

Company registration number: 06742270

Charity registration number: 1145675

Afonydd Cymru Cyfyngedig

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 31 December 2019

Afonydd Cymru



Fighting for Wales' Rivers

Afonydd Cymru Cyfyngedig

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Afonydd Cymru Cyfyngedig

Reference and Administrative Details

Trustees

Mr Gareth Huw Evans

Mr Simon Evans (resigned from chair July 2019)

Mr Creighton Harvey (appointed December 2019)

The Viscount Mills (elected July 2019, Chair)

Mr Michael Rowley Morris

Mr Anthony Rees

Mr Alan Winstone

Mr Clive Roberts

Registered Office

The Right Bank

The Square

Talgarth

Brecon

LD3 0BW

Company Registration Number

06742270

Charity Registration Number

1145675

Auditor

PJE Chartered Accountants

23 College Street

Lampeter

Ceredigion

SA48 7DY

Afonydd Cymru Cyfyngedig

Trustees' Report

Afonydd Cymru continued its principal activity as the Umbrella Trust for Wales' six regional Rivers Trusts. This includes representation with Welsh Government and Natural Resources Wales and the many sub groups, committees and NGOs that deal with the overall status of the environment, and the many problems attached thereto.

- The North Wales Rivers Trust (formerly Clwyd, Conwy and Gwynedd RT)
- The Welsh Dee RT
- The Severn RT
- The Wye and Usk Foundation
- The Southeast Wales RT
- The West Wales RT

During the year, Afonydd Cymru represented our Trust on the following groups:

- Welsh Government (WG) Brexit Land use committee
- WG Brexit Regulation group
- Natural Resources Wales (NRW) Land Use Forum (pollution sub group)
- NRW Fish Eating Birds Group,
- NRW Hydroelectric Power Group,
- Wales Environment Link Board and Council
- Welsh Water Independent Environmental Advisory Panel
- NRW Fisheries Forum
- NRW Water Forum
- NRW Access Forum
- WG Intensive Agriculture Planning Working Group

Through these and other arenas, Afonydd Cymru has continued to press for stronger regulation of agricultural pollution. While the main aspiration of the Trusts is to restore the significant amount of 'in river' problems and issues the whole ecology of many rivers especially those in the Southwest, Northeast, Anglesey, Monmouth and Radnorshire is dominated by agricultural pollution with Natural Resources Wales recent pollution maps bring this issue into sharp focus.

Afonydd Cymru attended the Byelaw inquiry at Newtown in January to support NRW's proposed byelaw control of salmon fishing: these have since been adopted. As part of our effort to get more done to restore our migratory fisheries – one of Wales' important Natural Resources – we have been pressing NRW with a plan to devolve the delivery of fisheries and river restoration to the Rivers Trusts

We have continued to respond to Welsh Governments and NRW's consultations. In particular, the recent proposals to manage farming post Brexit and NRW's Water Framework Directive third stage.

Our farm advisory project supported with grants from Dwr Cymru Welsh Water (DCWW) and NRW completed its work in the Ceri and Wester Cleddau catchments and the two trained staff have moved their activities to the Tywi. Both attended course at the Royal Agricultural College, Cirencester in the advisory skill level known as 'Basis'

Other projects ongoing in 2019 were the Restoring Wales Fisheries (an EU funded programme) and the River Restoration Project – part of a contract with NRW to survey and catalogue 'in river' issues. So far five rivers have been completed with plans submitted to NRW (Teifi, Tywi, Clwyd, Mawddach, Eastern Cleddau) and during the autumn of 2019 extending into 2020 the following will be surveyed: Seoint, Gwerfai, Llyfni, Ogwen, Conwy, Anglesey streams, Western Cleddau, Aeron, Rheidol, Ystwyth, Leri, Arth, Wyre, Upper Severn, Usk, Afan, Ogmore and Thaw

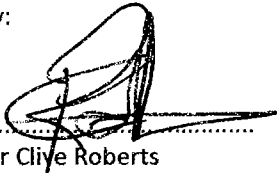
P

AC has also attended NRW's National Access Forum to press the case for voluntary access arrangements for river canoeing, based on the successful schemes set up by the Wye and Usk Foundation over a decade ago.

AC continues to seek funding from a variety of sources and has been able to transfer in excess of £307,000 to our member Trusts during the year

We are extremely grateful to the Esmee Fairbairn Foundation for a generous grant towards our core costs and for the continuing support from Natural Resources Wales

The annual report was approved by the trustees of the charity on 13th February 2020 and signed on its behalf by:



Mr Clive Roberts
Trustee

Afonydd Cymru Cyfyngedig

PTrustees' Report

Afonydd Cymru Cyfyngedig

Statement of Trustees' Responsibilities

The trustees (who are also the directors of Afonydd Cymru Cyfyngedig for the purposes of company law) are responsible for preparing the trustees' report and the financial statements in accordance with the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the trustees are required to:

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

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

Approved by the trustees of the charity on 13th February 2020 and signed on its behalf by:



.....
Viscount Mills Chair

Afonydd Cymru Cyfyngedig

Independent Examiner's Report to the trustees of Afonydd Cymru Cyfyngedig

I report to the charity trustees on my examination of the accounts of the charity for the year ended 31 December 2019 which are set out on pages 7 to 15.

Respective responsibilities of trustees and examiner

As the charity's trustees of Afonydd Cymru Cyfyngedig (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of Afonydd Cymru Cyfyngedig are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Since Afonydd Cymru Cyfyngedig's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of, which is one of the listed bodies.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe:

1. accounting records were not kept in respect of Afonydd Cymru Cyfyngedig as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities [applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)].

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

...*PTE*.....

23 College Street
Lampeter
Ceredigion
SA48 7DY

Date: *25/02/2020*...

Afonydd Cymru Cyfyngedig

Statement of Financial Activities for the Year Ended 31 December 2019 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Restricted funds £	Total 2019 £	Total 2018 £
Income and Endowments from:					
Donations and legacies	3	13,084	410,563	423,647	260,410
Investment income	4	-	162	162	34
Other income	5	4,750	-	4,750	2,500
Total Income		17,834	410,725	428,559	262,944
Expenditure on:					
Charitable Activities	6	(11,169)	(430,336)	(441,505)	(131,403)
Total Expenditure		(11,169)	(430,336)	(441,505)	(131,403)
Net (expenditure)/income		6,665	(19,611)	(12,946)	131,541
Net movement in funds		6,665	(19,611)	(12,946)	131,541
Reconciliation of funds					
Total funds brought forward		(4,006)	149,007	145,001	13,460
Total funds carried forward	13	2,659	129,396	132,055	145,001

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

Afonydd Cymru Cyfyngedig

(Registration number: 06742270)
Balance Sheet as at 31 December 2019

	Note	2019 £	2018 £
Current assets			
Debtors	11	-	-
Cash at bank and in hand		138,057	152,945
		<u>138,057</u>	<u>152,945</u>
Creditors: Amounts falling due within one year	12	<u>(6,002)</u>	<u>(7,944)</u>
Net assets		<u>132,055</u>	<u>145,001</u>
Funds of the charity:			
Restricted funds		129,396	149,007
Unrestricted income funds			
Unrestricted funds		<u>2,659</u>	<u>(4,006)</u>
Total funds	13	<u>132,055</u>	<u>145,001</u>

For the financial year ending 31 December 2019 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the charity to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

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

The financial statements on pages 7 to 15 were approved by the trustees, and authorised for issue on 12 March 2019 and signed on their behalf by:



.....
Viscount Mills

Chairman of Trustees

Afonydd Cymru Cyfyngedig

Notes to the Financial Statements for the Year Ended 31 December 2019

1 Charity status

The charity is limited by guarantee, incorporated in , and consequently does not have share capital. Each of the trustees is liable to contribute an amount not exceeding £1 towards the assets of the charity in the event of liquidation.

The address of its registered office is:

The Right Bank
The Square
Talgarth
Brecon
LD3 0BW

The principal place of business is:

The Right Bank
The Square
Talgarth
Brecon
LD3 0BW

These financial statements were authorised for issue by the trustees on 12 March 2019.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

The financial statements 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 UK and Republic of Ireland (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102). They also comply with the Companies Act 2006 and Charities Act 2011.

Basis of preparation

Afonydd Cymru Cyfyngedig meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

Afonydd Cymru Cyfyngedig

Notes to the Financial Statements for the Year Ended 31 December 2019

Exemption from preparing a cash flow statement

The charity opted to early adopt Bulletin 1 published on 2 February 2017 and have therefore not included a cash flow statement in these financial statements.

Income and endowments

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of the income receivable can be measured reliably.

Donations and legacies

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the charity before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that these conditions will be fulfilled in the reporting period.

Grants receivable

Grants are recognised when the charity has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

Deferred income

Deferred income represents amounts received for future periods and is released to incoming resources in the period for which, it has been received. Such income is only deferred when:

- The donor specifies that the grant or donation must only be used in future accounting periods; or
- The donor has imposed conditions which must be met before the charity has unconditional entitlement.

Investment income

Dividends are recognised once the dividend has been declared and notification has been received of the dividend due.

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Afonydd Cymru Cyfyngedig

Notes to the Financial Statements for the Year Ended 31 December 2019

Governance costs

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees's meetings and reimbursed expenses.

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Depreciation and amortisation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the charity will not be able to collect all amounts due according to the original terms of the receivables.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the charity does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Fund structure

Unrestricted income funds are general funds that are available for use at the trustees's discretion in furtherance of the objectives of the charity.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

Afonydd Cymru Cyfyngedig

Notes to the Financial Statements for the Year Ended 31 December 2019

3 Income from donations and legacies

	Unrestricted funds		Total 2019 £	Total 2018 £
	General £	Restricted funds £		
Donations and legacies;				
Donations from individuals	987	-	987	1,085
Grants, including capital grants;				
Grants from other charities	12,097	410,563	422,660	259,325
	13,084	120,563	423,647	260,410

4 Investment income

	Restricted funds £	Total 2019 £	Total 2018 £
Interest receivable and similar income;			
Interest receivable on bank deposits	162	162	34
	162	162	34

5 Other income

	Unrestricted funds		Total 2019 £	Total 2018 £
	General £			
Fees and supplies	4,750		4,750	2,500
	4,750		4,750	2,500

Afonydd Cymru Cyfyngedig

Notes to the Financial Statements for the Year Ended 31 December 2019

6 Expenditure on charitable activities

	Note	Unrestricted funds		Total 2017 £	Total 2016 £
		General £	Restricted funds £		
General Expenditure		789	367,717	368,506	109,066
Staff costs		-	62,248	62,248	14,337
Governance costs	7	10,380	371	10,751	7,239
		<u>11,169</u>	<u>430,336</u>	<u>441,505</u>	<u>131,403</u>

7 Analysis of governance and support costs

Governance costs

	Unrestricted funds		Total 2017 £	Total 2016 £
	General £	Restricted funds £		
Audit fees				
Audit of the financial statements	779	-	779	896
Other governance costs	9,601	371	9,972	6,343
	<u>10,380</u>	<u>371</u>	<u>10,751</u>	<u>7,239</u>

8 Staff costs

The aggregate payroll costs were as follows:

	2019 £	2018 £
Staff costs during the year were:		
Wages and salaries	<u>62,248</u>	<u>14,337</u>

No employee received emoluments of more than £60,000 during the year.

Afonydd Cymru Cyfyngedig

Notes to the Financial Statements for the Year Ended 31 December 2019

9 Auditors' remuneration

	2019 £	2018 £
Audit of the financial statements	779	896

10 Taxation

The charity is a registered charity and is therefore exempt from taxation.

11 Debtors

	2019 £	2018 £
Trade debtors	-	-

12 Creditors: amounts falling due within one year

	2019 £	2018 £
Trade creditors	103	104
Other loans	-	2,000
Accruals	780	721
Deferred income	5,119	5,119
	<u>6,002</u>	<u>7,944</u>

Afonydd Cymru Cyfyngedig

Notes to the Financial Statements for the Year Ended 31 December 2019

13 Funds

	Balance at 1 January 2019 £	Incoming resources £	Resources expended £	Balance at 31 December 2019 £
Unrestricted funds				
General	4,006	(17,834)	11,169	(2,659)
Restricted funds	(149,007)	(410,725)	430,336	(129,396)
Total funds	(145,001)	(428,559)	441,505	(132,055)
	Balance at 1 January 2018 £	Incoming resources £	Resources expended £	Balance at 31 December 2018 £
Unrestricted funds				
General	1,463	(5,184)	7,727	4,006
Restricted funds	(14,923)	(257,760)	123,676	(149,007)
Total funds	(13,460)	(262,944)	131,403	(145,001)

14 Analysis of net assets between funds

	Unrestricted funds		Total funds
	General	Restricted funds	Total funds
	£	£	£
Current assets	-	141,957	141,957
Current liabilities	(7,562)	(2,340)	(9,902)
Total net assets	(7,562)	139,617	132,055

Afonydd Cymru Cyfyngedig

Detailed Statement of Financial Activities for the Year Ended 31 December 2019

	2019		2019	
	Unrestricted funds		Total	Total 2018
	General £	Restricted funds £		
Income and Endowments from:				
Donations and legacies (analysed below)	13,084	410,563	423,647	260,410
Investment income (analysed below)	-	162	162	34
Other income (analysed below)	4,750	-	4,750	2,500
Total income	17,834	410,725	428,559	262,944
Expenditure on:				
Charitable activities (analysed below)	(11,169)	(430,336)	(441,505)	(131,403)
Total expenditure	(11,169)	(430,336)	(441,505)	(131,403)
Net (expenditure)/income	6,665	(19,611)	(12,946)	131,541
Net movement in funds	6,665	(19,611)	(12,946)	131,541
Reconciliation of funds				
Total funds brought forward	(4,006)	149,007	145,001	13,460
Total funds carried forward	2,659	129,396	132,055	145,001

Afonydd Cymru Cyfyngedig

Detailed Statement of Financial Activities for the Year Ended 31 December 2019

	2019		2019	
	Unrestricted funds			Total 2018
	General £	Restricted funds £	Total £	£
<i>Donations and legacies</i>				
Appeals and donations	987	-	987	1,085
Grants - other agencies	-	410,563	410,563	257,726
Grants - other agencies	12,097	-	12,097	1,599
	13,084	410,563	423,647	260,410

	2019		2019	
	Unrestricted funds			Total 2018
	General £	Restricted funds £	Total £	£
<i>Charitable activities</i>				
Direct costs	-	(367,717)	(367,717)	(109,066)
Wages and salaries	-	(57,624)	(57,624)	(14,139)
Staff pensions (Other) - pension scheme 1	-	(4,624)	(4,624)	(198)
Insurance	(789)	-	(789)	(761)
Trade subscriptions	-	-	-	-
Telephone and fax	-	-	-	-
Sundry expenses	-	(371)	(371)	(273)
Sundry expenses	(9,601)	-	(9,601)	(6,070)
Accountancy fees	(779)	-	(779)	(896)
	(11,169)	(430,336)	(441,505)	(131,403)