

Company registration number: 02608644

Charity registration number: 1002909

Gilead Foundations Charity

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 30 November 2021

Wortham Jaques Limited
Chartered Accountants & Charity Advisers
130a High Street
Crediton
Devon
EX17 3LQ

Gilead Foundations Charity

Contents

Reference and Administrative Details	1
Trustees' Report	2 to 6
Independent Examiner's Report	7
Statement of Financial Activities	8 to 9
Balance Sheet	10 to 11
Notes to the Financial Statements	12 to 25

Gilead Foundations Charity

Reference and Administrative Details

Trustees	Mr Chris Cole, Chair Dr Clem Ferris Mr Andrew Piddington Mr Albert Sloman Mr Matthew Williams
Charity Registration Number	1002909
Company Registration Number	02608644
Registered Office	The charity is incorporated in England and Wales. Risdon Farm Jacobstowe Okehampton Devon EX20 3AJ
Independent Examiner	Wortham Jaques Limited Chartered Accountants & Charity Advisers 130a High Street Crediton Devon EX17 3LQ
Solicitors:	Robinsons 10-11 St James Court Friar Gate Derby DE1 1BT
Bankers	NatWest Okehampton Devon

Gilead Foundations Charity

Trustees' Report

The Trustees of Gilead Foundations Charity, who are directors for the purposes of company law, present their annual report and the unaudited financial statements of the charitable company for the year ended 30 November 2021.

Structure, Governance and Management

Gilead Foundations Charity (GFC) is a company limited by guarantee governed by its Memorandum and Articles of Association. The Trustees are appointed in accordance with the terms of the Memorandum and Articles of Association.

Gilead Trustee board currently comprises of five Trustees: Chris Cole; Clem Ferris; Andrew Piddington; Matthew Williams and Albert Sloman. Each Trustee has responsibility for various areas of the charity – finance, fundraising and marketing, project structure and strategy, as well as risk assessment and compliance. This is achieved through regular online meetings via internet conferencing media, regular onsite involvement particularly by the local Trustees.

Following deregistration from the Care Quality Commission (CQC) in 2017 a review of the operational activity was carried out and it was decided that it was in the best interests of both the Charity and the Samuel family that the charitable activity and the farm activity be separated, accordingly Risdon Enterprise Community Interest Company (RECIC) ceased its operational function in July 2018. So, with effect from August 2018 the day to day direct operations and activities have reverted back to GFC under the control of the Trustees.

GFC Trustees are chosen based on skill sets seen to be required by the Charity. Potential trustees are placed on a year probationary period prior to being adopted as an actual trustee. The period of probation acts to provide the probationary trustee with a year in which to understand the workings of the charity and the risks associated with it. It also acts to provide a time period in which existing trustees can satisfy themselves that the probationary trustee is suitable for the position required. From then on the trustees discuss the requirements as laid out in the Charity Commission Document CC3 concerning the legal requirement of individual trustees. Where it is seen that further training is required then the relevant trustees will attend appropriate training courses.

Chris Cole (GFC Chair and fund-raising trustee) has vast experience networking and being on the board of other charities and international organisations. This gives him the skill set required to advise and give guidance regarding the protocols, structure and legislation required as a charity.

The ongoing impact of Covid-19 has required the continuation of Andrew Piddington in the role of Interim CEO to ensure that management decisions were expedited on a timely basis ensuring that the Charity fully complied with Government guidelines and that any potential adverse impact on operational matters was kept to a minimum.

Clem Ferris has been a Trustee since 1999 and brings guidance on the strategic vision of the Charity. Matthew Williams works as an Operational Manager within the Social Care sector and brings to the charity much needed specialist knowledge around the supported living legislation. Andrew Piddington is responsible for the financial and operational management of the charity. All income and expenditure is approved by Andrew who is supported by the Finance Manager, Maria Ward, who covers the day to day financial management. Any payments that fall outside of the budgeted expenditure are authorised individually by Andrew Piddington on behalf of Trustees. Albert Sloman is responsible for the overseeing any Pastoral aspects of the Charity including designating Mentors\Life Coaches to residents for the duration of their stay.

Risk Management

All risk management is carried out by the Charity. During each year, the Trustees and operational staff assess the charity's major risks and then undertake to address them as soon as it practicable, finances allowing. GFC is responsible to carry out relevant Health and Safety Audits, which are made available to the GFC trustees and reviewed at the AGM.

Gilead Foundations Charity

Trustees' Report

The greatest risk for GFC continues to be in maintaining funding for the supported living costs. Government policy and funding opportunities are being monitored and researched on a regular basis, by GFC trustees.

GFC lease, at a peppercorn rent, just over 5 acres of land at Risdon Farm, upon which the new accommodation block, Grace Lodge, stands and two more are built up to their foundations. The buildings and contents are owned by GFC and now provide the charity with a strengthened balance sheet which has assisted the charity in going forwards and proving the solvency of the charity.

1. Objectives and Activities

GFC is established for the following objectives:

“To promote the mental and physical rehabilitation of persons recovering from drug and alcohol abuse or similar problems by providing therapy in connection therewith by teaching them the principles and values of the Christian faith and advancing their education – including the teaching of life skills – so as to better enable them to cope with the business of life.”

GFC’s principle activities involve supported accommodation and living incorporating skills training and work therapy including farm related activity supplied by the Samuel Partnership who own and operate Risdon Farm near Okehampton in Devon. The farm helps to provide an excellent environment for GFC residents to learn basic work ethics and life skills ready for when they re-integrate back into society.

GFC is a residential service which provides support through the extended family structure within which the residents (clients of the programme) live. The residents are under the care and supervision of the management team and support workers. From the 1st April 2020 the Charity changed its emphasis from male to female residents due to the identified lack of such facilities for women. The Charity currently employs seven support workers on either full-time or part-time contracts. It has been the aim to keep Grace Lodge full at all times. The lodge can accommodate up to 10 female residents at any time.

Residents come to GFC on a voluntary basis and are free to leave at any time. A will and determination to change their life is one of the key motivational factors in students entering and continuing on the programme.

The primary aims and objectives set by the charity are:

“Unlocking people from the effects of addiction, fear and pain, releasing them into their true potential, by teaching them to understand why they do things they don’t want to do and how to do only what will bring real success and fulfilment, so that relapse is something of the past.”

The success of Gilead’s approach to helping individuals recovering from life controlling issues is accomplished by people coming and living together within a community structure on an extended family basis. Work experience and skill learning gives the residents a sense of achievement and value. The support workers provide weekly one-to-one support as well as a relapse prevention programme one-on-one basis. Activities such as group devotions and evening family gatherings are set up to impart family values, basic catering, domestic and life skills, as well as social activities. This community environment functions in a grace-based environment, working and training together so that all needs are met.

The Charity provides work therapy in practical areas such as farm, maintenance and building, horticulture, catering and domestics, administration and office work, for which the students receive certificates of competence. In addition to this there are scheduled creative crafts and leisure activities.

Gilead Foundations Charity

Trustees' Report

The charity continues to receive support from personal donations and gifts in-kind to complement its operational costs to maintain the services being provided. This is promoted through letters to supporters outlining current needs for their donations. The applications team is in a monthly contact with referral agencies and there are some regional centres that regularly provide students. However, it is an ongoing challenge to secure funded student on a consistent basis.

2. Social Benefit

GFC has been providing services that are of social and public benefit since 1991.

The trustees confirm that they have complied with the requirements of section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

GFC aims to reach homeless and vulnerable adults recovering from drug and alcoholic compulsive behaviours and related problems of society. GFC has helped hundreds of people over the years. The charity has been recording the success rate of students who have left our service since 2005, keeping in touch with those leaving our service for up to 2 years, and longer in some cases.

The ongoing work of GFC is multidimensional and is included with parts of its mission statement – “Unlocking People, Releasing Potential”.

The purpose of GFC is to continue to work with vulnerable individuals – homeless or recovering from addictions, such as drug and alcohol abuse, dual diagnosis and learning difficulties, self-harm, family breakdown, criminal backgrounds, parenting difficulties and related problems.

Our aim is to see people released from such things moving into their true potential of having successful, fulfilled lifestyles, with career and personal domestic opportunities within society.

Whilst the charity bases its programme on Christian principles, there are no restrictions on accepting clients because of race, religion or gender.

Though the Trustees have sought to be financially accountable by increasing the number of funded residents, GFC has always had a guiding principle to take in people who have not been able to receive Local Authority funding nor have access to private funding.

With the aims of “Unlocking People, Releasing Potential”, the social benefit of the charity can clearly be identified.

3. Achievements and Performance

Gilead finds its main purpose in supporting the residents through a transitional period enabling them to fully reintegrate into being purposeful participants in society. Since changing the operation to support females from April 2020, resident numbers have started to increase once awareness of the redefined purpose have been circulated to agencies and supporters.

Gilead Foundations Charity

Trustees' Report

4. Financial Review

Incoming resources this year were £246,104 compared with £224,333 in the year to 30th November 2020. Our resources expended were £268,598 compared with £190,728. Our overall result was therefore a surplus\deficit for the year of £22,494 compared with a surplus of £33,605 in the previous year. Our funds at the year amounted to £399,951 of which £15,830 was held in restricted funds and £384,121 in unrestricted reserves. However, about £356k of this represents the value of Grace Lodge (net of related borrowing), leaving free reserves of about £44k.

Within the year a review of the historical trading activity between the charity and Risdon Enterprises Community Interest Company (RECIC) was carried out to ensure that there were no outstanding or unresolved matters. It was agreed with the directors of RECIC that there were no outstanding or unresolved matters and accordingly Companies House were informed that the RECIC had ceased trading on the 1st February 2022.

5. Covid-19

As a consequence of the Covid-19 pandemic the charity had to implement actions and strategies to ensure that the well-being of staff, volunteers and beneficiaries was the first priority at all times. With this in mind vulnerable staff and volunteers were furloughed and required to comply with the government guidelines in respect of self-isolation.

Due to the location of the charity operation on a remote farm, we have been able to function using the “Bubble Principle” and thankfully have not had any positive cases of Covid. When any new beneficiaries have arrived at the charity they are firstly tested and then accommodated in a self-contained flat for a minimum period of seven days.

To ensure that we could continue to deliver the core service to the beneficiaries all “non-essential” staff and volunteers were placed on the HMRC JRS Furlough scheme until such a time as the charity was in a position to re-engage their services. The charity continues to operate within the Government defined COVID parameters, which does impose some limitations on our ability to deliver the full range of activities however due to our location beneficiaries can enjoy a reasonable level of recreational activity around the farm environment.

There has been a significant impact on the reserves due to limitations on the charity’s ability to promote our activities to the wider community during 2021 however we do not see the need to revise our reserves policy or to reassign designated funds.

6. Future Plans

As indicated above Gilead Foundations Charity has now been set up as an Exempt Accommodation provision which can apply to the local authority for additional housing benefit to cover support costs for service users. The programme will therefore look to provide support and restoration to service users rather than a rehabilitation programme. The accommodation and programme will therefore be structured as “support accommodation” rather than a “care home”.

In order for these changes to be successful the following plans have been put in place:

6.1 A fundraising and marketing strategy has been developed under the direction of the board of trustees and Lois Samuel, General Manager, to ensure medium to long term stability. This includes presentations to organisations including testimonials from residents.

6.2 Accommodation - it is still our aim to complete the two remaining accommodation blocks and we continue to raise funds for the 2nd lodge, Faith Lodge, for which the foundations have been completed.

Gilead Foundations Charity

Trustees' Report

6.3 Resident Numbers - there are currently six residents on site, with pending applications in the advanced stages of the process. The goal is to build towards having a waiting list in place to ensure occupancy levels can be held at the highest level possible. The new Supported Accommodation programme will continue to offer practical restoration and support to people who have had "life controlling" problems.

Small companies provision statement

This report has been prepared in accordance with the small companies regime under the Companies Act 2006.

Statement of Trustees' Responsibilities

The trustees (who are also the directors of Gilead Foundations Charity for the purposes of company law) 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), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland". The report and accounts have been prepared in accordance with the provisions in the Companies Act 2006 relating to small companies.

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 the incoming resources and application of resources, including its income and expenditure, of the charitable company 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 accounting standards, comprising FRS 102 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 proper accounting records that can 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.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

The annual report was approved by the trustees of the charity on 23 September 2022 and signed on its behalf by:

.....
Mr Andrew Piddington
Trustee

Gilead Foundations Charity

Independent Examiner's Report to the trustees of Gilead Foundations Charity ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 30 November 2021.

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.

An independent examination does not involve gathering all the evidence that would be required in an audit and consequently does not cover all the matters that an auditor considers in giving their opinion on the accounts. The planning and conduct of an audit goes beyond the limited assurance that an independent examination can provide. Consequently I express no opinion as to whether the accounts present a 'true and fair' view and my report is limited to those specific matters set out in the independent examiner's statement.

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 Gilead Foundations Charity 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.

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.

.....
Charlotte Chapman Gibbs BFP ACA
Wortham Jaques Limited
Chartered Accountants & Charity Advisers

130a High Street
Crediton
Devon
EX17 3LQ

28 September 2022

Gilead Foundations Charity

Statement of Financial Activities for the Year Ended 30 November 2021 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Restricted funds £	Total 2021 £
Income and Endowments from:				
Donations and legacies	3	53,180	3,362	56,542
Charitable activities	4	130,296	59,068	189,364
Other trading activities	5	193	-	193
Investment income	6	5	-	5
Total income		183,674	62,430	246,104
Expenditure on:				
Charitable activities	7	(223,407)	(45,191)	(268,598)
Total expenditure		(223,407)	(45,191)	(268,598)
Net (expenditure)/income		(39,733)	17,239	(22,494)
Transfers between funds		29,972	(29,972)	-
Net movement in funds		(9,761)	(12,733)	(22,494)
Reconciliation of funds				
Total funds brought forward		393,882	28,563	422,445
Total funds carried forward	17	384,121	15,830	399,951

The notes on pages 12 to 25 form an integral part of these financial statements.

Gilead Foundations Charity

Statement of Financial Activities for the Year Ended 30 November 2021 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Restricted funds £	Total 2020 £
Income and Endowments from:				
Donations and legacies	3	84,621	-	84,621
Charitable activities	4	118,457	13,494	131,951
Investment income	6	28	-	28
Other income		7,733	-	7,733
Total income		<u>210,839</u>	<u>13,494</u>	<u>224,333</u>
Expenditure on:				
Charitable activities	7	<u>(189,586)</u>	<u>(1,142)</u>	<u>(190,728)</u>
Total expenditure		<u>(189,586)</u>	<u>(1,142)</u>	<u>(190,728)</u>
Net income		<u>21,253</u>	<u>12,352</u>	<u>33,605</u>
Net movement in funds		21,253	12,352	33,605
Reconciliation of funds				
Total funds brought forward		<u>372,629</u>	<u>16,211</u>	<u>388,840</u>
Total funds carried forward	17	<u><u>393,882</u></u>	<u><u>28,563</u></u>	<u><u>422,445</u></u>

All of the charity's activities derive from continuing operations during the above two periods.
The funds breakdown for 2021 and 2020 is shown in note 17.

Gilead Foundations Charity

(Registration number: 02608644) Balance Sheet as at 30 November 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible assets	14	508,114	497,067
Investments	15	<u>150</u>	<u>150</u>
		<u>508,264</u>	<u>497,217</u>
Current assets			
Debtors	21	11,651	18,131
Cash at bank and in hand	23	<u>27,737</u>	<u>81,224</u>
		39,388	99,355
Creditors: Amounts falling due within one year	22	<u>(37,207)</u>	<u>(46,846)</u>
Net current assets		<u>2,181</u>	<u>52,509</u>
Total assets less current liabilities		510,445	549,726
Creditors: Amounts falling due after more than one year	20	<u>(110,494)</u>	<u>(127,281)</u>
Net assets		<u>399,951</u>	<u>422,445</u>
Funds of the charity:			
Restricted income funds			
Restricted funds		15,830	28,563
Unrestricted income funds			
Unrestricted funds		<u>384,121</u>	<u>393,882</u>
Total funds	17	<u>399,951</u>	<u>422,445</u>

For the financial year ending 30 November 2021 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 financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

The notes on pages 12 to 25 form an integral part of these financial statements.

Gilead Foundations Charity
(Registration number: 02608644)
Balance Sheet as at 30 November 2021

The financial statements on pages 8 to 25 were approved by the trustees, and authorised for issue on 23 September 2022 and signed on their behalf by:

.....
Mr Andrew Piddington
Trustee

The notes on pages 12 to 25 form an integral part of these financial statements.

Gilead Foundations Charity

Notes to the Financial Statements for the Year Ended 30 November 2021

1 Charity status

The charity is limited by guarantee, incorporated in England and Wales, 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:

Risdon Farm

Jacobstowe

Okehampton

Devon

EX20 3AJ

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)) (issued in October 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Basis of preparation

Gilead Foundations Charity 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.

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.

Gilead Foundations Charity

Notes to the Financial Statements for the Year Ended 30 November 2021

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.

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.

Governance costs

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

Government grants

Government grants are recognised based on the accrual model and are measured at the fair value of the asset received or receivable. Grants are classified as relating either to revenue or to assets. Grants relating to revenue are recognised in income over the period in which the related costs are recognised. Grants relating to assets are recognised over the expected useful life of the asset. Where part of a grant relating to an asset is deferred, it is recognised as deferred income.

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.

Tangible fixed assets

Individual fixed assets costing £100.00 or more are initially recorded at cost.

Gilead Foundations Charity

Notes to the Financial Statements for the Year Ended 30 November 2021

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:

Asset class	Depreciation method and rate
Long-leasehold property	4% reducing balance basis
Office and computer equipment	25% reducing balance basis

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.

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.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Fund structure

Unrestricted income funds are general funds that are available for use at the trustees 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.

Gilead Foundations Charity

Notes to the Financial Statements for the Year Ended 30 November 2021

Pensions and other post retirement obligations

The charity operates a defined contribution pension scheme which is a pension plan under which fixed contributions are paid into a pension fund and the charity has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised in the Statement of Financial Activities when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

Financial instruments

Classification

Financial assets and financial liabilities are recognised when the charity becomes a party to the contractual provisions of the instrument.

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

Recognition and measurement

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transaction. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets and liabilities are only offset in the statement of financial position when, and only when there exists a legally enforceable right to set off the recognised amounts and the charity intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Financial assets are derecognised when and only when a) the contractual rights to the cash flows from the financial asset expire or are settled, b) the charity transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the charity, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party.

Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

Gilead Foundations Charity

Notes to the Financial Statements for the Year Ended 30 November 2021

3 Income from donations and legacies

	Unrestricted funds General £	Restricted funds £	Total funds £
Donations and legacies;			
Donations from individuals	28,003	3,362	31,365
Gift aid reclaimed	2,660	-	2,660
Grants, including capital grants;			
Government grants	2,017	-	2,017
Grants from other charities	20,500	-	20,500
Total for 2021	53,180	3,362	56,542
Total for 2020	84,621	-	84,621

4 Income from charitable activities

	Unrestricted funds General £	Restricted funds £	Total funds £
Student support	130,296	59,068	189,364
Total for 2021	130,296	59,068	189,364
Total for 2020	118,457	13,494	131,951

5 Income from other trading activities

	Unrestricted funds General £	Total funds £
Trading income;		
Sales of goods and services	193	193
Total for 2021	193	193

Gilead Foundations Charity

Notes to the Financial Statements for the Year Ended 30 November 2021

6 Investment income

	Unrestricted funds General £	Total funds £
Interest receivable and similar income; Interest receivable on bank deposits	<u>5</u>	<u>5</u>
Total for 2021	<u><u>5</u></u>	<u><u>5</u></u>
Total for 2020	<u><u>28</u></u>	<u><u>28</u></u>

Gilead Foundations Charity

Notes to the Financial Statements for the Year Ended 30 November 2021

7 Expenditure on charitable activities

	Note	Unrestricted funds General £	Restricted funds £	Total funds £
Student support		92,868	15,952	108,820
Depreciation, amortisation and other similar costs		19,243	-	19,243
Staff costs		106,787	29,239	136,026
Governance costs	8	4,509	-	4,509
Total for 2021		<u>223,407</u>	<u>45,191</u>	<u>268,598</u>
Total for 2020		<u>189,586</u>	<u>1,142</u>	<u>190,728</u>

8 Analysis of governance and support costs

Governance costs

	Unrestricted funds General £	Total funds £
Independent examiner fees		
Examination of the financial statements	2,088	2,088
Trustees remuneration and expenses	2,024	2,024
Other governance costs	397	397
Total for 2021	<u>4,509</u>	<u>4,509</u>
Total for 2020	<u>5,147</u>	<u>5,147</u>

Gilead Foundations Charity

Notes to the Financial Statements for the Year Ended 30 November 2021

9 Net incoming/outgoing resources

Net (outgoing)/incoming resources for the year include:

	2021	2020
	£	£
Depreciation of fixed assets	<u>19,243</u>	<u>15,282</u>

10 Trustees remuneration and expenses

During the year the charity made the following transactions with trustees:

Mr Chris Cole

£Nil (2020: £136) of expenses were reimbursed to Mr Chris Cole during the year.

Dr Clem Ferris

£Nil (2020: £1,000) of expenses were reimbursed to Dr Clem Ferris during the year.

Mr Andrew Piddington

£824 (2020: £985) of expenses were reimbursed to Mr Andrew Piddington during the year.

Mr Matthew Williams

£Nil (2020: £164) of expenses were reimbursed to Mr Matthew Williams during the year.

Mr Albert Sloman

£Nil (2020: £452) of expenses were reimbursed to Mr Albert Sloman during the year.

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

No trustees have received any other benefits from the charity during the year.

Donations made by the trustees without any conditions attached totalled £240 for the year (2020 - £Nil).

11 Staff costs

The aggregate payroll costs were as follows:

	2021	2020
	£	£
Staff costs during the year were:		
Wages and salaries	135,155	75,558
Pension costs	<u>871</u>	<u>534</u>
	<u>136,026</u>	<u>76,092</u>

The monthly average number of persons (including senior management / leadership team) employed by the charity during the year expressed as full time equivalents was as follows:

	2021	2020
	No	No
Charitable activities	<u>14</u>	<u>10</u>

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

Gilead Foundations Charity

Notes to the Financial Statements for the Year Ended 30 November 2021

12 Independent examiner's remuneration

	2021	2020
	£	£
Examination of the financial statements	<u>2,088</u>	<u>1,980</u>

13 Taxation

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

14 Tangible fixed assets

	Land and buildings	Furniture and equipment	Motor vehicles	Total
	£	£	£	£
Cost				
At 1 December 2020	588,535	158,190	6,000	752,725
Additions	<u>9,726</u>	<u>11,281</u>	<u>9,284</u>	<u>30,291</u>
At 30 November 2021	<u>598,261</u>	<u>169,471</u>	<u>15,284</u>	<u>783,016</u>
Depreciation				
At 1 December 2020	107,007	146,026	2,625	255,658
Charge for the year	<u>11,047</u>	<u>5,032</u>	<u>3,165</u>	<u>19,244</u>
At 30 November 2021	<u>118,054</u>	<u>151,058</u>	<u>5,790</u>	<u>274,902</u>
Net book value				
At 30 November 2021	<u>480,207</u>	<u>18,413</u>	<u>9,494</u>	<u>508,114</u>
At 30 November 2020	<u>481,528</u>	<u>12,164</u>	<u>3,375</u>	<u>497,067</u>

Included within the net book value of land and buildings above is £Nil (2020 - £Nil) in respect of freehold land and buildings and £480,208 (2020 - £481,528) in respect of leaseholds.

15 Fixed asset investments

	2021	2020
	£	£
Other investments	<u>150</u>	<u>150</u>

Gilead Foundations Charity

Notes to the Financial Statements for the Year Ended 30 November 2021

Other investments

	Unlisted investments £	Total £
Cost or Valuation		
At 1 December 2020	150	150
At 30 November 2021	150	150
Net book value		
At 30 November 2021	150	150
At 30 November 2020	150	150

16 Pension and other schemes

Defined contribution pension scheme

The charity operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the charity to the scheme and amounted to £871 (2020 - £534).

Gilead Foundations Charity

Notes to the Financial Statements for the Year Ended 30 November 2021

17 Funds

	Balance at 1 December 2020 £	Incoming resources £	Resources expended £	Transfers £	Balance at 30 November 2021 £
Unrestricted funds					
<i>General</i>					
Unrestricted funds	393,882	183,674	(223,407)	29,972	384,121
Restricted funds					
Training grants	3,540	-	(1,320)	-	2,220
New residential development	1,467	-	-	-	1,467
Church & Living Free	6,177	-	-	(6,177)	-
Computers	500	10,000	(1,300)	(9,200)	-
New office	20	-	-	(20)	-
Horticultural project	10,673	10,952	(15,994)	-	5,631
Renewables	20	-	(20)	-	-
Toilet block	3,793	1,000	-	(4,793)	-
Awards for All	785	-	-	(785)	-
Residents Food	8	-	(8)	-	-
Leisure Fund	500	1,588	(1,474)	(364)	250
Residents Allowance	-	160	-	-	160
Christian Traing	1,000	1,000	(424)	-	1,576
Motor vehicles	-	8,633	-	(8,633)	-
Residents Fund for Human Need	80	-	(80)	-	-
Connecting Families	-	500	-	-	500
Support Staff Wages	-	17,000	(17,000)	-	-
Art and Craft Project	-	1,450	(712)	-	738
Cooking for Life	-	9,787	(6,499)	-	3,288
PPE	-	360	(360)	-	-
Total restricted funds	<u>28,563</u>	<u>62,430</u>	<u>(45,191)</u>	<u>(29,972)</u>	<u>15,830</u>
Total funds	<u><u>422,445</u></u>	<u><u>246,104</u></u>	<u><u>(268,598)</u></u>	<u><u>-</u></u>	<u><u>399,951</u></u>

Gilead Foundations Charity

Notes to the Financial Statements for the Year Ended 30 November 2021

	Balance at 1 December 2019 £	Incoming resources £	Resources expended £	Balance at 30 November 2020 £
Unrestricted funds				
<i>General</i>				
Unrestricted funds	372,629	210,839	(189,586)	393,882
Restricted				
Training grants	-	3,540	-	3,540
New residential development	1,467	-	-	1,467
Church & Living Free	6,177	-	-	6,177
Computers	-	500	-	500
New office	20	-	-	20
Horticultural project	2,299	8,374	-	10,673
Renewables	20	-	-	20
Toilet block	3,793	-	-	3,793
Awards for All	1,927	-	(1,142)	785
Residents Food	8	-	-	8
Leisure Fund	500	-	-	500
Christian Traing	-	1,000	-	1,000
Residents Fund for Human Need	-	80	-	80
Total restricted funds	16,211	13,494	(1,142)	28,563
Total funds	388,840	224,333	(190,728)	422,445

Transfers from the following funds represent capital expenditure funded by restricted income: Computers, Toilet Block, Awards for All and Motor Vehicles.

18 Analysis of net assets between funds

	Unrestricted funds General £	Restricted funds £	Total funds at 30 November 2021 £
Tangible fixed assets	508,114	-	508,114
Fixed asset investments	150	-	150
Current assets	23,558	15,830	39,388
Current liabilities	(37,207)	-	(37,207)
Creditors over 1 year	(110,494)	-	(110,494)
Total net assets	384,121	15,830	399,951

Gilead Foundations Charity

Notes to the Financial Statements for the Year Ended 30 November 2021

	Unrestricted funds General £	Restricted funds £	Total funds at 30 November 2020 £
Tangible fixed assets	497,067	-	497,067
Fixed asset investments	150	-	150
Current assets	70,792	28,563	99,355
Current liabilities	(46,846)	-	(46,846)
Creditors over 1 year	(127,281)	-	(127,281)
	<u>393,882</u>	<u>28,563</u>	<u>422,445</u>
Total net assets	<u>393,882</u>	<u>28,563</u>	<u>422,445</u>

19 Analysis of net funds

	At 1 December 2020 £	At 30 November 2021 £
Cash at bank and in hand	81,224	81,224
Bank overdraft	(22,330)	(22,330)
	<u>58,894</u>	<u>58,894</u>
Net debt	<u>58,894</u>	<u>58,894</u>

	At 1 December 2019 £	At 30 November 2020 £
Cash at bank and in hand	29,595	29,595
Net debt	<u>29,595</u>	<u>29,595</u>

20 Creditors: amounts falling due after one year

	2021 £	2020 £
Other loans	110,494	127,281
	<u>110,494</u>	<u>127,281</u>

21 Debtors

	2021 £	2020 £
Trade debtors	10,545	17,477
Other debtors	1,106	654
	<u>11,651</u>	<u>18,131</u>

Gilead Foundations Charity

Notes to the Financial Statements for the Year Ended 30 November 2021

22 Creditors: amounts falling due within one year

	2021	2020
	£	£
Bank overdrafts	9,596	22,330
Bank loans	-	1,207
Trade creditors	7,755	2,410
Other loans	13,962	13,068
Other taxation and social security	-	950
Other creditors	2,541	2,000
Accruals	2,076	1,968
Deferred income	1,277	2,913
	<u>37,207</u>	<u>46,846</u>

23 Cash and cash equivalents

	2021	2020
	£	£
Cash on hand	110	221
Cash at bank	<u>27,627</u>	<u>81,003</u>
	27,737	81,224
Bank overdrafts	<u>(9,596)</u>	<u>(22,330)</u>
Cash and cash equivalents in statement of cash flows	<u>18,141</u>	<u>58,894</u>