

**Charity number: 1162107**

**The Sir Roger Manwood Trust CIO**

**Unaudited**

**Trustees' report and financial statements**

**For the year ended 31 May 2016**

# **The Sir Roger Manwood Trust CIO**

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## **The Sir Roger Manwood Trust CIO**

### **Reference and administrative details of the charity, its trustees and advisers For the year ended 31 May 2016**

#### **Trustees**

The Lord Mayor of Canterbury, Ex - Officio Trustee  
The Ven the Archdeacon of Canterbury, Ex - Officio Trustee  
The Rector of St Stephens Church, Canterbury, Ex -Officio Trustee

Co-optative Trustee: (Persons residing or carrying on business in or near the City of Canterbury) to be appointed for a term of five years by resolution of the Trustees.

Mr P Brown (five year term expires 01/09/20)  
Mrs S Pratt (five year term expires 13/12/17)  
Mr R Power (five year term expires 09/09/18)  
Mr B Kennett (resigned 01/09/15)  
Mrs R Barford (five year term expires 12/03/18)  
Mrs S Langdown (five year term expires 15/09/19)  
Mrs P Kane (five year term expires 15/09/19)  
Mr C Webster (five year term expires 15/09/20)

#### **Charity registered number**

1162107

#### **Principal office**

The Rectory  
St Stephen's Green  
Canterbury  
Kent  
CT2 7JU

#### **Accountants**

Kreston Reeves LLP  
Chartered Accountants  
37 St Margaret's Street  
Canterbury  
Kent  
CT1 2TU

#### **Bankers**

National Westminster Bank  
11 The Parade  
Canterbury  
Kent  
CT1 2SQ

#### **Solicitors**

Furley Page  
39 St Margaret's Street  
Canterbury

## **The Sir Roger Manwood Trust CIO**

### **Trustees' report For the year ended 31 May 2016**

The Trustees present their annual report together with the financial statements of for the 1 June 2015 to 31 May 2016. The Trustees confirm that the annual report and financial statements of the charity comply with the current statutory requirements, the requirements of the charity's governing document and the provisions of the Statement of Recommended Practice (SORP), applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2015).

The Trustees have considered the charity commissioners guidance of Public Benefit in preparation of these accounts.

### **Objectives and Activities**

#### **Objectives**

The Almshouses and the other freehold property (Ye Olde Beverlie, St Stephens, Canterbury) devolved to the Charity by the Will of Sir Roger Manwood many hundreds of years ago. The title was vested in the Official Trustee for Charity Lands by an Order of the Charity Commissioners of 27 March 1866.

The terms of the Charity were widened by the Charity Commissioners on 5 June 1997 to enable the Trustees to grant funds on a "Relief in Need" basis to the residents of the parish of St Dunstan's and Westgate, St Stephens, Canterbury and the Borough of Sandwich.

From 1 October 2010 all residents are liable to pay weekly maintenance contributions in line with the scheme introduced by the Trustees on 1 October 2005.

#### **Conversion to a Charitable Incorporated Organisation**

Prior to 15 September 2015 the Charity was registered as Sir Roger Manwood Almshouses (Charity number 212442). On 15 September 2015 all of the assets and liabilities of that Charity were transferred to The Sir Roger Manwood Trust CIO, a newly formed Charity.

The Charity Commission approved this transfer and both the old and newly registered Charity are linked together within the Charity Commission.

#### **Activities for achieving objectives**

The main objective of the Charity is met by the provision of almshouse accommodation in 12 almshouses at St Stephen's, Canterbury. The charity also operates a "Relief in Need" fund.

#### **Public Benefit**

The Trust continues to provide for those in need in the district of Canterbury and the Town of Sandwich and a number of payments were made during the year.

Since the end of the financial year all 4 new almshouses have been occupied. Vacancies in the newly constructed units were published and details circulated widely in the district with over 100 people coming to view on an open morning and 28 applications received for consideration.

## **The Sir Roger Manwood Trust CIO**

### **Trustees' report (continued) For the year ended 31 May 2016**

#### **Achievements and performance**

The construction of four new almshouse units was completed and the new buildings were handed over to the Trust in April 2016. Total construction costs including professional charges and fees amounted to £1,036,213. All 4 new Almshouses are now occupied. The unoccupied Manwood Lodge unit was used as an office by the building contractor and this will now be occupied having been refurbished.

#### **Financial review**

The Charity owns Ye Olde Beverlie Public House and rents this to Sheperd Neame Limited, rents are included within investment income. A rent review was undertaken by Porters during 2013, Chartered Surveyors and a new rent of £40,000 has been agreed to commence from 1 October 2012.

The charity shows a £36,763 surplus of net incoming resources for the year (before investment gains and revaluations) compared to £45,267 for 2015.

During the year to assist with the construction costs of the new almshouse units the Trust drew down interest free loan facilities for £100,000 from The National Association of Almshouses subject to a 5% arrangement fee repayable in equal installments over a ten year term.

For the same purpose the Trust also drew down loan facilities of £255,000 from National Westminster Bank at an interest rate of 2 ½% over base rate repayable over a 12 year term with repayment to coincide with the remaining term of the lease to Ye Olde Beverlie Inne to Shepherd Neame Limited.

#### **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.

#### **Investment policy**

The Charity has provided almshouse accommodation for over 400 years and expects to continue to do so for many years to come. The Trust therefore has a need for income to meet current running expenses but also a need to preserve and grow capital to ensure that assets are available to generate income for future years.

The investment policy of the Trust is therefore to invest in suitable investments which provide a balance of income and capital growth although it is recognised that the required balance may change over the years.

In selecting investments the Trustees wish to avoid undue risk by investing in a wide range of assets. An investment review was completed in August 2012 with the conclusion that the existing investments remained suitable.

#### **Policies**

In exceptional circumstances the Trustees may require a resident to vacate the Almshouses. The Trustees have put in place a "procedure for removal" should this action be required.

#### **Structure, governance and management**

##### **Constitution**

The Trust is a Charitable Incorporated Organisation and was registered at the Charity Commission on 10th June 2015, numbered 1162107.

## **The Sir Roger Manwood Trust CIO**

### **Trustees' report (continued) For the year ended 31 May 2016**

#### **Method 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 Scheme. New Trustees are elected by a resolution of existing Trustees.

#### **Plans for the future**

Having completed the new almshouses and increasing the number of units to 12, the Trustees will be concentrating on servicing the needs of the residents new and old. The Trust will also continue giving grants through the Relief in Need.

#### **Trustees' responsibilities statement**

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 the incoming resources and application of resources of the charity 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 in the Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The Trustees are responsible for keeping proper accounting records that 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.

This report was approved by the Trustees on 27 September 2016 and signed on their behalf by:

R Power

P Brown

## **The Sir Roger Manwood Trust CIO**

### **Independent examiner's report For the year ended 31 May 2016**

#### **Independent examiner's report to the Trustees of The Sir Roger Manwood Trust CIO**

I report on the financial statements of the charity for the year ended 31 May 2016 which are set out on pages 7 to 16.

This report is made solely to the charity's Trustees, as a body, in accordance with section 145 of the Charities Act 2011 and regulations made under section 154 of that Act. 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.

#### **Respective responsibilities of Trustees and examiner**

The charity's Trustees are responsible for the preparation of the financial statements, and they consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the Act) and that an independent examination is needed.

It is my responsibility to:

- examine the financial statements under section 145 of the Act;
- follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the Act; and
- state whether particular matters have come to my attention.

#### **Basis of independent examiner's report**

My examination was carried out in accordance with the general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the financial statements presented with those records. It also includes consideration of any unusual items or disclosures in the financial statements, and seeking explanations from you as Trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the financial statements present a 'true and fair view' and the report is limited to those matters set out in the statement below.

**The Sir Roger Manwood Trust CIO**

**Independent examiner's report (continued)  
For the year ended 31 May 2016**

**Independent examiner's statement**

In connection with my examination, no matter has come to my attention:

- (1) which gives me reasonable cause to believe that in any material respect the requirements:
- to keep accounting records in accordance with section 130 of the Act; and
  - to prepare financial statements which accord with the accounting records and comply with the accounting requirements of the Act
- have not been met; or
- (2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the financial statements to be reached.

Signed:

Dated: 27 September 2016

C N Relf            FCA

Kreston Reeves LLP  
37 St Margaret's Street  
Canterbury  
Kent  
CT1 2TU



# The Sir Roger Manwood Trust CIO

## Statement of financial activities For the year ended 31 May 2016

	Note	Endowment funds 2016 £	Restricted funds 2016 £	Unrestricted funds 2016 £	Total funds 2016 £	Total funds 2015 £
<b>Income and endowments from:</b>						
Investments	2	-	-	45,277	45,277	59,385
Charitable activities	3	-	31,055	-	31,055	31,936
<b>Total income and endowments</b>		<b>-</b>	<b>31,055</b>	<b>45,277</b>	<b>76,332</b>	<b>91,321</b>
<b>Expenditure on:</b>						
Charitable activities	4	-	36,416	3,153	39,569	46,054
<b>Total expenditure</b>		<b>-</b>	<b>36,416</b>	<b>3,153</b>	<b>39,569</b>	<b>46,054</b>
<b>Net income / (expenditure) before investment gains/(losses)</b>		<b>-</b>	<b>(5,361)</b>	<b>42,124</b>	<b>36,763</b>	<b>45,267</b>
Net gains/(losses) on investments	7,8	(10,000)	(143)	(4,116)	(14,259)	43,631
<b>Net income / (expenditure) before transfers</b>		<b>(10,000)</b>	<b>(5,504)</b>	<b>38,008</b>	<b>22,504</b>	<b>88,898</b>
Transfers between Funds	13	50,884	-	(50,884)	-	-
<b>Net income / (expenditure)</b>		<b>40,884</b>	<b>(5,504)</b>	<b>(12,876)</b>	<b>22,504</b>	<b>88,898</b>
<b>Reconciliation of funds:</b>						
Total funds brought forward		1,002,781	44,098	636,352	1,683,231	1,594,333
<b>Total funds carried forward</b>		<b>1,043,665</b>	<b>38,594</b>	<b>623,476</b>	<b>1,705,735</b>	<b>1,683,231</b>

All activities relate to continuing operations.

The notes on pages 9 to 16 form part of these financial statements.

# The Sir Roger Manwood Trust CIO

## Balance sheet As at 31 May 2016

	Note	£	2016 £	£	2015 £
<b>Fixed assets</b>					
Tangible assets	6	1,260,395		322,429	
Investment property	7	650,000		660,000	
Total tangible assets			1,910,395		982,429
Investments	8		117,664		121,923
			2,028,059		1,104,352
<b>Current assets</b>					
Debtors	9	4,851		380	
Cash at bank and in hand		59,117		584,535	
		63,968		584,915	
<b>Creditors:</b> amounts falling due within one year	10	(57,976)		(6,036)	
<b>Net current assets</b>			5,992		578,879
<b>Total assets less current liabilities</b>			2,034,051		1,683,231
<b>Creditors:</b> amounts falling due after more than one year	11	(328,316)			-
<b>Net assets</b>			1,705,735		1,683,231
<b>Charity Funds</b>					
Endowment funds	13	1,043,665		1,002,781	
Restricted funds	13	38,594		44,098	
Unrestricted funds	13	623,476		636,352	
<b>Total funds</b>			1,705,735		1,683,231

The financial statements were approved by the Trustees on 27 September 2016 and signed on their behalf, by:

**R Power**

**P Brown**

The notes on pages 9 to 16 form part of these financial statements.

**Notes to the financial statements  
For the year ended 31 May 2016**

**1. Accounting policies**

**1.1 Basis of preparation of financial statements**

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes to these accounts. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 and Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and Charities Act 2011.

The Sir Roger Manwood Trust CIO constitutes a public benefit entity as defined by FRS 102.

**1.2 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 fair 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 shown in the heading 'Gains/(losses) on investments' in the Statement of financial activities.

**1.3 Tangible fixed assets and depreciation**

All assets costing more than £500 are capitalised. Tangible fixed assets are stated at cost less depreciation.

No depreciation has been provided in respect of the charity's freehold properties which comprise the almshouses. In the opinion of the Trustees the residual value of those properties is such that any charge for depreciation would not be material. The Trustees will review these properties on an annual basis in order to ensure that no provision for impairment is required.

No depreciation has been charged on the 4 new almshouses during the year due the building work being completed just before the year end.

Grants received towards the cost of improving the properties are deducted from cost.

Tangible fixed assets are carried at cost, net of depreciation and any provision for impairment. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

**1.4 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.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

**Notes to the financial statements  
For the year ended 31 May 2016**

**1. Accounting policies (continued)**

**1.5 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. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

**1.6 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 Bank.

**1.7 Debtors**

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

**1.8 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.

**1.9 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 within interest payable and similar charges.

**2. Investment income**

	<b>Endowment funds 2016 £</b>	<b>Restricted funds 2016 £</b>	<b>Unrestricted funds 2016 £</b>	<b>Total funds 2016 £</b>	<b>Total funds 2015 £</b>
Investment income - local investment properties	-	-	40,000	40,000	40,000
Other investment income	-	-	5,277	5,277	19,385
	<u>-</u>	<u>-</u>	<u>45,277</u>	<u>45,277</u>	<u>59,385</u>

In 2015, of the total investment income, £50,978 was to unrestricted funds and £8,407 was to restricted funds.

## The Sir Roger Manwood Trust CIO

### Notes to the financial statements For the year ended 31 May 2016

#### 3. Incoming resources from charitable activities

	Endowment funds 2016 £	Restricted funds 2016 £	Unrestricted funds 2016 £	Total funds 2016 £	Total funds 2015 £
Rental income non- investment property	-	31,055	-	31,055	31,936

In 2015, of the total income from charitable activities, £39,936 was to unrestricted funds.

#### 4. Charitable activities

	Endowment funds 2016 £	Restricted funds 2016 £	Unrestricted funds 2016 £	Total funds 2016 £	Total funds 2015 £
Insurance	-	1,716	-	1,716	1,955
Repairs	-	5,510	-	5,510	14,496
Relief in need	-	-	3,153	3,153	3,848
Stipends	-	1,524	-	1,524	3,489
Electricity and water rates	-	2,896	-	2,896	2,760
Council tax	-	2,579	-	2,579	2,223
Salaries	-	3,860	-	3,860	4,558
Lifeline	-	1,402	-	1,402	1,458
Subscriptions	-	346	-	346	1,230
Sundry	-	1,166	-	1,166	-
Clerks fees	-	552	-	552	550
Accountancy fees	-	6,661	-	6,661	4,455
Consultancy fees	-	6,509	-	6,509	5,033
Bank charges	-	500	-	500	-
Interest payable	-	1,195	-	1,195	-
Total	-	36,416	3,153	39,569	46,055

In 2015, of the total expenditure, £42,207 was expenditure from restricted funds and £3,848 was expenditure from unrestricted funds.

#### 5. Net incoming resources/(resources expended)

During the year, no Trustees received any remuneration (2015 - £NIL).

During the year, no Trustees received any benefits in kind (2015 - £NIL).

During the year, the Trustees were reimbursed £357 for expenses (2015 - £921)

**Notes to the financial statements  
For the year ended 31 May 2016**

**6. Tangible fixed assets**

	<b>Housing Land and buildings £</b>	<b>Housing Association Grant £</b>	<b>Total £</b>
<b>Cost</b>			
At 1 June 2015	427,341	(104,912)	322,429
Additions	937,966	-	937,966
At 31 May 2016	<u>1,365,307</u>	<u>(104,912)</u>	<u>1,260,395</u>
<b>Depreciation</b>			
At 1 June 2015 and 31 May 2016	-	-	-
<b>Net book value</b>			
At 31 May 2016	<u>1,365,307</u>	<u>(104,912)</u>	<u>1,260,395</u>
At 31 May 2015	<u>427,341</u>	<u>(104,912)</u>	<u>322,429</u>

All the land and buildings held are freehold and all the properties are for the occupation of almspersons. There are 12 almshouses.

The carrying value of the almshouses is substantially less than its market value in the opinion of the Trustees. The almshouses are currently insured for £3,116,600 (2015: £2,885,783). Ye Olde Beverlie Public House is currently insured for £1,889,040 (2015: £2,536,928).

**7. Investment property**

	<b>Freehold investment property £</b>
<b>Valuation</b>	
At 1 June 2015	660,000
Surplus/(deficit) on revaluation	(10,000)
At 31 May 2016	<u>650,000</u>

There is an option to tax in place on the investment property.

A valuation of the property was carried out on 15 September 2015. The value at that date was £650,000 on an open market basis for existing use. The Trustees believe that this value represents fair value at the year end.

# The Sir Roger Manwood Trust CIO

## Notes to the financial statements For the year ended 31 May 2016

### 8. Fixed asset investments

	Listed securities £
<b>Market value</b>	
At 1 June 2015	121,923
Revaluations	(4,259)
	<hr/>
At 31 May 2016	117,664
	<hr/> <hr/>

#### Investments at market value comprise:

	2016 £	2015 £
Listed investments	117,664	121,923
	<hr/> <hr/>	<hr/> <hr/>

All the fixed asset investments are held in the UK and comprise units in the Charities Official Investment Fund

### 9. Debtors

	2016 £	2015 £
Other debtors and prepayments	4,851	380
	<hr/> <hr/>	<hr/> <hr/>

### 10. Creditors: Amounts falling due within one year

	2016 £	2015 £
Bank loans and overdrafts	18,200	-
Other loans	10,500	-
Other taxation and social security	1,887	303
Other creditors	27,389	5,733
	<hr/>	<hr/>
	57,976	6,036
	<hr/> <hr/>	<hr/> <hr/>

# The Sir Roger Manwood Trust CIO

## Notes to the financial statements For the year ended 31 May 2016

### 11. Creditors: Amounts falling due after more than one year

	2016 £	2015 £
Bank loans	233,816	-
Other loans	94,500	-
	<u>328,316</u>	<u>-</u>

### 12. Analysis of net assets between funds

	Endowment funds 2016 £	Restricted funds 2016 £	Unrestricted funds 2016 £	Total funds 2016 £	Total funds 2015 £
Tangible fixed assets	393,665	-	866,730	1,260,395	-
Fixed asset investments	-	15,304	102,360	117,664	121,923
Investment property	650,000	-	-	650,000	660,000
Current assets	-	23,290	40,677	63,967	584,915
Creditors due within one year	-	-	(57,975)	(57,975)	(6,036)
Creditors due in more than one year	-	-	(328,316)	(328,316)	-
	<u>1,043,665</u>	<u>38,594</u>	<u>623,476</u>	<u>1,705,735</u>	<u>1,683,231</u>

### 13. Statement of funds

	Brought Forward £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Carried Forward £
<b>Designated funds</b>						
Extraordinary repairs	24,329	-	-	-	(219)	24,110
Manwood lodge fund	85,965	-	-	-	-	85,965
Cyclical Maintenance fund	5,000	-	-	-	-	5,000
	<u>115,294</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(219)</u>	<u>115,075</u>
<b>General funds</b>						
General Funds	521,058	45,277	(3,153)	(50,884)	(3,897)	508,401
Total Unrestricted funds	<u>636,352</u>	<u>45,277</u>	<u>(3,153)</u>	<u>(50,884)</u>	<u>(4,116)</u>	<u>623,476</u>
<b>Endowment funds</b>						
Endowment Funds	<u>1,002,781</u>	<u>-</u>	<u>-</u>	<u>50,884</u>	<u>(10,000)</u>	<u>1,043,665</u>



Notes to the financial statements  
For the year ended 31 May 2016

13. Statement of funds (continued)

**Restricted funds**

Restricted Funds (A)	-	31,055	(31,055)	-	-	-
Extraordinary repairs (A)	15,447	-	-	-	(143)	15,304
Restricted fund (B)	28,651	-	(5,361)	-	-	23,290
	<u>44,098</u>	<u>31,055</u>	<u>(36,416)</u>	<u>-</u>	<u>(143)</u>	<u>38,594</u>
Total of funds	<u>1,683,231</u>	<u>76,332</u>	<u>(39,569)</u>	<u>-</u>	<u>(14,259)</u>	<u>1,705,735</u>

**Summary of funds**

	Brought Forward £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Carried Forward £
Designated funds	115,294	-	-	-	(219)	115,075
General funds	521,058	45,277	(3,153)	(50,884)	(3,897)	508,401
	<u>636,352</u>	<u>45,277</u>	<u>(3,153)</u>	<u>(50,884)</u>	<u>(4,116)</u>	<u>623,476</u>
Endowment funds	1,002,781	-	-	50,884	(10,000)	1,043,665
Restricted funds	44,098	31,055	(36,416)	-	(143)	38,594
	<u>1,683,231</u>	<u>76,332</u>	<u>(39,569)</u>	<u>-</u>	<u>(14,259)</u>	<u>1,705,735</u>

The 31 May 2014 accounts show the charity's funds as split between seven different funds.

Research into the history of the charities funds was undertaken in the light of the Accounting Requirements for Registered Social Landlords General Determination 1997 and the SORP for Registered Social Landlords both of which required that the Charity's funds were split between restricted, unrestricted and designated funds.

As a result of this research the various fund balances were revised as at 31 May 1997.

The following categories of funds were deemed necessary:

**Restricted Funds**

Two separate restricted funds have been recognised:

**Restricted fund A**

Various bequests where the donor restricted the funds to be applied on Almshouses and Almspersons only.

Income arises from weekly maintenance charges and is regarded as restricted as it may not be spent on Ye Olde Beverlie or Relief in Need.

**Restricted fund B**

Various bequests where the donor restricted the funds to be applied on Almshouses, Almspersons and Ye Olde Beverlie.

**Notes to the financial statements  
For the year ended 31 May 2016**

**13. Statement of funds (continued)**

Each of the above funds may include sub funds where the money was provided by different donors.

**Endowment funds**

Capital funds where there is no power to convert the capital into income. Generally, these funds to be held indefinitely. Income derived from these funds is restricted (Some A and some B).

During the year to 31 May 2015 the Charity was given permission to realise some of these funds held in investments to release funds to assist with the cost of the new Almshouses. The gain on the share sale last year was partially allocated to the unrestricted funds, some of which should have been allocated to the endowment fund, this has been corrected through a transfer in the year amounting to £50,884. These funds have now been fully utilised on the building project and form part of the fixed asset endowment fund.

**Designated Funds**

The Extraordinary Repair Fund has been in existence for many years and has been designated for its specific purpose by the Trustees.

The Manwood Lodge Fund represents the money spent on renovating Manwood Lodge. The funds for this purpose came from unrestricted and restricted B funds. The Manwood Lodge fund therefore represents funds designated from other funds for the renovation and is therefore a designated fund.

The Relief in Need Fund was designated in September 1998 with an initial sum of £2,000 transferred from general funds. Further transfers have been made since that date into the fund from unrestricted funds. During 2012 the Trustees decided to un-designate this fund with all funds going through the general fund.

The Trustees have designated £5,000 towards a cyclical maintenance fund.

£10,000 was received from the Hardwick Trust in October 2010. This was for the benefit of Almshouses and Almspersons (restricted fund A). The Trustees have designated this sum for extraordinary repairs.

**14. First time adoption of FRS 102**

It is the first year that the charity has presented its financial statements under SORP 2015 and FRS 102. The following disclosures are required in the year of transition. The last financial statements prepared under previous UK GAAP were for the year ended 31 May 2015 and the date of transition to FRS 102 and SORP 2015 was therefore 1 June 2014. As a consequence of adopting FRS 102 and SORP 2015, a number of accounting policies have changed to comply with those standards.

The policies applied under the charity's previous accounting framework are not materially different to FRS 102 and have not impacted on funds or net income/expenditure.