

LANGLEY CHARITABLE TRUST

UNAUDITED

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2020

LANGLEY CHARITABLE TRUST

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LANGLEY CHARITABLE TRUST

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 31 DECEMBER 2020

Trustees	Sylvia Gilmour John Gilmour
Charity registered number	280104
Principal office	Wheatmoor Farm 301 Tamworth Road Sutton Coldfield B75 6JP
Independent examiner	Helen Blundell LLB FCA FCIE DChA MHA MacIntyre Hudson Chartered Accountants Rutland House 148 Edmund Street Birmingham B3 2FD
Bankers	Barclays Bank PLC
Solicitors	Somerfield & Co. 26a Bird Street Lichfield Staffordshire WS13 6PR
Investment Manager	Cullen Wealth Ltd 2 Riverview Vale Road Heaton Mersey Cheshire SK4 3GN

LANGLEY CHARITABLE TRUST

TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2020

The Trustees present their annual report together with the financial statements of the Charity for the year 1 January 2020 to 31 December 2020.

Objectives and activities

- **Policies and objectives**

The principal activity of the trust is to advance the gospel of Jesus Christ and Christianity and the general welfare of humanity in its creation, nurturing and development of Christian outreach in varied dimensions. The trust does not support projects that do not directly benefit or help people.

In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit, including the guidance 'Public benefit: running a charity (PB2)'.

- **Grant-making policies**

The trustees meet on a regular basis to review requests for grants and to consider projects under development.

- **Correspondence for grant applications**

The trustees only reply where they require further information. No telephone calls or correspondence will be entered into concerning any proposed or declined applications.

All correspondence should be addressed to: The Trustees, Wheatmoor Farm, 301 Tamworth Road, Sutton Coldfield, West Midlands, B75 6JP.

Achievements and performance

- **Review of activities**

The statement of financial activities is shown on page 6.

Recognising the impact that the COVID-19 pandemic was having the trustees agreed a temporary repayment holiday on the loan to NAYC (note 9). Grant making in the year totalled £71,800 (2019: £ 27,500) which included a grant of £20,000 to provide additional support to NAYC and a grant of £50,000 to Betel UK, a Christian charity that provides a drug rehabilitation facility.

The net income of funds for the year was £11,463 (2019: £175,879) including a £130,666 surplus on revaluation of investments (2019: £196,685).

Financial review

- **Going concern**

After making appropriate enquiries, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the accounting policies.

LANGLEY CHARITABLE TRUST

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

● Reserves policy

The trustees have accumulated reserves with a view to providing ongoing financial support to new projects as well as providing one off grants. The trustees have currently adopted a policy to accumulate reserves as part of a longer term vision for a project which will require significant capital investment.

Current free reserves (net current assets) are £924,075 (2019: £1,012,014).

Structure, governance and management

● Constitution

The Langley Charitable Trust is an unincorporated body which was established as a grant making trust on 24 January 1980 and registered as a charity on 19 March 1980.

The charity was established under a trust deed that established the objects and powers of the trust. Mr J P Gilmour and Mrs S S Gilmour have held office as trustees since the creation of the trust to date and have complete discretion over the use of the charity's funds and consider allocation of grants and applicable of funds for charitable purposes on a regular basis.

● Methods of appointment or election of Trustees

The management of the Charity is the responsibility of the Trustees who are elected and co-opted under the terms of the Trust deed.

● Organisational structure and decision-making policies

The charity is managed by the trustees.

● Financial risk management

The trustees believe that the charity is not exposed to significant external risk. Internal risks are minimised by the implementation of procedures for authorisation of all transactions and projects and to ensure consistent quality of delivery for all operational aspects of the charity. These procedures are periodically reviewed to ensure that they still meet the needs of the charity.

Plans for future periods

The trust has considered the ongoing impact of the global pandemic that is Covid-19. The main area of impact is the volatility of investments and any associated income streams. Operationally the trust is continuing to support its beneficiary charities.

The trust continues to support a number of initiatives and projects in line with the charity's principal objective of Christian outreach to benefit and help people. The trustees are continuing to support Adventure Plus and NAYC in their purposes. The trustees are prayerfully considering the direction that the Lord would have them take in deciding upon further projects to support.

LANGLEY CHARITABLE TRUST

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

Statement of Trustees' responsibilities

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

The law applicable to charities in England & Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charity and of 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 then apply them consistently;
- observe the methods and principles of the Charities SORP (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charity will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Charity's transactions and disclose with reasonable accuracy at any time the financial position of the Charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the Trust deed. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by order of the members of the board of Trustees and signed on their behalf by:

Sylvia Gilmour

(Trustee)

Date: 7 September 2021

LANGLEY CHARITABLE TRUST

INDEPENDENT EXAMINER'S REPORT FOR THE YEAR ENDED 31 DECEMBER 2020

Independent examiner's report to the Trustees of Langley Charitable Trust ('the Charity')

I report to the charity Trustees on my examination of the accounts of the Charity for the year ended 31 December 2020.

Responsibilities and basis of report

As the Trustees of the Charity you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the 2011 Act').

I report in respect of my examination of the Charity's accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Your attention is drawn to the fact that the Charity has prepared the accounts 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) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has been withdrawn.

I understand that this has been done in order for the accounts to provide a true and fair view in accordance with the Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

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 that in any material respect:

1. accounting records were not kept in respect of the Charity as required by section 130 of the 2011 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination.

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

This report is made solely to the Charity's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. My work has been undertaken so that I might state to the Charity's Trustees those matters I am required to state to them in an Independent examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the Charity and the Charity's Trustees as a body, for my work or for this report.

Signed:

Dated: 13 September 2021

Helen Blundell LLB FCA FCIE DChA

MHA MacIntyre Hudson

Chartered Accountants

Rutland House

148 Edmund Street

Birmingham

B3 2FD

LANGLEY CHARITABLE TRUST

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2020**

	Note	Unrestricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
Income from:				
Donations and legacies		-	-	613
Investments	3	37,232	37,232	35,864
Other income		866	866	15,242
Total income		38,098	38,098	51,719
Expenditure on:				
Raising funds		23,230	23,230	25,202
Charitable activities		134,071	134,071	47,323
Total expenditure		157,301	157,301	72,525
Net expenditure before net gains on investments		(119,203)	(119,203)	(20,806)
Net gains on investments		130,666	130,666	196,685
Net movement in funds		11,463	11,463	175,879
Reconciliation of funds:				
Total funds brought forward		5,778,475	5,778,475	5,602,596
Net movement in funds		11,463	11,463	175,879
Total funds carried forward		5,789,938	5,789,938	5,778,475

The Statement of financial activities includes all gains and losses recognised in the year.

The notes on pages 8 to 16 form part of these financial statements.

LANGLEY CHARITABLE TRUST

**BALANCE SHEET
AS AT 31 DECEMBER 2020**

	Note	2020 £	2019 £
Fixed assets			
Tangible assets	7	1,511,014	1,510,297
Investments	8	2,373,262	2,265,826
Social investments	9	981,587	990,338
		<u>4,865,863</u>	<u>4,766,461</u>
Current assets			
Debtors	10	4,175	6,888
Cash at bank and in hand		926,379	1,008,126
		<u>930,554</u>	<u>1,015,014</u>
Creditors: amounts falling due within one year	11	(6,479)	(3,000)
Net current assets		<u>924,075</u>	<u>1,012,014</u>
Total net assets		<u><u>5,789,938</u></u>	<u><u>5,778,475</u></u>
Charity funds			
Unrestricted funds		5,789,938	5,778,475
Total funds		<u><u>5,789,938</u></u>	<u><u>5,778,475</u></u>

The financial statements were approved and authorised for issue by the Trustees on 07 September 2021 and signed on their behalf by:

Sylvia Gilmour
(Trustee)

The notes on pages 8 to 16 form part of these financial statements.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

1. General information

Langley Charitable Trust is a charitable trust registered in England and Wales. The address of its registered office is Wheatmoor Farm, 301 Tamworth Road, Sutton Coldfield, B75 6JP, which is also the address of its principal place of business. The principal activity of the trust is supporting organisations which are aligned with the Trust's objectives.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements 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), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following the Charities SORP (FRS 102) published in October 2019 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

Langley Charitable Trust 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.

2.2 Income

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 income receivable can be measured reliably.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

2. Accounting policies (continued)

2.3 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources.

Support costs are those costs incurred directly in support of expenditure on the objects of the charity. Governance costs are those incurred in connection with administration of the charity and compliance with constitutional and statutory requirements.

Expenditure on raising funds includes all expenditure incurred by the Charity to raise funds for its charitable purposes and includes costs of all fundraising activities events and non-charitable trading.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Charity's objectives, as well as any associated support costs.

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

All expenditure is inclusive of irrecoverable VAT.

2.4 Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Charity; this is normally upon notification of the interest paid or payable by the institution with whom the funds are deposited.

2.5 Tangible fixed assets and depreciation

Freehold land and buildings are held primarily as a programme related investment in furtherance of charitable objectives and are accounted for as tangible fixed assets.

Tangible fixed assets are carried at cost, net of depreciation and any provision for impairment. Depreciation is not charged on freehold land. Depreciation is provided at rates calculated to write off the cost of fixed assets, less estimated residual value, over their expected useful lives.

The Trustees consider that the residual value of the buildings is such that there is no depreciation charged. The property is reviewed for impairment on an annual basis.

Office equipment	- over 3 years
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

2. Accounting policies (continued)

2.6 Investments

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance sheet date, unless the value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and presented as 'Gains/(Losses) on investments' in the Statement of financial activities.

2.7 Programme related investments

Programme related investments held as fixed assets represent long term loans and advances, sometimes on terms that are interest free, to assist in the acquisition and development of property and projects for charitable purposes by third parties.

The loans are initially measured at fair value, being the amount advanced, and subsequently measured at amortised cost using the effective interest rate method, less impairment.

2.8 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

2.9 Cash at bank and in hand

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

2.10 Liabilities and provisions

Liabilities 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.

Liabilities are recognised at the amount that the Charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the Statement of financial activities as a finance cost.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

2. Accounting policies (continued)

2.11 Financial instruments

The Charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

2.12 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Charity and which have not been designated for other purposes.

3. Investment income

	Unrestricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
Rental income	659	659	284
Loan interest on programme related investments	30,662	30,662	27,803
Bank interest	5,911	5,911	7,777
	<hr/> 37,232 <hr/>	<hr/> 37,232 <hr/>	<hr/> 35,864 <hr/>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

4. Analysis of grants

	Grants to Institutions 2020 £	Grants to Individuals 2020 £	Total funds 2020 £	Total funds 2019 £
Grants Payable	70,500	1,300	71,800	27,500
	<hr/>	<hr/>	<hr/>	<hr/>
<i>Total 2019</i>	<i>27,500</i>	<i>-</i>	<i>27,500</i>	
	<hr/>	<hr/>	<hr/>	

The Charity has made the following material grants to institutions during the year:

	2020 £	2019 £
Name of institution		
Northamptonshire Association of Youth Clubs	20,000	20,000
Upper Moreton Rural Activities	-	2,000
United Christian Broadcasters	500	5,000
Daventry Area Community Transport	-	500
Betel UK	50,000	-
	<hr/>	<hr/>
	70,500	27,500
	<hr/>	<hr/>

5. Analysis of expenditure by activities

	Grant funding of activities 2020 £	Support costs 2020 £	Total funds 2020 £	Total funds 2019 £
Charitable activities	71,800	62,271	134,071	47,323
	<hr/>	<hr/>	<hr/>	<hr/>
<i>Total 2019</i>	<i>27,500</i>	<i>19,823</i>	<i>47,323</i>	
	<hr/>	<hr/>	<hr/>	

Analysis of support costs

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

5. Analysis of expenditure by activities (continued)

Analysis of support costs (continued)

	Total funds 2020 £	<i>Total funds 2019 £</i>
Depreciation	358	-
Secretarial	3,490	1,914
Postage and stationery	241	321
Bank charges/interest	90	110
Independent examiner's fees	3,000	2,933
Insurance	864	860
Repairs	54,078	13,685
Donations	150	-
	62,271	19,823

6. Trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2019 - £NIL).

During the year ended 31 December 2020, no Trustee expenses have been incurred (2019 - £NIL).

The trust does not have any employees and therefore there is no one earning more than £60,000 per annum.

LANGLEY CHARITABLE TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

7. Tangible fixed assets

	Freehold property £	Office equipment £	Total £
Cost or valuation			
At 1 January 2020	1,510,297	-	1,510,297
Additions	-	1,075	1,075
	<hr/>	<hr/>	<hr/>
At 31 December 2020	1,510,297	1,075	1,511,372
	<hr/>	<hr/>	<hr/>
Depreciation			
Charge for the year	-	358	358
	<hr/>	<hr/>	<hr/>
At 31 December 2020	-	358	358
	<hr/>	<hr/>	<hr/>
Net book value			
At 31 December 2020	1,510,297	717	1,511,014
	<hr/>	<hr/>	<hr/>
At 31 December 2019	1,510,297	-	1,510,297
	<hr/>	<hr/>	<hr/>

Included in land and buildings is freehold land at cost of £860,297 (2019: £860,297). The estimated residual value of the buildings is considered to be at least equal to the cost and therefore no depreciation charge arises.

8. Fixed asset investments

	Listed investments £
Cost or valuation	
At 1 January 2020	2,265,826
Disposals	(23,058)
Revaluations	130,494
At 31 December 2020	<hr/>
	2,373,262
	<hr/>

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

9. Social investments

	Programme related investments £	Total £
Cost or valuation		
At 1 January 2020	990,338	990,338
Additions	21,862	21,862
Repayments	(30,613)	(30,613)
	<u>991,587</u>	<u>991,587</u>
At 31 December 2020	981,587	981,587
	<u>981,587</u>	<u>981,587</u>

In 2019 the loans to NAYC were renegotiated to amalgamate the two existing loans into one loan with an interest rate of 2.85% above base repayable in monthly instalments. A temporary loan repayment holiday was agreed for part of the year. In terms with the loan agreement, the interest accrued during the repayment holiday can be capitalised and has therefore been added to the loan. This deferral was added onto the final completion date. The loan is now repayable by 2 October 2027.

10. Debtors

	2020 £	2019 £
Due within one year		
Accrued income	4,175	6,888
	<u>4,175</u>	<u>6,888</u>

11. Creditors: Amounts falling due within one year

	2020 £	2019 £
Accruals	6,479	3,000
	<u>6,479</u>	<u>3,000</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

12. Related party transactions

Programme related investments, in the form of loans, have been made to Northamptonshire Association of Youth Clubs ("NAYC"), a charity of which both trustees were board members until March 2019.

At the 2019 year end £990,338 was due from NAYC. The trust holds a legal charge over a property owned by NAYC as security. Interest of £27,803 was receivable in connection with the interest bearing loans.

During the 2019 financial year donations of £20,000 were made to NAYC.