

REGISTERED COMPANY NUMBER: 03438263 (England and Wales)
REGISTERED CHARITY NUMBER: 1071111

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020
FOR
THE SALFORDIAN TRUST COMPANY LIMITED**

Fairhurst
Chartered Accountants
Douglas Bank House
Wigan Lane
Wigan
Lancashire
WN1 2TB

THE SALFORDIAN TRUST COMPANY LIMITED

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for the Year Ended 31 March 2020**

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THE SALFORDIAN TRUST COMPANY LIMITED

REPORT OF THE TRUSTEES for the Year Ended 31 March 2020

The trustees, who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2020. The trustees have adopted the provisions 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 UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The principle activity of the charity is the provision of holidays in Southport for the elderly persons in Salford who have need of such by reason of their poverty or disability. In furtherance of its objectives, the charity leases The Salfordian Hotel in Southport from Salford City Council. The trustees consider this activity contributes towards relieving poverty and provides a public benefit in compliance with the Charities Act 2011.

Each year the trustees review the objectives and activities of the charity to ensure that they continue to reflect the charity's aims and to provide a public benefit. The trustees are more than satisfied that they do.

The trustees have paid due regard to guidance issued by the Charities Commission in deciding what activities they should undertake.

FINANCIAL REVIEW

Reserves policy

The trustees have established a policy whereby the unrestricted funds not invested in fixed assets (the "free reserves") held by the Charity should not be less than three months operating costs. This would provide sufficient funds to allow the activity of the hotel to continue in the short term if the donations and/or grant income was reduced or withdrawn. It would also give the trustees time to seek alternative funding and/or take steps to reduce expenditure.

At 31st March 2020, the required reserves would be £60,000.

The results for the financial year are set out on pages 4 and 5.

However, the Charity Trustees are confident that the current situation now shows some improvement and that through a focus on costs management including furloughing staff and Grant funding and Donations, the outcome will continue to show an improving position through the next 12 months.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Risk management

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

The Trustees are satisfied that there are adequate systems in place to achieve this.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

03438263 (England and Wales)

Registered Charity number

1071111

Registered office

The Civic Centre
Chorley Road
Swinton
Salford
M27 5FJ

THE SALFORDIAN TRUST COMPANY LIMITED

**REPORT OF THE TRUSTEES
for the Year Ended 31 March 2020**

Trustees

Ms J Blagden
Mr G K Blagden
Ms J R Collinson
Ms J Fielder (resigned 27/9/2019)
Cllr C W V Hinds
Ms C Hudson
Cllr D A Lancaster
Mr W A Lloyd
Mr P J Mulvenna (resigned 27/9/2019)
Mr I Stewart (resigned 26/2/2020)
Ms S Sutton (resigned 26/2/2020)
Ms A Walters (resigned 26/2/2020)
Mr G B Minor
Mr P Dobbs
Mrs T J Kelly (appointed 27/9/2019)
Mr J D Walsh (appointed 27/9/2019)

Company Secretary

Cllr D A Lancaster

Independent Examiner

Fairhurst
Chartered Accountants
Douglas Bank House
Wigan Lane
Wigan
Lancashire
WN1 2TB

Approved by order of the board of trustees on 28th January 2021 and signed on its behalf by:

.....
Cllr D A Lancaster - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
THE SALFORDIAN TRUST COMPANY LIMITED**

Independent examiner's report to the trustees of The Salfordian Trust Company Limited ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 March 2020.

Responsibilities and basis of report

As the charity's trustees of the Company (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 the Company 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

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 the Company 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.

Mrs Jane Dennis BA (Hons) FCA
Fairhurst
Chartered Accountants
Douglas Bank House
Wigan Lane
Wigan
Lancashire
WN1 2TB

Date 31st January 2021

THE SALFORDIAN TRUST COMPANY LIMITED

**STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
for the Year Ended 31 March 2020**

	Notes	Unrestricted fund £	Restricted funds £	2020 Total funds £	2019 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies		33,045	30,386	63,431	16,584
Charitable activities					
Charitable activities		175,365	-	175,365	219,118
		<hr/>	<hr/>	<hr/>	<hr/>
Total		208,410	30,386	238,796	235,702
 EXPENDITURE ON					
Charitable activities					
Charitable activities		223,189	30,222	253,411	264,085
		<hr/>	<hr/>	<hr/>	<hr/>
NET INCOME/(EXPENDITURE)		(14,779)	164	(14,615)	(28,383)
Transfers between funds	10	<hr/> (76)	<hr/> 76	<hr/> -	<hr/> -
Net movement in funds		(14,855)	240	(14,615)	(28,383)
 RECONCILIATION OF FUNDS					
Total funds brought forward		(8,532)	9,665	1,133	29,516
		<hr/>	<hr/>	<hr/>	<hr/>
TOTAL FUNDS CARRIED FORWARD		<u>(23,387)</u>	<u>9,905</u>	<u>(13,482)</u>	<u>1,133</u>

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities.

The notes form part of these financial statements

THE SALFORDIAN TRUST COMPANY LIMITED

BALANCE SHEET
31 March 2020

	Notes	Unrestricted fund £	Restricted funds £	2020 Total funds £	2019 Total funds £
FIXED ASSETS					
Tangible assets	6	16,827	9,905	26,732	30,360
CURRENT ASSETS					
Stocks	7	1,752	-	1,752	1,747
Debtors	8	-	-	-	5,267
Prepayments and accrued income		3,360	-	3,360	6,172
Cash at bank		<u>18,189</u>	<u>-</u>	<u>18,189</u>	<u>41,000</u>
		23,301	-	23,301	54,186
CREDITORS					
Amounts falling due within one year	9	<u>(63,515)</u>	<u>-</u>	<u>(63,515)</u>	<u>(83,413)</u>
NET CURRENT ASSETS/(LIABILITIES)		<u>(40,214)</u>	<u>-</u>	<u>(40,214)</u>	<u>(29,227)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>(23,387)</u>	<u>9,905</u>	<u>(13,482)</u>	<u>1,133</u>
NET ASSETS/(LIABILITIES)		<u>(23,387)</u>	<u>9,905</u>	<u>(13,482)</u>	<u>1,133</u>
FUNDS	10				
Unrestricted funds				(23,387)	(8,532)
Restricted funds				<u>9,905</u>	<u>9,665</u>
TOTAL FUNDS				<u>(13,482)</u>	<u>1,133</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2020 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

THE SALFORDIAN TRUST COMPANY LIMITED

BALANCE SHEET - continued
31 March 2020

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

The financial statements were approved by the Board of Trustees and authorised for issue on 28th January 2021 and were signed on its behalf by:

.....
Cllr D A Lancaster - Trustee

.....
Mr W A Lloyd - Trustee

The notes form part of these financial statements

THE SALFORDIAN TRUST COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS for the Year Ended 31 March 2020

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Income

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

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Improvements to property	- 5% on cost
Fixtures and fittings	- 20% on cost

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

THE SALFORDIAN TRUST COMPANY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 March 2020**

2. NET INCOME/(EXPENDITURE)

Net income/ (expenditure) is stated after charging/ (crediting):

	2020 £	2019 £
Depreciation - owned assets	<u>5,704</u>	<u>7,167</u>

3. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2020 nor for the year ended 31 March 2019.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2020 nor for the year ended 31 March 2019.

4. STAFF COSTS

	2020 £	2019 £
Wages and salaries	144,198	141,996
Social security costs	22,817	30,211
Other pension costs	<u>913</u>	<u>609</u>
	<u>167,928</u>	<u>172,816</u>

The average monthly number of employees during the year was as follows:

	2020	2019
Management	<u>8</u>	<u>9</u>

No employees received emoluments in excess of £60,000.

5. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	44	16,540	16,584
Charitable activities			
Charitable activities	<u>219,118</u>	<u>-</u>	<u>219,118</u>
Total	219,162	16,540	235,702
EXPENDITURE ON			
Charitable activities			
Charitable activities	<u>252,305</u>	<u>11,780</u>	<u>264,085</u>
NET INCOME/(EXPENDITURE)	(33,143)	4,760	(28,383)
Transfers between funds	<u>6,540</u>	<u>(6,540)</u>	<u>-</u>

THE SALFORDIAN TRUST COMPANY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 March 2020**

5. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted fund £	Restricted funds £	Total funds £
Net movement in funds	(26,603)	(1,780)	(28,383)

RECONCILIATION OF FUNDS

Total funds brought forward	18,071	11,445	29,516
TOTAL FUNDS CARRIED FORWARD	<u>(8,532)</u>	<u>9,665</u>	<u>1,133</u>

6. TANGIBLE FIXED ASSETS

	Improvements to property £	Fixtures and fittings £	Motor vehicles £	Totals £
COST				
At 1 April 2019	98,439	35,042	10,800	144,281
Additions	<u>-</u>	<u>2,076</u>	<u>-</u>	<u>2,076</u>
At 31 March 2020	<u>98,439</u>	<u>37,118</u>	<u>10,800</u>	<u>146,357</u>
DEPRECIATION				
At 1 April 2019	68,714	34,407	10,800	113,921
Charge for year	<u>5,125</u>	<u>579</u>	<u>-</u>	<u>5,704</u>
At 31 March 2020	<u>73,839</u>	<u>34,986</u>	<u>10,800</u>	<u>119,625</u>
NET BOOK VALUE				
At 31 March 2020	<u>24,600</u>	<u>2,132</u>	<u>-</u>	<u>26,732</u>
At 31 March 2019	<u>29,725</u>	<u>635</u>	<u>-</u>	<u>30,360</u>

7. STOCKS

	2020 £	2019 £
Finished goods and goods for resale	<u>1,752</u>	<u>1,747</u>

8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Trade debtors	-	580
Other debtors	<u>-</u>	<u>4,687</u>
	<u>-</u>	<u>5,267</u>

THE SALFORDIAN TRUST COMPANY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 March 2020**

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020	2019
	£	£
Payments on account	11,411	22,488
Trade creditors	49,238	49,000
Other creditors	941	-
Accruals and deferred income	<u>1,925</u>	<u>11,925</u>
	<u><u>63,515</u></u>	<u><u>83,413</u></u>

10. MOVEMENT IN FUNDS

	At 1/4/19 £	Net movement in funds £	Transfers between funds £	At 31/3/20 £
Unrestricted funds				
General fund	(8,532)	(14,779)	(76)	(23,387)
Restricted funds				
Bedroom refurbishment	9,665	(1,525)	-	8,140
Electrical Appliances	<u>-</u>	<u>1,689</u>	<u>76</u>	<u>1,765</u>
	<u>9,665</u>	<u>164</u>	<u>76</u>	<u>9,905</u>
TOTAL FUNDS	<u><u>1,133</u></u>	<u><u>(14,615)</u></u>	<u><u>-</u></u>	<u><u>(13,482)</u></u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	208,410	(223,189)	(14,779)
Restricted funds			
Minibuses	1,549	(1,549)	-
Bedroom refurbishment	10,000	(11,525)	(1,525)
Other refurbishment	16,837	(16,837)	-
Electrical Appliances	<u>2,000</u>	<u>(311)</u>	<u>1,689</u>
	<u>30,386</u>	<u>(30,222)</u>	<u>164</u>
TOTAL FUNDS	<u><u>238,796</u></u>	<u><u>(253,411)</u></u>	<u><u>(14,615)</u></u>

THE SALFORDIAN TRUST COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 March 2020

10. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1/4/18 £	Net movement in funds £	Transfers between funds £	At 31/3/19 £
Unrestricted funds				
General fund	18,071	(33,143)	6,540	(8,532)
Restricted funds				
Minibuses	1,350	(1,350)	-	-
Bedroom refurbishment	10,095	(430)	-	9,665
Other refurbishment	-	6,540	(6,540)	-
	<u>11,445</u>	<u>4,760</u>	<u>(6,540)</u>	<u>9,665</u>
TOTAL FUNDS	<u>29,516</u>	<u>(28,383)</u>	<u>-</u>	<u>1,133</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	219,162	(252,305)	(33,143)
Restricted funds			
Minibuses	-	(1,350)	(1,350)
Bedroom refurbishment	10,000	(10,430)	(430)
Other refurbishment	6,540	-	6,540
	<u>16,540</u>	<u>(11,780)</u>	<u>4,760</u>
TOTAL FUNDS	<u>235,702</u>	<u>(264,085)</u>	<u>(28,383)</u>

11. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 March 2020.

THE SALFORDIAN TRUST COMPANY LIMITED

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
for the Year Ended 31 March 2020**

	2020 £	2019 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	63,431	16,584
Charitable activities		
Sales within charitable activities	<u>175,365</u>	<u>219,118</u>
Total incoming resources	238,796	235,702
EXPENDITURE		
Charitable activities		
Staff costs	144,198	141,996
Food and drink	22,817	30,211
Cleaning and laundry	913	609
Rates and water	5,652	8,841
Insurance	9,159	8,730
Light and heat	19,387	15,927
Telephone	1,339	1,070
Postage and stationery	75	19
Administration	16,837	16,837
Sundries	5,606	5,509
Legal and professional	4,919	5,038
Depreciation of tangible fixed assets	5,704	7,167
Entertainment costs	6,192	7,377
Transport and travel	4,624	7,413
Repairs and renewals	<u>5,989</u>	<u>7,341</u>
	<u>253,411</u>	<u>264,085</u>
Total resources expended	<u>253,411</u>	<u>264,085</u>
Net expenditure	<u><u>(14,615)</u></u>	<u><u>(28,383)</u></u>

This page does not form part of the statutory financial statements