving Of Lives, Disability, The Prevention Or Relief Of Poverty, Accommodation/housing, Religious Activities, Arts/culture/heritage/science, Amateur Sport, Environment/conservation/heritage, Economic/community Development/employment
- **Who:** Children/young People, Elderly/old People, People With Disabilities, People Of A Particular Ethnic Or Racial Origin, Other Charities Or Voluntary Bodies, The General Public/mankind

Geography

- Gloucestershire

Finances

Period end	Income	Expenditure	Assets	Employees
2024-12-31	£357,835	£2,451,909	-	-
2023-12-31	£325,139	£225,588	-	-
2022-12-31	£305,177	£249,235	-	-
2021-12-31	£321,929	£365,555	-	-
2020-12-31	£416,682	£311,667	-	-

Trustees

Name	Role	Appointed
DAVID OWEN	Chair	2020-01-01
Antonia Shield		2020-12-21
KATRINA HICKS BEACH		2013-03-14
Roger Mortlock		2019-05-01
VANESSA ARBUTHNOTT		2013-03-14

THE SUMMERFIELD CHARITABLE TRUST

England & Wales - Charity number 802493

Accounts

**The
Summerfield
Charitable
Trust**

Annual Report and Accounts

31 December 2022

Charity Registration Number
802493

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Reference and administrative information

Trustees	Mr D Owen (Chairman) Mrs V Arbuthnott Mrs K Hicks Beach Mr R Mortlock Mrs A Shield
Principal office	P O Box 287 Cirencester Gloucestershire GL7 9FB
Telephone	01285 721211
Facsimile	01285 720843
Charity registration number	802493
Auditor	Buzzacott LLP 130 Wood Street London EC2V 6DL
Investment managers	Sarasin & Partners LLP Juxon House 100 St. Paul's Churchyard London EC4M 8BU
Bankers	CAF Bank Ltd 25 Kings Hill Avenue Kings Hill West Malling Kent ME19 4JQ
Property advisors	3Sixty Real Estate 16 Whiteladies Road Bristol BS8 2LG
Solicitors	Charles Russell Speechleys LLP Compass House Lypiatt Road Cheltenham GL50 2QJ

The trustees present their statutory report together with the accounts of The Summerfield Charitable Trust for the year ended 31 December 2022.

The accounts have been prepared in accordance with the accounting policies set out on pages 18 to 19 of the attached accounts and comply with the charity's trust deed, applicable laws and the requirements of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102).

GOVERNANCE, STRUCTURE AND MANAGEMENT

Governance

The Summerfield Charitable Trust is a charitable trust governed by a trust deed dated 1 March 1989 which was approved by the Charity Commission. The charity is registered under the Charities Act 2011, Charity Registration Number 802493. Following the death of the settlor, the statutory power of appointment of new trustees by the continuing trustees now applies.

The names of the trustees who served during the year are set out as part of the reference and administrative information on page 1 of these annual report and accounts. Brief biographical details of continuing trustees are given below:

Mr David Owen David Owen was born and brought up in Gloucestershire before moving to university in Liverpool to study Business & Economics. He spent ten years in the North West working across the education sector and as MD of a start-up, high-growth, training business. For the last twenty years he has worked in Gloucestershire, first as Director of Enterprise and Innovation at the University of Gloucestershire and now as Chief Executive of GFirst Local Enterprise Partnership and Director of Economy & Environment for Gloucestershire County Council. He lives north of Cheltenham with his wife, Laura, their four daughters and their dog.

Mrs Vanessa Arbuthnott is from Cumbria, having gained a degree in nursing and SRN she became an intensive care nurse. Having married she retrained with a PGCE to become a primary school teacher in London. After having children, she attended art school to study surface print, which led to her starting her own fabric mail order company in 2000. In 2012 she created an artist residency in her house; she and her students take art classes out to vulnerable groups in the community. This work has given her an insight into needs in Gloucestershire.

GOVERNANCE, STRUCTURE AND MANAGEMENT (continued)

Governance (continued)

Mrs Kate Hicks Beach lives near Cirencester. She went to Northleach Grammar School and gained a degree in Sanskrit and Religion at Edinburgh University, before going to the Royal Scottish Academy of Music to study singing. For twenty-five years she has worked as a professional singer, teacher and choir leader. Kate was on the board of the Gloucestershire Historic Churches Trust and was a Trustee of Home-Start Cotswolds. She runs a programme of Mindful Singing Groups for the Gloucestershire based charity Mindsong, recruiting, training and supporting volunteers to sing regularly with care home residents living with mid to late stage dementia. She works part time at Farmor's School in Fairford and runs a 70 strong community choir in Coln St. Aldwyns.

Mr Roger Mortlock joined Summerfield's board of Trustees in May 2019. He is CEO of the Gloucestershire Wildlife Trust, the county's largest environmental charity with 28,000 members and over 60 nature reserves. He joined GWT in 2013 from the Soil Association where he was Deputy Director and Chair of the Food for Life Partnership. He is also Chair of the Soil Association Land Trust which holds productive land in trust for future generations and a Trustee of the Bat Conservation Trust and Hawkwood College. He is Vice Chair of the Gloucestershire Local Nature Partnership. He has a particular interest in ecological land management, and programmes that connect people and nature, especially in relation to health and wellbeing.

Mrs Antonia Shield joined The Summerfield Trust board of Trustees in November 2020. Antonia is Managing Partner of BPE Solicitors in Cheltenham having previously spent 10 years heading up the firm's large property team. Antonia has undertaken a wide range of commercial property work throughout her career including development and regeneration projects. Antonia did her first degree in Architectural History and she remains passionate about the built environment both historic and contemporary, enjoys art, antiques and gardening.

On agreeing to become a trustee of the charity, the trustees are thoroughly briefed by their co-trustees on the history of the trust, the day-to-day management, the responsibilities of the trustees, the current objectives and future plans. The trustees are also encouraged to attend any courses which they feel are relevant to the development of their role, and to keep up-to-date on any changes in legislation. The trustees have agreed a succession policy and trustee specification. The policy states that the period of tenure for new trustees would normally be five years, after which it can be renewed for a further five years.

Statement of trustees' responsibilities

The trustees are responsible for preparing the trustees' report and accounts 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 accounts 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 accounts, the trustees are required to:

GOVERNANCE, STRUCTURE AND MANAGEMENT (continued)

Statement of trustees' responsibilities (continued)

- ◆ select suitable accounting policies and then apply them consistently;
- ◆ observe the methods and principles in the Accounting and Reporting by Charities: Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable to the United Kingdom and Republic of Ireland (FRS 102);
- ◆ make judgements and estimates that are reasonable and prudent;
- ◆ state whether applicable United Kingdom Accounting Standards have been followed, subject to any material departures disclosed and explained in the accounts; and
- ◆ prepare the accounts on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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 accounts comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the charity's 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 financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of accounts may differ from legislation in other jurisdictions.

Structure and management reporting

The trustees are ultimately responsible for the policies, activities and assets of the charity. Board meetings are held throughout the year to review developments with regard to the charity, its grant giving activities and to make any important decisions. In addition, they periodically conduct a wide-ranging strategic review. This considers all aspects of grant-making, and reviews the investment criteria and the asset allocation. When necessary, the trustees seek advice and support from the charity's professional advisers including investment managers, solicitors and accountants. Mrs Lavinia Sidgwick, the trust's administrator, is responsible for the day-to-day management of the charity's activities, and the implementation of policies with responsibility to collate the various grant requests and payments and to maintain the accounting records. She co-ordinates a team of internal advisers who periodically assess applications on behalf of the trust.

The Summerfield Charitable Trust has no employees. The key management personnel comprise the trustees only. Trustees do not receive remuneration for their role as trustees.

GOVERNANCE, STRUCTURE AND MANAGEMENT (continued)

Structure and management reporting (continued)

The trust's investment managers are Sarasin & Partners LLP, whose brief is to advise, develop and manage an investment portfolio on a discretionary basis, with due regard to certain ethical criteria selected by the trustees. At their meetings the trustees review the performance of investments, and the investment managers attend one meeting a year to update the trustees in detail on the portfolio.

The trustees review the proposals for grants to be made and approve such grants as appropriate. They also review progress on major on-going grant programmes.

The trustees have taken advice from the charity's solicitors on whether or not to incorporate the charity and based on the advice provided, have decided against incorporation at this stage as the risks and costs of incorporating outweigh the consequences of remaining unincorporated.

Risk management

In line with the requirement for trustees to undertake a risk assessment exercise and report on the same in their annual report, the trustees have looked at the risks affecting the trust. The trustees have identified five main areas where risks may exist:

- ◆ Governance and management
- ◆ Operational
- ◆ Financial
- ◆ Reputational
- ◆ Laws, regulations, external and environmental

Governance and management looks at the risk the trust might suffer from a lack of direction, the skills and training of the trustees and the good use of its funds.

Operational looks at the risk inherent in the trust's activities including supporting unsuitable appeals from charities, continuity of staff, lack of a disaster recovery policy, etc.

Financial risks include those arising as a result of poor budgetary control, inappropriate spending, poor accounting, inappropriate investment policies, etc.

Reputational looks at possible damage to the trust's reputation, through association with unsuitable charities, or with inappropriate activities.

Laws, regulations, external and environmental looks at the effects of government policies, the consequences of non-compliance with laws and regulations and the effect of external matters on the trust's principal asset, its investment portfolio.

GOVERNANCE, STRUCTURE AND MANAGEMENT (continued)

Risk management (continued)

The key risks facing the trust, as identified by the trustees, are described below together with the principal ways in which they are mitigated:

- ◆ Risk of improper use of funds through inappropriate grants. This risk is mitigated by careful review and consideration of all grant applications by the trustees as well as a programme of visits to potential recipients where grants of a significant sum are considered, to satisfy themselves as to the viability of the appeal.
- ◆ The trust's principal asset and source of income comprises listed investments, the value of which is dependent on movements in UK and world stock markets. The investments are managed by reputable investment managers who adhere to a policy agreed by the trustees. The trustees meet regularly with the investment managers and the manager's performance and that of the portfolio are monitored. The investment strategy is assessed regularly to ensure it remains appropriate to the charity's needs - both now and in the future. The trustees are keeping returns closely under review as a result of the coronavirus pandemic and the current economic uncertainty that has hit investment holdings since March 2020.
- ◆ The risk of a lack of direction and governance. This is mitigated by maintaining a body of trustees with the necessary experience and competence to supervise all aspects of the charity's activity. The skillset of the trustees is monitored on a regular basis and training is arranged as required.

Having assessed the major risks to which the charity is exposed, in particular those relating to its investments and its finances, the trustees believe that by monitoring reserve levels, by ensuring that controls exist over key financial systems, and by examining the operational and business risks faced by the charity, they have established effective systems to mitigate those risks.

OBJECTIVES, ACTIVITIES AND RELEVANT POLICIES

Charitable objectives and activities

The objects of the trust are generally charitable. The main activity is grant making. Charities applying to the trust must either be based in the county of Gloucestershire or they must be engaged in a project that is of specific benefit to residents of the county. Please check the charity's website for more details.

The trustees currently aim to receive an income of approximately £300,000 per annum on their investments, and they then aim to make grants of a similar amount in accordance with the guidelines set out in the grant making policy below.

OBJECTIVES, ACTIVITIES AND RELEVANT POLICIES (continued)

Public benefit

In setting the charitable objectives and planning future activities, the trustees have considered the Charity Commission's guidance on public benefit. Significant activities undertaken in order to carry out the charity's purposes for the public benefit are described under the "Grant making policy" section below.

Investment policy

The charity has a portfolio of listed investments with a market value as at 31 December 2022 of £9,595,306 (2021 - £11,962,668). The charity disposed of its commercial investment property in the year.

There are no restrictions on the charity's power to invest. The investment strategy is agreed between the trustees and the investment managers, and is regularly reviewed. Sarasin & Partners have an exclusionary ethical policy in place for The Summerfield Charitable Trust. Details of this policy can be found in the Sarasin Guide to Ethical Exclusions accessible via the Sarasin & Partners website.

Grant making policy

The trustees are particularly interested in helping the arts, museums and the built heritage; the environment and natural heritage; community work; education, sport and recreation; and vulnerable or disadvantaged sectors of society. Potential applicants are asked to read the trust's website which gives more details.

Applicants must complete an on-line application form. These will be acknowledged on receipt and applicants will be advised on the next stage. Contact details are as follows:

The Summerfield Charitable Trust
Mrs Lavinia Sidgwick
Administrator
P.O. Box 287
Cirencester
Gloucestershire
GL7 9FB

e: admin@summerfield.org.uk

w: www.summerfield.org.uk

Tel: 01285 721211

ACHIEVEMENTS AND PERFORMANCE

Review of activities

Total investment income (comprising income from listed investments, investment fee rebates, bank interest) received in the year amounted to £305,177. During the year, the trustees awarded grants totalling £174,296 (2021 - £254,516) in accordance with the charity's grant giving policy set out above. The level of grant giving has been lower this year due to a change in strategy being adopted in light of investment market performance (further details provided in future plans). Details of the grants made are provided in note 4 to the accounts.

During the 2014 financial year the trustees of The Summerfield Charitable Trust were provided with the opportunity to acquire the assets of The Grace Fry Charitable Trust (Charity Registration number: 1114160) subject to certain conditions being satisfied in terms of how the funds may be distributed. The trustees agreed to take on this opportunity and assets of £314,536 were transferred in March 2015.

Investment performance

The trust achieved an income yield on its listed investments of 3.0% (2021 - 2.7%) based on the average market value of the portfolio. The trustees are satisfied with the performance of the investments and remain satisfied that their investment objectives are being met.

FINANCIAL REVIEW

Results for the year

A summary of the year's results can be found on page 15 of this report and accounts.

During the year ended 31 December 2022, total income amounted to £305,177 (2021 - £321,929), largely being income arising from the charity's investment portfolio plus investment manager fee rebates. The cost of raising funds, comprising of property costs and managers' fees, amounted to £38,244 (2021 - £58,105). The decrease in costs is due to the property being disposed during the year.

The trustees made grants to 40 (2021 - 33) institutions totalling £174,296 (2021 - £254,516); and no grants were reclaimed (2021 - £3,000 reclaimed). A reconciliation of the grants payable and grant commitments is disclosed in note 4. Support and governance costs of the charity totalled £36,695 (2021 - £35,934). Overall expenditure of the charity for the year totalled £249,235 (2021 - £365,555). 70% (2021 - 70%) of the total annual expenditure therefore relates to direct grant giving. The grant expenditure when expressed as a percentage of the total income derived from the charity's fixed asset investments equates to 57% (2021 - 86%). The net income for the year before investment gains and losses was £55,942 (2021 - net expenditure of £43,626).

FINANCIAL REVIEW (continued)

Results for the year (continued)

There was a net loss on the disposal and revaluation of listed investments during the year of £1,363,879 (2021 - net gain of £730,428) and also a loss on disposal of the investment property of £30,788 (2021 – £nil). This resulted in an overall net decrease in the funds of the charity during the year of £1,338,725 (2021 - net increase of £686,802). At 31 December 2022, all funds of the charity were unrestricted in nature and totalled £10,385,047 (2021 - £11,723,772).

Reserves policy and financial position

Reserves policy

The Trust is operated as a grant giving charity, and the trustees' policy is to seek to distribute the income arising in each financial year. The trustees also have power to utilise capital insofar as they shall think fit.

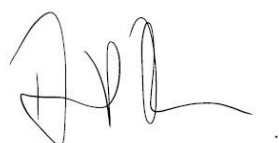
Financial position

The balance sheet shows total unrestricted funds of £10,385,047 (2021 - £11,723,772) which is represented by £9,595,306 (2021 - £11,692,668) of fixed asset investments and £789,741 (2021 - £31,104) of net current assets. The charity's sole source of funding is investment income from the investments which are wholly unrestricted. As stated in the reserves policy the trustees seek to distribute the income arising in each financial year. The size of the portfolio sustains and supports the level of grant making income, which the trustees would wish to maintain and enhance over time. The trustees consider that the level of reserves is adequate for this purpose but not excessive.

FUTURE PLANS

The trustees reviewed the level of the trust's grant giving during the year due to the performance of investment markets and the reduction in market value of listed investments. This resulted in a lower level of grant giving in 2022 and the trustees continue to review the operations of the trust in the light of continuing market uncertainty. The trust will continue with its goal to help the most deserving causes in Gloucestershire.

On behalf of the trustees:



Trustee , Mr D Owen

Approved by the trustees on: 25 May 2023

Independent auditor's report to the trustees of The Summerfield Charitable Trust

Opinion

We have audited the accounts of The Summerfield Charitable Trust (the 'charity') for the year ended 31 December 2022 which comprise the statement of financial activities, the balance sheet, the statement of cash flows, the principal accounting policies and the notes to the accounts. 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 accounts:

- ◆ give a true and fair view of the state of the charity's affairs as at 31 December 2022 and of 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 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 accounts section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the accounts 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 accounts, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the accounts 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 charity's ability to continue as a going concern for a period of at least twelve months from when the accounts 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 trustees are responsible for the other information. The other information comprises the information included in the annual report and accounts other than the accounts and our auditor's report thereon. Our opinion on the accounts does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the accounts, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the accounts or our knowledge obtained in 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 there is a material misstatement in the accounts or a material misstatement of the other information. 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

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:

- ◆ the information given in the trustees' annual report is inconsistent in any material respect with the accounts; or
- ◆ sufficient accounting records have not been kept; or
- ◆ the accounts are not in agreement with the accounting records and returns; or
- ◆ we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees are responsible for the preparation of the accounts 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 accounts that are free from material misstatement, whether due to fraud or error.

In preparing the accounts, 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 accounts

Our objectives are to obtain reasonable assurance about whether the accounts 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 accounts.

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 extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

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; and
- ◆ we obtained an understanding of the legal and regulatory frameworks that are applicable to the charity and determined that the most significant frameworks which are directly relevant to specific assertions in the financial statements are those that relate to the reporting framework (Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011).

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 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 cashbook entries to identify unusual transactions; and
- ◆ assessed whether judgements and assumptions made in determining the accounting estimate for the investment property valuation were indicative of potential bias.

Auditor's responsibilities for the audit of the accounts (continued)

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

- ◆ review of the minutes of meetings of those charged with governance; and
- ◆ enquiring of management as to actual and potential litigation and claims.

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. 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 section 144 of the Charities Act 2011 and with regulations made under section 154 of that Act. 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.



02 June 2023

Buzzacott LLP
130 Wood Street
London
EC2V 6DL

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

Statement of financial activities Year to 31 December 2022

	Notes	2022 Unrestricted funds £	2021 Unrestricted funds £
Income from:			
Investments and interest receivable	1	284,776	297,683
Other income	1	20,401	24,246
Total income		305,177	321,929
Expenditure on:			
Raising funds	2	38,244	58,105
Charitable activities	3	210,991	307,450
Total expenditure		249,235	365,555
Net income (expenditure) before gains and losses on investments		55,942	(43,626)
Gains and losses on investments			
Realised losses on disposal of listed investments	8	(3,521)	—
Unrealised (losses) gains on revaluation of listed investments	8	(1,360,358)	730,428
Realised losses on disposal of investment property	8	(30,788)	—
Net income (expenditure) and net movement in funds for the year		(1,338,725)	686,802
Total funds brought forward at 1 January 2022		11,723,772	11,036,970
Total funds carried forward at 31 December 2022		10,385,047	11,723,772

All recognised gains and losses are included in the above statement of financial activities.

All of the charity's activities derived from continuing operations during the above two financial periods.

Balance sheet 31 December 2022

	Notes	2022 £	2022 £	2021 £	2021 £
Fixed assets					
Investments	8		9,595,306		11,692,668
Current assets					
Debtors	9	15,572		7,800	
Cash at bank and in hand	10	930,611		63,628	
		946,183		71,428	
Creditors: amounts falling due within one year	11	(156,442)		(40,324)	
Net current assets			789,741		31,104
Total net assets			10,385,047		11,723,772
The funds of the charity:					
Unrestricted funds			10,385,047		11,723,772

Approved by the trustees and
signed on their behalf by:



Trustee, Mr D Owen

Approved on: 25 May 2023

Charity Registration Number 802493

Statement of cash flows Year to 31 December 2022

	Notes	2022 £	2021 £
Cash flows from operating activities:			
Net cash used in operating activities	A	(260,292)	(330,568)
		<u>(260,292)</u>	<u>(330,568)</u>
Cash flows from investing activities:			
Dividends and interest from investments		284,776	297,684
Proceeds from the disposal of investment property		839,016	—
Proceeds from the disposal of listed investments		19,200	—
Purchase of investments		(15,717)	(16,886)
Net cash provided by investing activities		<u>1,127,275</u>	<u>280,798</u>
Change in cash and cash equivalents in the year		866,983	(49,770)
Cash and cash equivalents at 1 January 2022	B	63,628	113,398
Cash and cash equivalents at 31 December 2022	B	<u>930,611</u>	<u>63,628</u>

Notes to the statement of cash flows for the year to 31 December 2022.

A Reconciliation of net movement in funds to net cash flow from operating activities

	2022 £	2021 £
Net movement in funds (as per the statement of financial activities)	(1,338,725)	686,802
Adjustments for:		
Net losses (gains) on investments	1,394,667	(730,428)
Dividends and interest from investments	(284,776)	(297,684)
Decrease in debtors	(7,772)	(720)
(Decrease) Increase in creditors	(23,686)	11,462
Net cash used in operating activities	<u>(260,292)</u>	<u>(330,568)</u>

B Analysis of cash and cash equivalents

	2022 £	2021 £
Cash at bank and in hand	853,113	8,522
Cash held by investment managers	77,498	55,106
Total cash and cash equivalents	<u>930,611</u>	<u>63,628</u>

C Analysis of changes in net debt

	At 1 January 2022 £	Cash flows £	At 31 December 2022 £
Cash at bank and in hand	8,522	844,591	853,113
Cash held by investment managers	55,106	22,392	77,498
Total	<u>63,628</u>	<u>866,963</u>	<u>930,611</u>

Principal accounting policies 31 December 2022

Basis of accounting

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the accounts are laid out below.

Basis of preparation

These accounts have been prepared for the year to 31 December 2022.

The accounts have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant accounting policies below or the notes to these accounts.

The accounts have been prepared in accordance with 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 United Kingdom and Republic of Ireland (FRS 102) (Charities SORP FRS 102), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

The charity constitutes a public benefit entity as defined by FRS 102.

The accounts are presented in sterling and are rounded to the nearest pound.

Critical accounting estimates and areas of judgement

No significant accounting estimates were required or made by the trustees in the preparation of the financial statements.

Assessment of going concern

The trustees have assessed whether the use of the going concern assumption is appropriate in preparing these accounts. The trustees have made this assessment in respect to a period of one year from the date of approval of these accounts.

The trustees of the charity have concluded that there are no material uncertainties related to events or conditions that may cast significant doubt on the ability of the charity to continue as a going concern. The trustees are of the opinion that the charity will have sufficient resources to meet its liabilities as they fall due. The most significant areas of judgement that affect items in the accounts are detailed above.

Income

Income is recognised in the period in which the charity is entitled to receipt, receipt is probable and the amount can be measured with reasonable certainty.

Expenditure and the basis of apportioning costs

Expenditure is included in the statement of financial activities when incurred and includes attributable VAT which cannot be recovered.

Expenditure and the basis of apportioning costs (continued)

Expenditure comprises the following:

- a. The cost of raising funds includes the fees paid to investment managers in connection with the management of the charity's listed investments, and the fees paid to property managers in connection with the management of the charity's investment property.
- b. Charitable activities comprise grants payable which are included in the statement of financial activities when approved and when the intended recipient has either received the funds or been informed of the decision to make the grant and has satisfied all related conditions. Grants approved but not paid at the end of the financial year are accrued for. Grants where the beneficiary has not been informed or has to meet certain conditions before the grant is released are not accrued for but are noted as financial commitments in the notes to the accounts.

Support costs represent indirect charitable expenditure and governance costs.

Indirect charitable expenditure comprises costs necessary to carry out the primary purpose of the charity including the administrator's fees, computer support, office rental, telephone and insurance costs.

Governance costs are the costs associated with the governance arrangements of the charity. Included within this category are costs associated with the strategic as opposed to day to day management of the charity's activities.

Fixed asset investments

Fixed asset investments are included on the balance sheet at their market value at the end of the financial period. Realised and unrealised gains and losses are credited, or debited, to the statement of financial activities in the year in which they arise.

Debtors

Debtors are recognised at their settlement amount, less any provision for non-recoverability. Prepayments are valued at the amount prepaid.

Cash at bank and in hand

Cash at bank and in hand represents such accounts and instruments that are available on demand or have a maturity of less than three months from the date of acquisition.

Creditors and provisions

Creditors and provisions are recognised when there is an obligation at the balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Creditors and provisions are recognised at the amount the charity anticipates it will pay to settle the debt.

Notes to the accounts 31 December 2022

1 Investments and interest receivable

	2022 £	2021 £
Income from listed investments		
· Alternatives	284,149	297,656
	284,149	297,656
Interest receivable	627	28
Investment manager fee rebates	20,401	24,246
	305,177	321,930

2 Raising funds

	2022 £	2021 £
Property costs	38,244	58,105
	38,244	58,105

3 Charitable activities

	2022 £	2021 £
Grants payable (note 4)	174,296	254,516
Grants reclaimed (note 4)	—	(3,000)
Pledges committed (note 4)	—	20,000
Support costs (note 5)	36,695	35,934
	210,991	307,450

4 Grants payable

The charity makes grants to institutions in accordance with its grant making policy set out in the trustees' report.

The grants payable during the year were for the following purposes:

	2022 Number	2022 Value £	2021 Number	2021 Value £
Arts, museums and built heritage	3	14,400	3	6,200
Community work	7	32,910	—	—
Disadvantaged and vulnerable sectors	21	89,986	20	212,962
Education, sport and recreation	6	24,000	6	15,296
Environment and natural heritage	3	13,000	4	20,058
	40	174,296	33	254,516

A full list of the institutional grants is available from the charity's principal office on request.

A reconciliation of the grants payable and grants commitments figures shown in these accounts is as follows:

	2022 £	2022 £	2021 £	2021 £
Grant commitments at 1 January 2022		20,000		5,000
. Grants committed in the year	174,296		274,516	
. Grants reclaimed	—		(3,000)	
. Pledges withdrawn	—		—	
		174,296		271,516
Total grants to be paid		194,296		276,516
Less: Grants paid in year (net of reclaims)		(194,296)		(256,516)
Grant commitments at 31 December 2022		—		20,000
Grant commitments can be split as follows:				
Commitments due within one year (note 11)		—		20,000
		—		20,000

5 Support costs

	2022 £	2021 £
Administrator's fees	12,764	12,543
Postage, printing and stationery	460	542
Computer consultancy and support (including training)	2,542	2,048
Telephone	982	747
Insurance	1,914	2,006
Office rent	3,259	3,104
Other expenses	3,073	4,384
	<u>24,994</u>	<u>25,374</u>
<i>Governance</i>		
Auditor's remuneration		
. Statutory audit – current year	5,458	4,752
. Other services	6,182	5,808
Trustees' meeting expenses	61	—
	<u>11,701</u>	<u>10,560</u>
	<u>36,695</u>	<u>35,934</u>

All support costs are attributable to the charitable activities of the trust.

6 Trustees' remuneration

No trustee received any remuneration in respect of their services as a trustee during the year ended 31 December 2022 (2021 - none).

During the year ended 31 December 2022, no out of pocket travel expenses were reimbursed to trustees (2021 - £nil).

7 Taxation

The Summerfield Charitable Trust is a registered charity and therefore is not liable to income tax or corporation tax on income derived from its charitable activities, as it falls within the various exemptions available to registered charities.

8 Fixed asset investments

At 31 December 2022 fixed asset investments comprised:

	2022 £	2021 £
Freehold investment property	—	730,000
Listed investments	9,595,306	10,962,668
	<u>9,595,306</u>	<u>11,692,668</u>

8 Fixed asset investments (continued)

Movements on each category of investment are summarised below.

Freehold investment property	2022 £	2021 £
Market value at 1 January 2022	730,000	730,000
Disposal	(730,000)	—
Market value at 31 December 2022	—	730,000
Cost at 31 December 2022	—	1,106,417

During the year, the trustees disposed of the investment property in Bristol for £720,000, excluding VAT. After accounting for costs incurred in disposing the property, the charity has recognised a loss on disposal of £30,788.

Listed investments	2022 £	2021 £
Market value at 1 January 2022	10,962,668	10,215,354
Additions at cost	15,717	16,886
Disposals at book value (Proceeds £19,200: Realised losses £3,521)	(22,721)	—
Net unrealised investment gains	(1,360,358)	730,428
Market value at 31 December 2022	9,595,306	10,962,668
Cost at 31 December 2022	9,254,732	9,258,208

At 31 December 2022, 100% of the listed investments were held in Sarasins Endowments Fund Class A Inc.

9 Debtors

	2022 £	2021 £
Other debtors	14,447	5,780
Prepayments	1,125	2,020
	15,572	7,800

10 Cash at bank and in hand

	2022 £	2021 £
Sarasin / Evelyn Partners	77,498	55,106
CAF Bank Ltd	853,113	8,522
	930,611	63,628

11 Creditors: amounts falling due within one year

	2022	2021
	£	£
Grants payable (note 4)	—	20,000
Accruals	16,638	20,324
VAT payable	139,804	—
	156,442	40,324

VAT payable in the year relates to the amount owed to HMRC arising from the sale of the investment property.

12 Related party transactions

Kate Hicks Beach, a trustee of The Summerfield Charitable Trust, is also linked to Scrubditch Care Farm. During the year ended 31 December 2022, a grant amounting to £8,000 was awarded and paid to Scrubditch Care Farm.

Kate Hicks Beach is also member of the advisory council of Gloucestershire Academy of Music. During the year ended 31 December 2021, a grant of £20,000 was pledged. The grant was paid during the year ended 31 December 2022.

Roger Mortlock, a trustee of The Summerfield Charitable Trust, is also linked to the management at the Campaign to Protect England, Gloucestershire Branch. During the year ended 31 December 2022, a grant amounting to £3,000 was awarded and paid to the Campaign to Protect England, Gloucestershire Branch.

Roger Mortlock is also linked to the management at Wild Dursley CIC. During the year ended 31 December 2022, no grants were awarded and paid to Wild Dursley CIC (2021: £2,888).

THE SUMMERFIELD CHARITABLE TRUST

England & Wales - Charity number 802493

Accounts

**The
Summerfield
Charitable
Trust**

Annual Report and Accounts

31 December 2021

Charity Registration Number
802493

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Reference and administrative information

Trustees	Mr D Owen (Chairman) Mrs V Arbuthnott Mrs K Hicks Beach Mr R Mortlock Mrs A Shield
Principal office	P O Box 287 Cirencester Gloucestershire GL7 9FB
Telephone	01285 721211
Facsimile	01285 720843
Charity registration number	802493
Auditor	Buzzacott LLP 130 Wood Street London EC2V 6DL
Investment managers	Sarasin & Partners LLP Juxon House 100 St. Paul's Churchyard London EC4M 8BU
Bankers	CAF Bank Ltd 25 Kings Hill Avenue Kings Hill West Malling Kent ME19 4JQ
Property advisors	3Sixty Real Estate 16 Whiteladies Road Bristol BS8 2LG
Solicitors	Charles Russell Speechleys LLP Compass House Lypiatt Road Cheltenham GL50 2QJ

The trustees present their statutory report together with the accounts of The Summerfield Charitable Trust for the year ended 31 December 2021.

The accounts have been prepared in accordance with the accounting policies set out on pages 18 to 19 of the attached accounts and comply with the charity's trust deed, applicable laws and the requirements of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102).

GOVERNANCE, STRUCTURE AND MANAGEMENT

Governance

The Summerfield Charitable Trust is a charitable trust governed by a trust deed dated 1 March 1989 which was approved by the Charity Commission. The charity is registered under the Charities Act 2011, Charity Registration Number 802493. Following the death of the settlor, the statutory power of appointment of new trustees by the continuing trustees now applies.

The names of the trustees who served during the year are set out as part of the reference and administrative information on page 1 of these annual report and accounts. Brief biographical details of continuing trustees are given below:

Mr David Owen was born and brought up in Gloucestershire, studying at Brockworth School, before gaining a degree in Business Studies from Liverpool John Moores University. He spent ten years in the North West working across the education sector and as MD of a start-up, high-growth, training business. For the last twenty years he has worked in Gloucestershire, first as Director of Enterprise and Innovation at the University of Gloucestershire and now as Chief Executive of First Local Enterprise Partnership. He is currently a director of Gloucestershire Voluntary & Community Sector Alliance and Gloucestershire Enterprise Limited and is a member of the International Advisory Group of the Economic Development Council. He lives in Stroud with his two teenage daughters.

Mrs Vanessa Arbuthnott is from Cumbria, having gained a degree in nursing and SRN she became an intensive care nurse. Having married she retrained with a PGCE to become a primary school teacher in London. After having children, she attended art school to study surface print, which led to her starting her own fabric mail order company in 2000. In 2012 she created an artist residency in her house; she and her students take art classes out to vulnerable groups in the community. This work has given her an insight into needs in Gloucestershire.

Mrs Kate Hicks Beach lives near Cirencester. She went to Northleach Grammar School and gained a degree in Sanskrit and Religion at Edinburgh University, before going to the Royal Scottish Academy of Music to study singing. For twenty-five years she has worked as a professional singer, teacher and choir leader. Kate was on the board of the Gloucestershire Historic Churches Trust and was a Trustee of Home-Start Cotswolds. She runs a programme of Mindful Singing Groups for the Gloucestershire based charity Mindsong, recruiting, training and supporting volunteers to sing regularly with care home residents living with mid to late stage dementia. She works part time at Farmor's School in Fairford and runs a 70 strong community choir in Coln St. Aldwyns.

GOVERNANCE, STRUCTURE AND MANAGEMENT (continued)

Governance (continued)

Mr Roger Mortlock joined Summerfield's board of Trustees in May 2019. He is CEO of the Gloucestershire Wildlife Trust, the county's largest environmental charity with 28,000 members and over 60 nature reserves. He joined GWT in 2013 from the Soil Association where he was Deputy Director and Chair of the Food for Life Partnership. He is also Chair of the Soil Association Land Trust which holds productive land in trust for future generations and a Trustee of the Bat Conservation Trust and Hawkwood College. He is Vice Chair of the Gloucestershire Local Nature Partnership. He has a particular interest in ecological land management, and programmes that connect people and nature, especially in relation to health and wellbeing.

Mrs Antonia Shield joined The Summerfield Trust board of Trustees in November 2020. Antonia is Managing Partner of BPE Solicitors in Cheltenham having previously spent 10 years heading up the firm's large property team. Antonia has undertaken a wide range of commercial property work throughout her career including development and regeneration projects. Antonia did her first degree in Architectural History and she remains passionate about the built environment both historic and contemporary, enjoys art, antiques and gardening.

On agreeing to become a trustee of the charity, the trustees are thoroughly briefed by their co-trustees on the history of the trust, the day-to-day management, the responsibilities of the trustees, the current objectives and future plans. The trustees are also encouraged to attend any courses which they feel are relevant to the development of their role, and to keep up-to-date on any changes in legislation. The trustees have agreed a succession policy and trustee specification. The policy states that the period of tenure for new trustees would normally be five years, after which it can be renewed for a further five years.

Statement of trustees' responsibilities

The trustees are responsible for preparing the trustees' report and accounts 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 accounts 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 accounts, the trustees are required to:

- ◆ select suitable accounting policies and then apply them consistently;
- ◆ observe the methods and principles in the Accounting and Reporting by Charities: Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable to the United Kingdom and Republic of Ireland (FRS 102);
- ◆ make judgements and estimates that are reasonable and prudent;

GOVERNANCE, STRUCTURE AND MANAGEMENT (continued)

Statement of trustees' responsibilities (continued)

- ◆ state whether applicable United Kingdom Accounting Standards have been followed, subject to any material departures disclosed and explained in the accounts; and
- ◆ prepare the accounts on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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 accounts comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the charity's 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 financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of accounts may differ from legislation in other jurisdictions.

Structure and management reporting

The trustees are ultimately responsible for the policies, activities and assets of the charity. Board meetings are held throughout the year to review developments with regard to the charity, its grant giving activities and to make any important decisions. In addition, they periodically conduct a wide-ranging strategic review. This considers all aspects of grant-making, and reviews the investment criteria and the asset allocation. When necessary, the trustees seek advice and support from the charity's professional advisers including investment managers, solicitors and accountants. Mrs Lavinia Sidgwick, the trust's administrator, is responsible for the day-to-day management of the charity's activities, and the implementation of policies with responsibility to collate the various grant requests and payments and to maintain the accounting records. She co-ordinates a team of internal advisers who periodically assess applications on behalf of the trust.

The Summerfield Charitable Trust has no employees. The key management personnel comprise the trustees only. Trustees do not receive remuneration for their role as trustees.

The trust's investment managers are Sarasin & Partners LLP, whose brief is to advise, develop and manage an investment portfolio on a discretionary basis, with due regard to certain ethical criteria selected by the trustees. At their meetings the trustees review the performance of investments, and the investment managers attend one meeting a year to update the trustees in detail on the portfolio.

The trustees review the proposals for grants to be made and approve such grants as appropriate. They also review progress on major on-going grant programmes.

The trustees have taken advice from the charity's solicitors on whether or not to incorporate the charity and based on the advice provided, have decided against incorporation at this stage as the risks and costs of incorporating outweigh the consequences of remaining unincorporated.

GOVERNANCE, STRUCTURE AND MANAGEMENT (continued)

Risk management

In line with the requirement for trustees to undertake a risk assessment exercise and report on the same in their annual report, the trustees have looked at the risks affecting the trust. The trustees have identified five main areas where risks may exist:

- ◆ Governance and management
- ◆ Operational
- ◆ Financial
- ◆ Reputational
- ◆ Laws, regulations, external and environmental

Governance and management looks at the risk the trust might suffer from a lack of direction, the skills and training of the trustees and the good use of its funds.

Operational looks at the risk inherent in the trust's activities including supporting unsuitable appeals from charities, continuity of staff, lack of a disaster recovery policy, etc.

Financial risks include those arising as a result of poor budgetary control, inappropriate spending, poor accounting, inappropriate investment policies, etc.

Reputational looks at possible damage to the trust's reputation, through association with unsuitable charities, or with inappropriate activities.

Laws, regulations, external and environmental looks at the effects of government policies, the consequences of non-compliance with laws and regulations and the effect of external matters on the trust's principal asset, its investment portfolio.

The key risks facing the trust, as identified by the trustees, are described below together with the principal ways in which they are mitigated:

- ◆ Risk of improper use of funds through inappropriate grants. This risk is mitigated by careful review and consideration of all grant applications by the trustees as well as a programme of visits to potential recipients where grants of a significant sum are considered, to satisfy themselves as to the viability of the appeal.
- ◆ The trust's principal asset and source of income comprises listed investments, the value of which is dependent on movements in UK and world stock markets. The investments are managed by reputable investment managers who adhere to a policy agreed by the trustees. The trustees meet regularly with the investment managers and the manager's performance and that of the portfolio are monitored. The investment strategy is assessed regularly to ensure it remains appropriate to the charity's needs - both now and in the future. The trustees are keeping returns closely under review as a result of the coronavirus pandemic that has hit investment holdings since March 2020.

GOVERNANCE, STRUCTURE AND MANAGEMENT (continued)

Risk management (continued)

- ◆ The charity also owns an investment property from which rental income was previously generated. Trustees recognise the increased risk of commercial property ownership on trust finances. The trustees keep the investment property under frequent review, including considerations regarding the sale of the property to minimise exposure.

- ◆ The risk of a lack of direction and governance. This is mitigated by maintaining a body of trustees with the necessary experience and competence to supervise all aspects of the charity's activity. The skillset of the trustees is monitored on a regular basis and training is arranged as required.

Having assessed the major risks to which the charity is exposed, in particular those relating to its investments and its finances, the trustees believe that by monitoring reserve levels, by ensuring that controls exist over key financial systems, and by examining the operational and business risks faced by the charity, they have established effective systems to mitigate those risks.

OBJECTIVES, ACTIVITIES AND RELEVANT POLICIES

Charitable objectives and activities

The objects of the trust are generally charitable. The main activity is grant making. Charities applying to the trust must either be based in the county of Gloucestershire or they must be engaged in a project that is of specific benefit to residents of the county. Please check the charity's website for more details.

The trustees currently aim to receive an income of approximately £300,000 per annum on their investments, and they then aim to make grants of a similar amount in accordance with the guidelines set out in the grant making policy below.

Public benefit

In setting the charitable objectives and planning future activities, the trustees have considered the Charity Commission's guidance on public benefit. Significant activities undertaken in order to carry out the charity's purposes for the public benefit are described under the "Grant making policy" section below.

Investment policy

The charity has a portfolio of listed investments with a market value as at 31 December 2021 of £10,962,668 (2020 - £10,215,354). It also has a commercial property with a market value of £730,000 (2020 - £730,000).

There are no restrictions on the charity's power to invest. The investment strategy is agreed between the trustees and the investment managers, and is regularly reviewed. Sarasin & Partners have an exclusionary ethical policy in place for the Summerfield Charitable Trust. Details of this policy can be found in the Sarasin Guide to Ethical Exclusions accessible via the Sarasin & Partners website.

OBJECTIVES, ACTIVITIES AND RELEVANT POLICIES (continued)

Grant making policy

The trustees are particularly interested in helping the arts, museums and the built heritage; the environment and natural heritage; community work; education, sport and recreation; and vulnerable or disadvantaged sectors of society. Potential applicants are asked to read the trust's website which gives more details.

Applicants must complete an on-line application form. These will be acknowledged on receipt and applicants will be advised on the next stage. Contact details are as follows:

The Summerfield Charitable Trust
Mrs Lavinia Sidgwick
Administrator
P.O. Box 287
Cirencester
Gloucestershire
GL7 9FB

e: admin@summerfield.org.uk

w: www.summerfield.org.uk

Tel: 01285 721211

ACHIEVEMENTS AND PERFORMANCE

Review of activities

Total investment income (comprising income from listed investments, investment fee rebates, investment property and bank interest) received in the year amounted to £321,929 (2020 - £416,682), which equates to a yield of approximately 2.9% (2020 – 4.1%). During the year, the trustees awarded grants totalling £254,516 (2020 - £305,898) in accordance with the charity's grant giving policy set out above. The level of grant giving has been lower this year due to a change in strategy being adopted in light of Covid-19 (further details provided in future plans). Details of the grants made are provided in note 4 to the accounts.

During the 2014 financial year the trustees of The Summerfield Charitable Trust were provided with the opportunity to acquire the assets of The Grace Fry Charitable Trust (Charity Registration number: 1114160) subject to certain conditions being satisfied in terms of how the funds may be distributed. The trustees agreed to take on this opportunity and assets of £314,536 were transferred in March 2015. As part of this transfer The Summerfield Charitable Trust has committed to awarding a grant of £10,000 each year to further the original aims of the Grace Fry Charitable Trust.

Investment performance

The trust achieved an income yield on its listed investments of 2.7% (2020 - 3.3%) based on the average market value of the portfolio. The trustees are satisfied with the performance of the investments and remain satisfied that their investment objectives are being met.

FINANCIAL REVIEW

Results for the year

A summary of the year's results can be found on page 15 of this report and accounts.

During the year ended 31 December 2021, total income amounted to £321,929 (2020 - £416,682), largely being income arising from the charity's investment portfolio plus investment manager fee rebates. The cost of raising funds, comprising of property costs and managers' fees, amounted to £58,105 (2020 - £1,038). The increase in costs is due to the associated costs of the vacant property which were previously covered by the tenants.

The trustees made grants to 33 (2020 - 37) institutions totalling £274,516 (2020 - £305,898); and £3,000 were reclaimed (2020: £55,000 withdrawn). A reconciliation of the grants payable and grant commitments is disclosed in note 4. Support and governance costs of the charity totalled £35,934 (2020 - £59,731). Overall expenditure of the charity for the year totalled £365,555 (2020 - £311,667). 70% (2020 - 98%) of the total annual expenditure therefore relates to direct grant giving. The grant expenditure when expressed as a percentage of the total income derived from the charity's fixed asset investments equates to 86% (2020 - 90%). The net expenditure for the year before investment gains and losses was £43,626 (2020 – net expenditure of £105,015).

There was a net gain on the disposal and revaluation of listed investments during the year of £730,428 (2020 - net gain of £581,191) and also a revaluation gain on the investment property of £nil (2020 – net loss of £270,000). This resulted in an overall net increase in the funds of the charity during the year of £686,802 (2020 – net increase of £416,206). At 31 December 2021, all funds of the charity were unrestricted in nature and totalled £11,723,772 (2020 - £11,036,970).

Reserves policy and financial position

Reserves policy

The Trust is operated as a grant giving charity, and the trustees' policy is to seek to distribute the income arising in each financial year. The trustees also have power to utilise capital insofar as they shall think fit.

Financial position

The balance sheet shows total unrestricted funds of £11,723,772 (2020 - £11,036,970) which is represented by £11,692,668 (2020 - £10,945,354) of fixed asset investments and £31,104 (2020 - £91,616) of net current assets. The charity's sole source of funding is investment income from the investments which are wholly unrestricted. As stated in the reserves policy the trustees seek to distribute the income arising in each financial year. The size of the portfolio sustains and supports the level of grant making income, which the trustees would wish to maintain and enhance over time. The trustees consider that the level of reserves is adequate for this purpose but not excessive.

FUTURE PLANS

The trustees reviewed the charity's strategy in Autumn 2021, in the light of the Covid-19 pandemic, and have agreed a renewed focus on two key areas for 2022:

- ◆ Recovery from the impacts of the Covid-19 pandemic and support for the most vulnerable and disadvantaged communities in Gloucestershire; and
- ◆ Projects that improve our environment and/or address the impacts of the climate emergency.

In 2022 we expect to distribute most of our grants at less than £10,000 with one or two larger grants during 2022.

On behalf of the trustees:



Trustee

Approved by the trustees on: **25 March 2022**

Independent auditor's report to the trustees of The Summerfield Charitable Trust

Opinion

We have audited the accounts of The Summerfield Charitable Trust (the 'charity') for the year ended 31 December 2021 which comprise the statement of financial activities, the balance sheet, the statement of cash flows, the principal accounting policies and the notes to the accounts. 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 accounts:

- ◆ give a true and fair view of the state of the charity's affairs as at 31 December 2021 and of 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 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 accounts section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the accounts 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 accounts, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the accounts 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 charity's ability to continue as a going concern for a period of at least twelve months from when the accounts 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 trustees are responsible for the other information. The other information comprises the information included in the annual report and accounts other than the accounts and our auditor's report thereon. Our opinion on the accounts does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the accounts, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the accounts or our knowledge obtained in 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 there is a material misstatement in the accounts or a material misstatement of the other information. 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

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:

- ◆ the information given in the trustees' annual report is inconsistent in any material respect with the accounts; or
- ◆ sufficient accounting records have not been kept; or
- ◆ the accounts are not in agreement with the accounting records and returns; or
- ◆ we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees are responsible for the preparation of the accounts 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 accounts that are free from material misstatement, whether due to fraud or error.

In preparing the accounts, 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 accounts

Our objectives are to obtain reasonable assurance about whether the accounts 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 accounts.

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 extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

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; and
- ◆ we obtained an understanding of the legal and regulatory frameworks that are applicable to the charity and determined that the most significant frameworks which are directly relevant to specific assertions in the financial statements are those that relate to the reporting framework (Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011).

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 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 cashbook entries to identify unusual transactions; and
- ◆ assessed whether judgements and assumptions made in determining the accounting estimate for the investment property valuation were indicative of 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:

Auditor's responsibilities for the audit of the accounts (continued)

- ◆ review of the minutes of meetings of those charged with governance; and
- ◆ enquiring of management as to actual and potential litigation and claims.

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. 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 section 144 of the Charities Act 2011 and with regulations made under section 154 of that Act. 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.

Buzzacott LLP
Statutory Auditor
130 Wood Street
London
EC2V 6DL

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

Statement of financial activities Year to 31 December 2021

	Notes	2021 Unrestricted funds £	2020 Unrestricted funds £
Income from:			
Investments and interest receivable	1	297,683	395,550
Other income	1	24,246	21,132
Total income		321,929	416,682
Expenditure on:			
Raising funds	2	58,105	1,038
Charitable activities	3	307,450	310,629
Total expenditure		365,555	311,667
Net (expenditure) income before gains and losses on investments		(43,626)	105,015
Gains and losses on investments			
Realised gains (losses) on disposal of listed investments	8	—	(3,427)
Unrealised gains on revaluation of listed investments	8	730,428	584,618
Revaluation gains (losses) on investment property	8	—	(270,000)
Net income and net movement in funds for the year		686,802	416,206
Total funds brought forward at 1 January 2021		11,036,970	10,620,764
Total funds carried forward at 31 December 2021		11,723,772	11,036,970

All recognised gains and losses are included in the above statement of financial activities.

All of the charity's activities derived from continuing operations during the above two financial periods.

Balance sheet Year To 31 December 2021

	Notes	2021 £	2021 £	2020 £	2020 £
Fixed assets					
Investments	8		11,692,668		10,945,354
Current assets					
Debtors	9	7,800		7,081	
Cash at bank and in hand	10	63,628		113,398	
		<u>71,428</u>		<u>120,479</u>	
Creditors: amounts falling due within one year	11	<u>(40,324)</u>		<u>(28,862)</u>	
Net current assets			31,104		91,616
Total net assets			<u>11,723,772</u>		<u>11,036,970</u>
The funds of the charity:					
Unrestricted funds			<u>11,723,772</u>		<u>11,036,970</u>

Approved by the trustees and signed on their behalf by:



Trustee

Approved on: 25 March 2022

Statement of cash flows Year to 31 December 2021

	Notes	2021 £	2020 £
Cash flows from operating activities:			
Net cash used in operating activities	A	(330,568)	(547,436)
		(330,568)	(547,436)
Cash flows from investing activities:			
Dividends and interest from investments		297,684	395,550
Proceeds from the disposal of investments		—	271,126
Purchase of investments		(16,886)	(44,011)
Net cash provided by investing activities		280,798	622,665
Change in cash and cash equivalents in the year		(49,770)	75,229
Cash and cash equivalents at 1 January 2021	B	113,398	38,169
Cash and cash equivalents at 31 December 2021	B	63,628	113,398

Notes to the statement of cash flows for the year to 31 December 2021.

A Reconciliation of net movement in funds to net cash flow from operating activities

	2021 £	2020 £
Net movement in funds (as per the statement of financial activities)	686,802	416,206
Adjustments for:		
Net gains on investments	(730,428)	(311,192)
Dividends and interest from investments	(297,684)	(395,550)
Decrease in debtors	(720)	51,018
Increase (decrease) in creditors	11,462	(307,918)
Net cash used in operating activities	(330,568)	(547,436)

B Analysis of cash and cash equivalents

	2021 £	2020 £
Cash at bank and in hand	8,522	37,408
Cash held by investment managers	55,106	75,990
Total cash and cash equivalents	63,628	113,398

C Analysis of changes in net debt

	At 1 January 2021 £	Cash flows £	At 31 December 2021 £
Cash at bank and in hand	37,408	(28,886)	8,522
Cash held by investment managers	75,990	(20,884)	55,106
Total	113,398	(49,770)	63,628

Principal accounting policies 31 December 2021

Basis of accounting

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the accounts are laid out below.

Basis of preparation

These accounts have been prepared for the year to 31 December 2021.

The accounts have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant accounting policies below or the notes to these accounts.

The accounts have been prepared in accordance with 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 United Kingdom and Republic of Ireland (FRS 102) (Charities SORP FRS 102), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

The charity constitutes a public benefit entity as defined by FRS 102.

The accounts are presented in sterling and are rounded to the nearest pound.

Critical accounting estimates and areas of judgement

No significant accounting estimates were required or made by the Trustees in the preparation of the financial statements.

The full impact of the global coronavirus pandemic that emerged in March 2020 is still unknown. It is therefore not currently possible to evaluate all the potential implications for the charity's activities, beneficiaries, suppliers and the wider economy. Estimates used in the accounts, particularly with respect to the value of the investment property and listed investments (see note 8), are subject to a greater degree of uncertainty and volatility.

Assessment of going concern

The trustees have assessed whether the use of the going concern assumption is appropriate in preparing these accounts. The trustees have made this assessment in respect to a period of one year from the date of approval of these accounts.

The trustees of the charity have concluded that there are no material uncertainties related to events or conditions that may cast significant doubt on the ability of the charity to continue as a going concern. The trustees are of the opinion that the charity will have sufficient resources to meet its liabilities as they fall due. The most significant areas of judgement that affect items in the accounts are detailed above.

Income

Income is recognised in the period in which the charity is entitled to receipt, receipt is probable and the amount can be measured with reasonable certainty.

Expenditure and the basis of apportioning costs

Expenditure is included in the statement of financial activities when incurred and includes attributable VAT which cannot be recovered.

Expenditure comprises the following:

- a. The cost of raising funds includes the fees paid to investment managers in connection with the management of the charity's listed investments, and the fees paid to property managers in connection with the management of the charity's investment property.
- b. Charitable activities comprise grants payable which are included in the statement of financial activities when approved and when the intended recipient has either received the funds or been informed of the decision to make the grant and has satisfied all related conditions. Grants approved but not paid at the end of the financial year are accrued for. Grants where the beneficiary has not been informed or has to meet certain conditions before the grant is released are not accrued for but are noted as financial commitments in the notes to the accounts.

Support costs represent indirect charitable expenditure and governance costs.

Indirect charitable expenditure comprises costs necessary to carry out the primary purpose of the charity including the administrator's fees, computer support, office rental, telephone and insurance costs.

Governance costs are the costs associated with the governance arrangements of the charity. Included within this category are costs associated with the strategic as opposed to day to day management of the charity's activities.

Fixed asset investments

Fixed asset investments are included on the balance sheet at their market value at the end of the financial period. Realised and unrealised gains and losses are credited, or debited, to the statement of financial activities in the year in which they arise.

Debtors

Debtors are recognised at their settlement amount, less any provision for non-recoverability. Prepayments are valued at the amount prepaid.

Cash at bank and in hand

Cash at bank and in hand represents such accounts and instruments that are available on demand or have a maturity of less than three months from the date of acquisition.

Creditors and provisions

Creditors and provisions are recognised when there is an obligation at the balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Creditors and provisions are recognised at the amount the charity anticipates it will pay to settle the debt.

Notes to the accounts 31 December 2021

1 Investments and interest receivable

	2021 £	2020 £
Income from listed investments		
. Alternatives	297,656	339,082
	297,656	339,082
Income from investment property		
. Rental income	—	56,340
	—	56,340
Interest receivable	28	128
Investment manager fee rebates	24,246	21,132
	321,930	416,682

2 Raising funds

	2021 £	2020 £
Property costs & managers' fees	58,105	1,038
	58,105	1,038

3 Charitable activities

	2021 £	2020 £
Grants payable (note 4)	254,516	305,898
Grants reclaimed (note 4)	(3,000)	—
Pledges committed (withdrawn) (note 4)	20,000	(55,000)
Support costs (note 5)	35,934	59,731
	307,450	310,629

4 Grants payable

The charity makes grants to institutions in accordance with its grant making policy set out in the trustees' report.

The grants payable during the year were for the following purposes:

	2021 Number	2021 Value £	2020 Number	2020 Value £
Arts, museums and built heritage	3	6,200	8	48,670
Community work	—	—	5	20,430
Disadvantaged and vulnerable sectors	20	212,962	17	203,798
Education, sport and recreation	6	15,296	2	14,000
Environment and natural heritage	4	20,058	5	19,000
	33	254,516	37	305,898

A full list of the institutional grants is available from the charity's principal office on request.

A reconciliation of the grants payable and grants commitments figures shown in these accounts is as follows:

	2021 £	2021 £	2020 £	2020 £
Grant commitments at 1 January 2021		5,000		314,667
. Grants committed in the year	274,516		305,898	
. Grants reclaimed	(3,000)		—	
. Pledges withdrawn	—		(55,000)	
		271,516		250,898
Total grants to be paid		276,516		565,565
Less: Grants paid in year (net of reclaims)		(256,516)		(560,565)
Grant commitments at 31 December 2021		20,000		5,000
Grant commitments can be split as follows:				
Commitments due within one year (note 11)		20,000		5,000
		20,000		5,000

In addition to the above commitments at 31 December 2021, as a result of the donation of assets from the Grace Fry Charitable Trust, the charity is committed to granting a sum of £10,000 per annum to support the aims of the original Grace Fry Charitable Trust. This commitment has not been recognised above.

5 Support costs

	2021 £	2020 £
Administrator's fees	12,543	19,110
Postage, printing and stationery	542	836
Computer consultancy and support (including training)	2,048	3,512
Telephone	747	1,142
Insurance	2,006	1,986
Office rent	3,104	3,104
Other expenses	4,384	19,164
	<u>25,374</u>	<u>48,854</u>
<i>Governance</i>		
Auditor's remuneration		
. Statutory audit – current year	4,752	4,646
. Other services	5,808	5,679
Trustees' meeting expenses	—	552
	<u>10,560</u>	<u>10,877</u>
	<u>35,934</u>	<u>59,731</u>

All support costs are attributable to the charitable activities of the trust.

6 Trustees' remuneration

No trustee received any remuneration in respect of their services as a trustee during the year ended 31 December 2021 (2020 - none).

During the year ended 31 December 2021, no out of pocket travel expenses were reimbursed to trustees (2020 - £nil).

7 Taxation

The Summerfield Charitable Trust is a registered charity and therefore is not liable to income tax or corporation tax on income derived from its charitable activities, as it falls within the various exemptions available to registered charities.

8 Fixed asset investments

At 31 December 2021 fixed asset investments comprised:

	2021 £	2020 £
Freehold investment property	730,000	730,000
Listed investments	10,962,668	10,215,354
	<u>11,692,668</u>	<u>10,945,354</u>

8 Fixed asset investments (continued)

Movements on each category of investment are summarised below.

Freehold investment property	2021 £	2020 £
Market value at 1 January 2021	730,000	1,000,000
Revaluation gain (loss)	—	(270,000)
Market value at 31 December 2021	730,000	730,000
Cost at 31 December 2021	1,106,417	1,106,417

The trustees are of the opinion that the property in Bristol has an open market value of £730,000.

Less certainty, and a higher degree of caution, should be attached to the valuation of the investment property than would normally be the case. Given the unknown future impact that Covid-19 might have on the real estate market, the valuation of this property will remain under review.

Listed investments	2021 £	2020 £
Market value at 1 January 2021	10,215,354	9,861,277
Additions at cost	16,886	44,011
Disposals at book value	—	(274,552)
Net unrealised investment gains	730,428	584,618
Market value at 31 December 2021	10,962,668	10,215,354
Cost at 31 December 2021	9,258,208	9,241,322

At 31 December 2021, 100% of the listed investments were held in Sarasins Endowments Fund Class A Inc. As at 1 March 2022, the listed investments have fallen in value to £10,310,213.

9 Debtors

	2021 £	2020 £
Other debtors	5,780	5,094
Prepayments	2,020	1,986
	7,800	7,080

10 Cash at bank and in hand

	2021 £	2020 £
Sarasin / Smith & Williamson Investment Management	55,106	75,990
CAF Bank Ltd	8,522	37,408
	63,628	113,398

11 Creditors: amounts falling due within one year

	2021	2020
	£	£
Grants payable (note 4)	20,000	5,000
Accruals	20,324	23,862
	40,324	28,862

12 Related party transactions

Roger Mortlock, a trustee of Summerfield Charitable Trust, is also linked to the management at Wild Dursley CIC. During the year ended 31 December 2021, a grant amounting to £2,888 was awarded to Wild Dursley CIC. The grant was paid in full during the year ended 31 December 2021.

Katrina Hicks Beach, a trustee of Summerfield Charitable Trust, is a member of the advisory council of Gloucestershire Academy of Music. During the year ended 31 December 2021, a grant of £20,000 was pledged. The grant has not yet been paid as at the year ended 31 December 2021.

THE SUMMERFIELD CHARITABLE TRUST

England & Wales - Charity number 802493

Accounts

**The
Summerfield
Charitable
Trust**

Annual Report and Accounts

31 December 2020

Charity Registration Number
802493

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Reference and administrative information

Trustees	Mr D Owen (Chairman) Mrs V Arbuthnott Mrs K Hicks Beach Mr R Mortlock Mrs A Shield
Principal office	P O Box 287 Cirencester Gloucestershire GL7 9FB
Telephone	01285 721211
Facsimile	01285 720843
Charity registration number	802493
Auditor	Buzzacott LLP 130 Wood Street London EC2V 6DL
Investment managers	Sarasin & Partners LLP Juxon House 100 St. Paul's Churchyard London EC4M 8BU
Bankers	CAF Bank Ltd 25 Kings Hill Avenue Kings Hill West Malling Kent ME19 4JQ
Property advisors	3Sixty Real Estate 16 Whiteladies Road Bristol BS8 2LG
Solicitors	Charles Russell Speechleys LLP Compass House Lypiatt Road Cheltenham GL50 2QJ

The trustees present their statutory report together with the accounts of The Summerfield Charitable Trust for the year ended 31 December 2020.

The accounts have been prepared in accordance with the accounting policies set out on pages 18 to 19 of the attached accounts and comply with the charity's trust deed, applicable laws and the requirements of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102).

GOVERNANCE, STRUCTURE AND MANAGEMENT

Governance

The Summerfield Charitable Trust is a charitable trust governed by a trust deed dated 1 March 1989 which was approved by the Charity Commission. The charity is registered under the Charities Act 2011, Charity Registration Number 802493. Following the death of the settlor, the statutory power of appointment of new trustees by the continuing trustees now applies.

The names of the trustees who served during the year are set out as part of the reference and administrative information on page 1 of these annual report and accounts. Brief biographical details of continuing trustees are given below:

Mr David Owen was born and brought up in Gloucestershire, studying at Brockworth School, before gaining a degree in Business Studies from Liverpool John Moores University. He spent ten years in the North West working across the education sector and as MD of a start-up, high-growth, training business. For the last twenty years he has worked in Gloucestershire, first as Director of Enterprise and Innovation at the University of Gloucestershire and now as Chief Executive of First Local Enterprise Partnership. He is currently a director of Gloucestershire Voluntary & Community Sector Alliance and Gloucestershire Enterprise Limited and is a member of the International Advisory Group of the Economic Development Council. He lives in Stroud with his two teenage daughters.

Mrs Vanessa Arbuthnott is from Cumbria, having gained a degree in nursing and SRN she became an intensive care nurse. Having married she retrained with a PGCE to become a primary school teacher in London. After having children, she attended art school to study surface print, which led to her starting her own fabric mail order company in 2000. In 2012 she created an artist residency in her house; she and her students take art classes out to vulnerable groups in the community. This work has given her an insight into needs in Gloucestershire.

Mrs Kate Hicks Beach lives near Cirencester. She went to Northleach Grammar School and gained a degree in Sanskrit and Religion at Edinburgh University, before going to the Royal Scottish Academy of Music to study singing. For twenty-five years she has worked as a professional singer, teacher and choir leader. Kate was on the board of the Gloucestershire Historic Churches Trust and was a Trustee of Home-Start Cotswolds. She runs a programme of Mindful Singing Groups for the Gloucestershire based charity Mindsong, recruiting, training and supporting volunteers to sing regularly with care home residents living with mid to late stage dementia. She works part time at Farmor's School in Fairford and runs a 70 strong community choir in Coln St. Aldwyns.

GOVERNANCE, STRUCTURE AND MANAGEMENT (continued)

Governance (continued)

Mr Roger Mortlock joined Summerfield's board of trustees in May 2019. He is CEO of the Gloucestershire Wildlife Trust, the county's largest environmental charity with 28,000 members and over 60 nature reserves. He joined GWT in 2013 from the Soil Association where he was Deputy Director and Chair of the Food for Life Partnership. He is also Chair of the Soil Association Land Trust which holds productive land in trust for future generations and a Trustee of the Bat Conservation Trust and Hawkwood College. He is Vice Chair of the Gloucestershire Local Nature Partnership. He has a particular interest in ecological land management, and programmes that connect people and nature, especially in relation to health and wellbeing.

Mrs Antonia Shield joined The Summerfield Trust board of trustees in November 2020. Antonia is Managing Partner of BPE Solicitors in Cheltenham having previously spent 10 years heading up the firm's large property team. Antonia has undertaken a wide range of commercial property work throughout her career including development and regeneration projects. Antonia did her first degree in Architectural History and she remains passionate about the built environment both historic and contemporary, enjoys art, antiques and gardening.

On agreeing to become a trustee of the charity, the trustees are thoroughly briefed by their co-trustees on the history of the trust, the day-to-day management, the responsibilities of the trustees, the current objectives and future plans. The trustees are also encouraged to attend any courses which they feel are relevant to the development of their role, and to keep up-to-date on any changes in legislation. The trustees have agreed a succession policy and trustee specification. The policy states that the period of tenure for new trustees would normally be five years, after which it can be renewed for a further five years.

Statement of trustees' responsibilities

The trustees are responsible for preparing the trustees' report and accounts 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 accounts 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 accounts, the trustees are required to:

- ◆ select suitable accounting policies and then apply them consistently;
- ◆ observe the methods and principles in the Accounting and Reporting by Charities: Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable to the United Kingdom and Republic of Ireland (FRS 102);
- ◆ make judgements and estimates that are reasonable and prudent;

GOVERNANCE, STRUCTURE AND MANAGEMENT (continued)

Statement of trustees' responsibilities (continued)

- ◆ state whether applicable United Kingdom Accounting Standards have been followed, subject to any material departures disclosed and explained in the accounts; and
- ◆ prepare the accounts on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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 accounts comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the charity's 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 financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of accounts may differ from legislation in other jurisdictions.

Structure and management reporting

The trustees are ultimately responsible for the policies, activities and assets of the charity. Board meetings are held throughout the year to review developments with regard to the charity, its grant giving activities and to make any important decisions. In addition, they periodically conduct a wide-ranging strategic review. This considers all aspects of grant-making, and reviews the investment criteria and the asset allocation. When necessary, the trustees seek advice and support from the charity's professional advisers including investment managers, solicitors and accountants. Mrs Lavinia Sidgwick, the trust's administrator, is responsible for the day-to-day management of the charity's activities, and the implementation of policies with responsibility to collate the various grant requests and payments and to maintain the accounting records. She co-ordinates a team of internal advisers who periodically assess applications on behalf of the trust.

The Summerfield Charitable Trust has no employees. The key management personnel comprise the trustees only. Trustees do not receive remuneration for their role as trustees.

The trust's investment managers are Sarasin & Partners LLP, whose brief is to advise, develop and manage an investment portfolio on a discretionary basis, with due regard to certain ethical criteria selected by the trustees. At their meetings the trustees review the performance of investments, and the investment managers attend one meeting a year to update the trustees in detail on the portfolio.

The trustees review the proposals for grants to be made and approve such grants as appropriate. They also review progress on major on-going grant programmes.

The trustees have taken advice from the charity's solicitors on whether or not to incorporate the charity and based on the advice provided, have decided against incorporation at this stage as the risks and costs of incorporating outweigh the consequences of remaining unincorporated.

GOVERNANCE, STRUCTURE AND MANAGEMENT (continued)

Risk management

In line with the requirement for trustees to undertake a risk assessment exercise and report on the same in their annual report, the trustees have looked at the risks affecting the trust. The trustees have identified five main areas where risks may exist:

- ◆ Governance and management
- ◆ Operational
- ◆ Financial
- ◆ Reputational
- ◆ Laws, regulations, external and environmental

Governance and management looks at the risk the trust might suffer from a lack of direction, the skills and training of the trustees and the good use of its funds.

Operational looks at the risk inherent in the trust's activities including supporting unsuitable appeals from charities, continuity of staff, lack of a disaster recovery policy, etc.

Financial risks include those arising as a result of poor budgetary control, inappropriate spending, poor accounting, inappropriate investment policies, etc.

Reputational looks at possible damage to the trust's reputation, through association with unsuitable charities, or with inappropriate activities.

Laws, regulations, external and environmental looks at the effects of government policies, the consequences of non-compliance with laws and regulations and the effect of external matters on the trust's principal asset, its investment portfolio.

The key risks facing the trust, as identified by the trustees, are described below together with the principal ways in which they are mitigated:

- ◆ Risk of improper use of funds through inappropriate grants. This risk is mitigated by careful review and consideration of all grant applications by the trustees as well as a programme of visits to potential recipients where grants of a significant sum are considered, to satisfy themselves as to the viability of the appeal.
- ◆ The trust's principal asset and source of income comprises listed investments, the value of which is dependent on movements in UK and world stock markets. The investments are managed by reputable investment managers who adhere to a policy agreed by the trustees. The trustees meet regularly with the investment managers and the manager's performance and that of the portfolio are monitored. The investment strategy is assessed regularly to ensure it remains appropriate to the charity's needs - both now and in the future. The trustees are keeping returns closely under review as a result of the coronavirus pandemic that has hit investment holdings since March 2020.

GOVERNANCE, STRUCTURE AND MANAGEMENT (continued)

Risk management (continued)

- ◆ The charity also owns an investment property from which rental income is received. Trustees recognise the increased risk of commercial property ownership on trust finances. The trustees keep the investment property under frequent review, including considerations regarding the sale of the property to minimise exposure.
- ◆ The risk of a lack of direction and governance. This is mitigated by maintaining a body of trustees with the necessary experience and competence to supervise all aspects of the charity's activity. The skillset of the trustees is monitored on a regular basis and training is arranged as required.

Having assessed the major risks to which the charity is exposed, in particular those relating to its investments and its finances, the trustees believe that by monitoring reserve levels, by ensuring that controls exist over key financial systems, and by examining the operational and business risks faced by the charity, they have established effective systems to mitigate those risks.

OBJECTIVES, ACTIVITIES AND RELEVANT POLICIES

Charitable objectives and activities

The objects of the trust are generally charitable. The main activity is grant making. Charities applying to the trust must either be based in the county of Gloucestershire or they must be engaged in a project that is of specific benefit to residents of the county. Please check the charity's website for more details.

The trustees currently aim to receive an income of approximately £300,000 per annum on their investments, and they then aim to make grants of a similar amount in accordance with the guidelines set out in the grant making policy below.

Public benefit

In setting the charitable objectives and planning future activities, the trustees have considered the Charity Commission's guidance on public benefit. Significant activities undertaken in order to carry out the charity's purposes for the public benefit are described under the "Grant making policy" section below.

Investment policy

The charity has a portfolio of listed investments with a market value as at 31 December 2020 of £10,215,354 (2019 - £9,861,277). It also has a commercial property with a market value of £730,000 (2019 - £1,000,000).

There are no restrictions on the charity's power to invest. The investment strategy is agreed between the trustees and the investment managers, and is regularly reviewed. Sarasin & Partners have an exclusionary ethical policy in place for the Summerfield Charitable Trust. Details of this policy can be found in the Sarasin Guide to Ethical Exclusions accessible via the Sarasin & Partners website.

OBJECTIVES, ACTIVITIES AND RELEVANT POLICIES (continued)

Grant making policy

The trustees are particularly interested in helping the arts, museums and the built heritage; the environment and natural heritage; community work; education, sport and recreation; and vulnerable or disadvantaged sectors of society. Potential applicants are asked to read the trust's website which gives more details.

Applicants must complete an on-line application form. These will be acknowledged on receipt and applicants will be advised on the next stage. Contact details are as follows:

The Summerfield Charitable Trust
Mrs Lavinia Sidgwick
Administrator
P.O. Box 287
Cirencester
Gloucestershire
GL7 9FB

e: admin@summerfield.org.uk

w: www.summerfield.org.uk

Tel: 01285 721211

ACHIEVEMENTS AND PERFORMANCE

Review of activities

Total investment income (comprising income from listed investments, investment fee rebates, investment property and bank interest) received in the year amounted to £416,682 (2019 - £360,581), which equates to a yield of approximately 3.8% (2019 – 3.3%). During the year, the trustees awarded grants totalling £305,898 (2019 - £704,506) in accordance with the charity's grant giving policy set out above. The level of grant giving has been lower this year due to a change in strategy being adopted in light of Covid-19 (further details provided in future plans). Details of the grants made are provided in note 4 to the accounts.

During the 2014 financial year the trustees of The Summerfield Charitable Trust were provided with the opportunity to acquire the assets of The Grace Fry Charitable Trust (Charity Registration number: 1114160) subject to certain conditions being satisfied in terms of how the funds may be distributed. The trustees agreed to take on this opportunity and assets of £314,536 were transferred in March 2015. As part of this transfer The Summerfield Charitable Trust has committed to awarding a grant of £10,000 each year to further the original aims of the Grace Fry Charitable Trust.

Investment performance

The trust achieved an income yield on its listed investments of 3.3% (2019 - 2.3%) based on the average market value of the portfolio. The trustees are satisfied with the performance of the investments and remain satisfied that their investment objectives are being met.

FINANCIAL REVIEW

Results for the year

A summary of the year's results can be found on page 15 of this report and accounts.

During the year ended 31 December 2020, total income amounted to £416,682 (2019 - £360,581), largely being income arising from the charity's investment portfolio plus investment manager fee rebates. The cost of raising funds, comprising investment managers' and property managers' fees, amounted to £1,038 (2019 - £68,603). This is due to the receipt of investment fee rebates in 2020 (note 1) compared to the investment manager fees noted in 2019 (note 2).

The trustees made grants to 37 (2019 - 75) institutions totalling £305,898 (2019 - £704,506); however £55,000 worth of pledged grants were withdrawn (2019: £nil). A reconciliation of the grants payable and grant commitments is disclosed in note 4. Support and governance costs of the charity totalled £59,731 (2019 - £51,896). Overall expenditure of the charity for the year totalled £311,667 (2019 - £815,005). 98% (2019 - 86%) of the total annual expenditure therefore relates to direct grant giving. The grant expenditure when expressed as a percentage of the total income derived from the charity's fixed asset investments equates to 73% (2019 - 195%). The net income for the year before investment gains and losses was £105,015 (2019 - net expenditure of £454,424).

There was a net gain on the disposal and revaluation of listed investments during the year of £581,191 (2019 - net gain of £1,381,111) and also a revaluation loss on the investment property of £270,000 (2019 - net gain of £175,000). This resulted in an overall net increase in the funds of the charity during the year of £416,206 (2019 - net increase of £1,101,687). At 31 December 2020, all funds of the charity were unrestricted in nature and totalled £11,036,970 (2019 - £10,620,764).

Reserves policy and financial position

Reserves policy

The Trust is operated as a grant giving charity, and the trustees' policy is to seek to distribute the income arising in each financial year. The trustees also have power to utilise capital insofar as they shall think fit.

Financial position

The balance sheet shows total unrestricted funds of £11,036,970 (2019 - £10,620,764) which is represented by £10,945,354 (2019 - £10,861,277) of fixed asset investments, £91,616 of net current assets (2019 - £185,513 net current liabilities) and £nil (2019 - £55,000) of creditors due in more than one year. The charity's sole source of funding is investment income from the investments which are wholly unrestricted. As stated in the reserves policy the trustees seek to distribute the income arising in each financial year. The size of the portfolio sustains and supports the level of grant making income, which the trustees would wish to maintain and enhance over time. The trustees consider that the level of reserves is adequate for this purpose but not excessive.

FUTURE PLANS

The trustees reviewed the charity's strategy in Autumn 2020, in the light of the Covid-19 pandemic, and have agreed a renewed focus on two key areas for 2021:

- ◆ Recovery from the impacts of the Covid-19 pandemic and support for the most vulnerable and disadvantaged communities in Gloucestershire; and
- ◆ Projects that improve our environment and/or address the impacts of the climate emergency.

In 2021, the trustees expect to distribute most of the charity's grants at less than £10,000 with one or two larger grants during one year.

On behalf of the trustees:

Trustee

Approved by the trustees on:

Independent auditor's report to the trustees of The Summerfield Charitable Trust

Opinion

We have audited the accounts of The Summerfield Charitable Trust (the 'charity') for the year ended 31 December 2020 which comprise the statement of financial activities, the balance sheet, the statement of cash flows, the principal accounting policies and the notes to the accounts. 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 accounts:

- ◆ give a true and fair view of the state of the charity's affairs as at 31 December 2020 and of 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 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 accounts section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the accounts 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 accounts, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the accounts 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 charity's ability to continue as a going concern for a period of at least twelve months from when the accounts 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 trustees are responsible for the other information. The other information comprises the information included in the annual report and accounts other than the accounts and our auditor's report thereon. Our opinion on the accounts does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the accounts, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the accounts or our knowledge obtained in 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 there is a material misstatement in the accounts or a material misstatement of the other information. 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

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:

- ◆ the information given in the trustees' annual report is inconsistent in any material respect with the accounts; or
- ◆ sufficient accounting records have not been kept; or
- ◆ the accounts are not in agreement with the accounting records and returns; or
- ◆ we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees are responsible for the preparation of the accounts 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 accounts that are free from material misstatement, whether due to fraud or error.

In preparing the accounts, 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 accounts

Our objectives are to obtain reasonable assurance about whether the accounts 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 accounts.

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 extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

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; and
- ◆ we obtained an understanding of the legal and regulatory frameworks that are applicable to the charity and determined that the most significant frameworks which are directly relevant to specific assertions in the financial statements are those that relate to the reporting framework (Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011).

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 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 estimate for the investment property valuation were indicative of 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:

- ◆ review of the minutes of meetings of those charged with governance; and

Auditor's responsibilities for the audit of the accounts (continued)

- ◆ enquiring of management as to actual and potential litigation and claims.

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. 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 section 144 of the Charities Act 2011 and with regulations made under section 154 of that Act. 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.

Buzzacott LLP
Statutory Auditor
130 Wood Street
London
EC2V 6DL

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

Statement of financial activities Year to 31 December 2020

	Notes	2020 Unrestricted funds £	2019 Unrestricted funds £
Income from:			
Investments and interest receivable	1	416,682	360,581
Total income		416,682	360,581
Expenditure on:			
Raising funds	2	1,038	68,603
Charitable activities	3	310,629	746,402
Total expenditure		311,667	815,005
Net income (expenditure) before gains and losses on investments		105,015	(454,524)
Gains and losses on investments			
Realised gains and (losses) on disposal of listed investments	8	(3,427)	262,349
Unrealised gains on revaluation of listed investments	8	584,618	1,118,762
Revaluation (losses) gains on investment property	8	(270,000)	175,000
Net income and net movement in funds for the year		416,206	1,101,687
Total funds brought forward at 1 January 2020		10,620,764	9,519,077
Total funds carried forward at 31 December 2020		11,036,970	10,620,764

All recognised gains and losses are included in the above statement of financial activities.

All of the charity's activities derived from continuing operations during the above two financial periods.

Balance sheet Year To 31 December 2020

	Notes	2020 £	2020 £	2019 £	2019 £
Fixed assets					
Investments	8		10,945,354		10,861,277
Current assets					
Debtors	9	7,080		58,098	
Cash at bank and in hand	10	113,398		38,169	
		120,478		96,267	
Creditors: amounts falling due within one year	11	(28,862)		(281,780)	
Net current assets (liabilities)			91,616		(185,513)
Creditors: amounts falling due after more than one year	12		—		(55,000)
Total net assets			11,036,970		10,620,764
The funds of the charity:					
Unrestricted funds			11,036,970		10,620,764

Approved by the trustees and signed on their behalf by:

Trustee

Approved on:

Statement of cash flows Year to 31 December 2020

	Notes	2020 £	2019 £
Cash flows from operating activities:			
Net cash used in operating activities	A	(547,436)	(893,761)
		(547,436)	(893,761)
Cash flows from investing activities:			
Dividends and interest from investments		395,550	304,581
Proceeds from the disposal of investments		271,126	10,259,053
Purchase of investments		(44,011)	(9,967,847)
Net cash provided by investing activities		622,665	595,787
Change in cash and cash equivalents in the year		75,229	(297,974)
Cash and cash equivalents at 1 January 2020	B	38,169	336,143
Cash and cash equivalents at 31 December 2020	B	113,398	38,169

Notes to the statement of cash flows for the year to 31 December 2020.

A Reconciliation of net movement in funds to net cash flow from operating activities

	2020 £	2019 £
Net movement in funds (as per the statement of financial activities)	416,206	1,101,687
Adjustments for:		
Net gains on investments	(311,192)	(1,556,111)
Dividends and interest from investments	(395,550)	(304,581)
Increase (decrease) in debtors	51,018	(49,174)
Decrease in creditors	(307,918)	(85,582)
Net cash used in operating activities	(547,436)	(893,761)

B Analysis of cash and cash equivalents

	2020 £	2019 £
Cash at bank and in hand	37,408	18,074
Cash held by investment managers	75,990	20,095
Total cash and cash equivalents	113,398	38,169

C Analysis of changes in net debt

	At 1 January 2020 £	Cash flows £	At 31 December 2020 £
Cash at bank and in hand	18,074	19,334	37,408
Cash held by investment managers	20,095	55,895	75,990
Total	38,169	75,229	113,398

Principal accounting policies 31 December 2020

Basis of accounting

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the accounts are laid out below.

Basis of preparation

These accounts have been prepared for the year to 31 December 2020.

The accounts have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant accounting policies below or the notes to these accounts.

The accounts have been prepared in accordance with 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 United Kingdom and Republic of Ireland (FRS 102) (Charities SORP FRS 102), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

The charity constitutes a public benefit entity as defined by FRS 102.

The accounts are presented in sterling and are rounded to the nearest pound.

Critical accounting estimates and areas of judgement

No significant accounting estimates were required or made by the Trustees in the preparation of the financial statements.

The full impact of the global coronavirus pandemic that emerged in March 2020 is still unknown. It is therefore not currently possible to evaluate all the potential implications for the charity's activities, beneficiaries, suppliers and the wider economy. Estimates used in the accounts, particularly with respect to the value of the investment property and listed investments (see note 8), are subject to a greater degree of uncertainty and volatility.

Assessment of going concern

The trustees have assessed whether the use of the going concern assumption is appropriate in preparing these accounts. The trustees have made this assessment in respect to a period of one year from the date of approval of these accounts.

The trustees of the charity have concluded that there are no material uncertainties related to events or conditions that may cast significant doubt on the ability of the charity to continue as a going concern. The trustees are of the opinion that the charity will have sufficient resources to meet its liabilities as they fall due. The most significant areas of judgement that affect items in the accounts are detailed above.

Income

Income is recognised in the period in which the charity is entitled to receipt, receipt is probable and the amount can be measured with reasonable certainty.

Expenditure and the basis of apportioning costs

Expenditure is included in the statement of financial activities when incurred and includes attributable VAT which cannot be recovered.

Expenditure comprises the following:

- a. The cost of raising funds includes the fees paid to investment managers in connection with the management of the charity's listed investments, and the fees paid to property managers in connection with the management of the charity's investment property.
- b. Charitable activities comprise grants payable which are included in the statement of financial activities when approved and when the intended recipient has either received the funds or been informed of the decision to make the grant and has satisfied all related conditions. Grants approved but not paid at the end of the financial year are accrued for. Grants where the beneficiary has not been informed or has to meet certain conditions before the grant is released are not accrued for but are noted as financial commitments in the notes to the accounts.

Support costs represent indirect charitable expenditure and governance costs.

Indirect charitable expenditure comprises costs necessary to carry out the primary purpose of the charity including the administrator's fees, computer support, office rental, telephone and insurance costs.

Governance costs are the costs associated with the governance arrangements of the charity. Included within this category are costs associated with the strategic as opposed to day to day management of the charity's activities.

Fixed asset investments

Fixed asset investments are included on the balance sheet at their market value at the end of the financial period. Realised and unrealised gains and losses are credited, or debited, to the statement of financial activities in the year in which they arise.

Debtors

Debtors are recognised at their settlement amount, less any provision for non-recoverability. Prepayments are valued at the amount prepaid.

Cash at bank and in hand

Cash at bank and in hand represents such accounts and instruments that are available on demand or have a maturity of less than three months from the date of acquisition.

Creditors and provisions

Creditors and provisions are recognised when there is an obligation at the balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Creditors and provisions are recognised at the amount the charity anticipates it will pay to settle the debt.

1 Investments and interest receivable

	2020 £	2019 £
Income from listed investments		
. UK equities and unit trusts	—	145,281
. Government stock and UK fixed interest	—	30,247
. Overseas equities and unit trusts	—	17,818
. Overseas fixed interest	—	5,955
. Property funds	—	4,860
. Alternatives	339,082	21,458
	339,082	225,619
Income from investment property		
. Rental income	56,340	77,651
. Dilapidations	—	56,000
	56,340	133,651
Interest receivable	128	1,311
Investment manager fee rebates	21,132	—
	416,682	360,581

2 Raising funds

	2020 £	2019 £
Investment managers' fees	—	36,094
Property managers' fees	1,038	32,509
	1,038	68,603

3 Charitable activities

	2020 £	2019 £
Grants payable (note 4)	305,898	704,506
Grants reclaimed (note 4)	—	(10,000)
Pledges withdrawn (note 4)	(55,000)	—
Support costs (note 5)	59,731	51,896
	310,629	746,402

4 Grants payable

The charity makes grants to institutions in accordance with its grant making policy set out in the trustees' report.

The grants payable during the year were for the following purposes:

	2020 Number	2020 Value £	2019 Number	2019 Value £
Arts, museums and built heritage	8	48,670	14	72,528
Community work	5	20,430	11	52,650
Disadvantaged and vulnerable sectors	17	203,798	32	317,398
Education, sport and recreation	2	14,000	15	54,704
Environment and natural heritage	5	19,000	3	207,226
	37	305,898	75	704,506

A full list of the institutional grants is available from the charity's principal office on request.

A reconciliation of the grants payable and grants commitments figures shown in these accounts is as follows:

	2020 £	2020 £	2019 £	2019 £
Grant commitments at 1 January 2020		314,667		393,334
. Grants committed in the year	305,898		704,506	
. Grants reclaimed	—		(10,000)	
. Pledges withdrawn	(55,000)		—	
		250,898		694,506
Total grants to be paid		565,565		1,087,840
Less: Grants paid in year (net of reclaims)		(560,565)		(773,173)
Grant commitments at 31 December 2020		5,000		314,667
Grant commitments can be split as follows:				
Commitments due within one year (note 11)		5,000		259,667
Commitments due after one year (note 12)		—		55,000
		5,000		314,667

In addition to the above commitments at 31 December 2020, as a result of the donation of assets from the Grace Fry Charitable Trust, the charity is committed to granting a sum of £10,000 per annum to support the aims of the original Grace Fry Charitable Trust. This commitment has not been recognised above.

5 Support costs

	2020 £	2019 £
Administrator's fees	19,110	23,000
Postage, printing and stationery	836	1,118
Computer consultancy and support (including training)	3,512	1,464
Telephone	1,142	1,046
Insurance	1,986	1,971
Office rent	3,104	2,972
Other expenses	19,164	7,367
	48,854	38,938
<i>Governance</i>		
Auditor's remuneration		
. Statutory audit – current year	4,646	4,635
. Other services	5,679	5,500
Trustees' meeting expenses	552	2,823
	10,877	12,958
	59,731	51,896

All support costs are attributable to the charitable activities of the trust.

6 Trustees' remuneration

No trustee received any remuneration in respect of their services as a trustee during the year ended 31 December 2020 (2019 - none).

During the year ended 31 December 2020, no out of pocket travel expenses were reimbursed to trustees (2019 - £565 to three trustees).

7 Taxation

The Summerfield Charitable Trust is a registered charity and therefore is not liable to income tax or corporation tax on income derived from its charitable activities, as it falls within the various exemptions available to registered charities.

8 Fixed asset investments

At 31 December 2020 fixed asset investments comprised:

	2020 £	2019 £
Freehold investment property	730,000	1,000,000
Listed investments	10,215,354	9,861,277
	10,945,354	10,861,277

8 Fixed asset investments (continued)

Movements on each category of investment are summarised below.

Freehold investment property	2020 £	2019 £
Market value at 1 January 2020	1,000,000	825,000
Revaluation (loss) gain	(270,000)	175,000
Market value at 31 December 2020	730,000	1,000,000
Cost at 31 December 2020	1,106,417	1,106,417

The trustees are of the opinion that the property in Bristol has an open market value of £730,000. This is based on negotiations held with a buyer in 2021 as discussed in note 14.

Less certainty, and a higher degree of caution, should be attached to the valuation of the investment property than would normally be the case. Given the unknown future impact that Covid-19 might have on the real estate market, the valuation of this property will remain under review.

Listed investments	2020 £	2019 £
Market value at 1 January 2020	9,861,277	8,771,372
Additions at cost	44,011	9,967,847
Disposals at book value (proceeds: £271,126; loss: £3,427)	(274,552)	(9,996,704)
Net unrealised investment gains	584,618	1,118,762
Market value at 31 December 2020	10,215,354	9,861,277
Cost at 31 December 2020	9,241,322	9,460,776

At 31 December 2020, 100% of the listed investments were held in Sarasins Endowments Fund Class A Inc.

9 Debtors

	2020 £	2019 £
Other debtors	5,094	56,000
Prepayments	1,986	2,098
	7,080	58,098

10 Cash at bank and in hand

	2020 £	2019 £
Sarasin / Smith & Williamson Investment Management	75,990	20,095
CAF Bank Ltd	37,408	18,074
	113,398	38,169

11 Creditors: amounts falling due within one year

	2020 £	2019 £
Grants payable (note 4)	5,000	259,667
Accruals	23,862	15,890
VAT payable	—	6,223
	28,862	281,780

12 Creditors: amounts falling due after more than one year

	2020 £	2019 £
Grants payable (note 4)	—	55,000

13 Related party transactions

Roger Mortlock, a trustee of Summerfield Charitable Trust, is also a trustee of Hawkwood College. During the year ended 31 December 2020, a grant amounting to £8,870 was awarded to Hawkwood College - Hawkwood Centre for Future Thinking. The grant was paid in full during the year ended 31 December 2020.

The spouse of Vanessa Arbuthnott, a trustee of Summerfield Charitable Trust, is a trustee of New Brewery Arts. During the year ended 31 December 2020, a grant amounting to £6,667 was awarded to New Brewery Arts. The grant was paid in full during the year ended 31 December 2020.

James Millar, a trustee of Summerfield Charitable Trust until 31 October 2020, is also a trustee of Stroud District Action on Plastic. During the year ended 31 December 2020, a grant of £5,000 was awarded to Stroud District Action on Plastic. The grant was paid in full during the year ended 31 December 2020.

14 Post balance sheet events

Following the year ended 31 December 2020, the trust entered negotiations with regards to the sale of the investment property. As a result, the valuation of the investment property in note 8 has been updated to reflect the deemed realisable value.