

Clinton's Gift
Unaudited Financial Statements
31 December 2018

ROSS BROOKE LIMITED

Chartered Accountants
16 Dorcan Business Village
Murdock Road, Dorcan
Swindon
Wiltshire
SN3 5HY

Clinton's Gift
Financial Statements
Year ended 31 December 2018

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Clinton's Gift

Trustees' Annual Report

Year ended 31 December 2018

The trustees have pleasure in presenting their report and the financial statements of the charity for the year ended 31 December 2018. The financial statements are unaudited but have been subject to an Independent Examination.

Reference and Administrative Details for the Charity, its Trustees and Advisors

Trust Scheme

The current governing document established: 6th June 2002.
Charity Commissioner's Registration: 1094811
Inland Revenue Reference: XR64275
The scheme was amended on 9th December 2005 to allow provision of indemnity insurance.

Trustees

Ex-Officio Trustees

The scheme provides for four trustees to be appointed by virtue of their office held:

Archdeacon of Malmesbury and

Acting Archdeacon of Bristol

The Venerable C A Froude Retired 18th September 2018. (Position currently vacant)

Vicar of Highworth

Churchwarden

Churchwarden

The Reverend G D Sowden (Chairman to 3rd July 2017)

Mrs R Bailey

Vacant

Co-opted Trustees

The scheme provides for the appointment of three co-opted trustees for a four year period. During the year the co-opted trustees were:

Mr PJ Sapwell

Mr P Morris

Mr M Goddard

Mr J S Bailey

Appointed 3rd July 2017 (Chairman from 3rd July 2017)

Appointed 4th February 2014 and re-elected 18th September 2018

Retired 3rd July 2017

Appointed 3rd July 2017 (Treasurer from 3rd July 2017)

The Diocese of Bristol acts as Custodian Trustee for the trust and in this capacity holds title to the trusts investment property.

Secretary to the Trustees

Julie Miles

Correspondence

Julie Miles, St Michael's Church Office, Vicarage Lane, Highworth, Swindon, Wiltshire, SN6 7AD

Accountants

Ross Brooke Ltd, 16 Dorcan Business Village, Murdock Road, Dorcan, Swindon, SN3 5HY

Solicitors

Harris & Harris, Solicitors, 14 Market Place, Wells, Somerset, BA5 2RE, until 27th April 2016.

Veale Wasbrough Vizards LLP, Narrow Quay House, Narrow Quay, Bristol BS1 4QA from 27th April 2016.

Clinton's Gift

Trustees' Annual Report *(continued)*

Year ended 31 December 2018

STRUCTURE, GOVERNANCE AND MANAGEMENT

Clinton's Gift Trust is established under a trust scheme dated 6th June 2002. The permanent endowment of the trust has been derived from the sale of land in 2001.

The trustees considered the situation regarding Trustee Indemnity Insurance and were satisfied that they had identified the risks of personal liability to which they as individuals are potentially exposed, and concluded that the purchase of such insurance out of the funds of the charity will be in the best interests of the charity. A draft scheme for the Provision of Indemnity Insurance was drawn up by the Charity Commission for England and Wales and was made available for public inspection. After approval of the draft, the final scheme was again made available for public inspection. The scheme was approved on 9 December 2005.

Under the powers conferred on them by section 280 of the Charities Act 2011, and with legal advice, the Trustees resolved at their meeting of 7th July 2016 to modify the provisions of the Scheme with effect from that date to enable them to manage any Conflict of Interest in the best interests of the Charity and in accordance with charity law.

Meetings

The trustees met in January, March, May, June, September and November and December during the year.

Risk management

A Risk Management Statement has been agreed by the trustees and is reviewed regularly. No unlimited guarantees to fund projects are given, all project commitments are defined in monetary terms and commitments will only be given from funds currently available for distribution. Forecasts to predict and manage future demands on resources are regularly reviewed.

A financial report is made available to the trustees at each of their meetings. The full year accounts are prepared on an accruals basis and are subject to Independent Examination. Proper and appropriate professional advice is taken on all perceived areas of risk or in situations where the trustees feel they need such advice to discharge their duties.

The Diocese of Bristol acts as Custodian Trustee for the investments of the trust.

Procedures are in place for managing Internal Control, Complaints, Reserves Policy, and Conflict of Interest. Conflicts of interest are declared at the start of each meeting by each trustee, and reviewed by the other trustees against the policy.

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Trustees' Annual Report *(continued)*

Year ended 31 December 2018

OBJECTIVES, ACTIVITIES AND PUBLIC BENEFIT

The objective of the charity is to further the religious and other charitable work in the parish of Highworth by repairing and maintaining the church and, if and in so far as the income cannot be applied towards this object, the trustees may apply it in otherwise furthering the religious and other charitable work of the Church of England in the parish.

Charity classification is within Religious Activities, and the area of benefit and operation of the trust is local. The trustees have complied with their duty arising from Section 4 of the Charities Act 2006 and the Commission's guidance for the Advancement of Religion for the Public Benefit, by providing the Parochial Church Council (PCC) with funding for:

- 1) The maintenance in good order of a Grade I Listed Building which is open to the public as part of the history and culture of our community and nation.
- 2) The opportunity for Christian Worship by the community of Highworth through the benefit of St Michael's Church building.
- 3) A building for Baptisms, Weddings and Funerals for the whole community of Highworth; for community thanksgiving including Remembrance Sunday and Civic Services; and for concerts, school events, and general community events.
- 4) A building for personal sanctuary and prayer, 7 days a week.
- 5) Youth and children's work within the community and the church.
- 6) Residential accommodation for a Training Curacy within the Parish and for the benefit of the community.

ACHIEVEMENTS AND PERFORMANCE

Due to the specific objective of the Trust, there is in effect only one client, the PCC of St Michael's and All Angels, Highworth, who have the responsibility for maintaining the church building and also for furthering the religious and other charitable work of the Church of England in the parish.

The trustees have continued to support the PCC in carrying out a programme of planned and emergency repair work associated with the church building since the inception of the Trust.

The trustees have approved funding for work arising from the Quinquennial Review and appropriate funds are transferred to the PCC as and when the work is carried out. Funding for work agreed but still to be carried out is ring-fenced within Unrestricted Reserves.

The trustees have supported the major re-ordering of the church. The re ordering commenced in June 2018 and was approximately 50% complete at the year end. The church re-ordering was approved by the Consistory Court of the Diocese of Bristol in a Judgement on 12th September 2016. The PCC has a steering committee to plan, fund, and implement the project, and the trustees of Clinton's have agreed a funding contribution from available distributable resources. The trustees have indicated their continuing support for this project.

The trustees have also been able to continue their funding assistance to the PCC within the second objective of the Trust, providing support towards the costs of St Michael's youth work and the Parish Administrator. The Parish Administrator also acts as a secretary to Clinton's.

As owners of the residential investment property 14, Brookfield, the trustees utilized the services of a property agent to rent the property commercially during 2018. During the year miscellaneous repair work was carried out as necessary.

Clinton's Gift

Trustees' Annual Report *(continued)*

Year ended 31 December 2018

FINANCIAL REVIEW

Trust Funding

Trust income is primarily generated by earnings from the investment of the permanent endowment and accumulated free reserves. Income is also received from the investment property. The trust does not make public collections and no donations have been received during the period.

During 2005 the trustees invested £257,389 of the permanent endowment in property at 14 Brookfield in order to expand the range of the investment portfolio.

Investments are reviewed at each trust meeting, based on the current CCLA report.

Grant Making Policies

The Church Building remains in the care of the PCC, who will formally write to the trustees requesting funding support for appropriate projects. A Protocol Agreement is in place between the trustees and the PCC.

Reserves

Unrestricted Reserves at 31st December 2018 were £449,933. The trustees have obtained authorization from the Charity Commission to reduce the Permanent Endowment Fund as required, but to not less than £1.4m, to finance existing grants of £617,512 which have been agreed by the trustees.

Financial Statements

The trustees confirm that the accounts for the period give a true and fair view of the state of affairs of the charity at the end of the year, and of the incoming and outgoing resources of the charity for the year then ended. Suitable accounting policies have been consistently applied, and any judgements and estimates included are both reasonable and prudent. The financial statements have been drawn up on a going concern basis.

PLANS FOR FUTURE PERIODS

The trustees will continue to conserve the funds of the charity with an equal emphasis on the immediate future and the longer term, so as to have funds available for present and future needs. They will continue to expend the income arising from the endowed investments in response to requests received from the PCC or to their own perceived needs of the church and the parish. It is anticipated that the church reordering project will make a major call on funds in the near future.

The trustees will continue to review their investments, based on regular reports from the CBF Fund Managers, CCLA, to ensure that they are best placed to produce income, without compromising the need to maintain their value for the longer term.

The trustees' annual report was approved on 23 October 2019 and signed on behalf of the board of trustees by:

Mr J S Bailey
Trustee

Clinton's Gift

Independent Examiner's Report to the Trustees of Clinton's Gift

Year ended 31 December 2018

I report to the trustees on my examination of the financial statements of Clinton's Gift ('the charity') for the year ended 31 December 2018.

Responsibilities and basis of report

Ross Brooke Limited has assisted you throughout the year in monitoring the charities finances by preparing financial reports as required for discussion at your trustees meetings. These reports have been prepared from the information provided by the treasurer.

The financial statements have been prepared from those reports once they have been approved by the trustees.

As the trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 ('the Act').

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

Independent examiner's statement

I have completed my examination. I confirm that no material 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 Act; or
2. the financial statements do not accord with those records; or
3. the financial statements 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.



HJ Patel FCCA of Ross Brooke Limited
Independent Examiner

16 Dorcan Business Village
Murdock Road, Dorcan
Swindon
Wiltshire
SN3 5HY

24 October 2019

Clinton's Gift

Statement of Financial Activities

Year ended 31 December 2018

		2018	2017
		Unrestricted funds	Endowment funds
	Note	£	£
		Total funds	Total funds
		£	£
Income and endowments			
Investment income	4	90,619	—
Total income		90,619	—
Expenditure			
Expenditure on raising funds:			
Investment management costs	5	3,461	—
Expenditure on charitable activities	6,7	618,695	—
Total expenditure		622,156	—
Net (expenditure)/income		(531,537)	—
Transfers between funds		245,030	(245,030)
Other recognised gains and losses			
Gains/(losses) on investments		(15,013)	(3,028)
Net movement in funds		(301,520)	(248,058)
Reconciliation of funds			
Total funds brought forward		996,483	2,394,028
Total funds carried forward		694,963	2,145,970

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

The notes on pages 8 to 14 form part of these financial statements.

Clinton's Gift
Statement of Financial Position
31 December 2018

	Note	2018 £	2017 £
Fixed assets			
Investments	12	2,145,970	3,159,591
Current assets			
Cash at bank and in hand		774,504	218,248
Prepayments and accrued income		16,542	23,630
Creditors: amounts falling due within one year			
Accruals and deferred income		96,083	10,958
Net current assets		<u>694,963</u>	<u>230,920</u>
Total assets less current liabilities		<u>2,840,933</u>	<u>3,390,511</u>
Net assets		<u>2,840,933</u>	<u>3,390,511</u>
Funds of the charity			
Endowment funds		2,145,970	2,394,028
Unrestricted funds		694,963	996,483
Total charity funds	13	<u>2,840,933</u>	<u>3,390,511</u>

These financial statements were approved by the board of trustees and authorised for issue on 23 October 2019, and are signed on behalf of the board by:

Mr J S Bailey
Trustee

The notes on pages 8 to 14 form part of these financial statements.

Clinton's Gift

Notes to the Financial Statements

Year ended 31 December 2018

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is St Michael's Church Office, Vicarage Lane, Highworth, Swindon, SN6 7AD, Wiltshire.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Key sources of estimation uncertainty

Accounting estimates and assumptions are made concerning the future and, by their nature, will rarely equal the related actual outcome. The key assumptions and other sources of estimation uncertainty that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are as follows:

The investment property is professionally valued every 5 years. If, on assessment of the local property market, the trustees estimate this valuation to be either excessive or inadequate then the valuation is adjusted accordingly.

Clinton's Gift

Notes to the Financial Statements *(continued)*

Year ended 31 December 2018

3. Accounting policies *(continued)*

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Clinton's Gift

Notes to the Financial Statements *(continued)*

Year ended 31 December 2018

3. Accounting policies *(continued)*

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Investments

Unlisted equity investments are initially recorded at cost, and subsequently measured at fair value. If fair value cannot be reliably measured, assets are measured at cost less impairment.

Listed investments are measured at fair value with changes in fair value being recognised in income or expenditure.

Investment property

The investment property is recorded at cost on acquisition and, if required, restated to market value at the balance sheet date. Any surplus or deficit on revaluation is shown as a charge against Revenue in that year. Revaluations are normally carried out every five years.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Clinton's Gift

Notes to the Financial Statements *(continued)*

Year ended 31 December 2018

4. Investment income

	Unrestricted Funds £	Total Funds 2018 £	Unrestricted Funds £	Total Funds 2017 £
Income from investment properties	12,746	12,746	11,650	11,650
Bank interest receivable	3,187	3,187	364	364
CBF CoFE Investment Fund income	58,514	58,514	65,616	65,616
CBF CoFE Property Fund income	16,172	16,172	12,305	12,305
CBF CoFE Investment Fund 2 income	—	—	13,198	13,198
CBF CoFE Global Equity income	—	—	11,389	11,389
	<u>90,619</u>	<u>90,619</u>	<u>114,522</u>	<u>114,522</u>

5. Investment management costs

	Unrestricted Funds £	Total Funds 2018 £	Unrestricted Funds £	Total Funds 2017 £
Management & maintenance of investment property	3,461	3,461	3,270	3,270

6. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2018 £	Unrestricted Funds £	Total Funds 2017 £
Repair and maintenance of the fabric of St Michael and All Angels Church, Highworth	595,738	595,738	35,363	35,363
Furthering the religious and other charitable work of the Church of England in the parish of Highworth	18,398	18,398	21,738	21,738
Support costs	4,559	4,559	2,870	2,870
	<u>618,695</u>	<u>618,695</u>	<u>59,971</u>	<u>59,971</u>

7. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2018 £	Total fund 2017 £
Repair and maintenance of the fabric of St Michael and All Angels Church, Highworth	595,738	360	596,098	35,843
Furthering the religious and other charitable work of the Church of England in the parish of Highworth	18,398	360	18,758	22,218
Governance costs	—	3,839	3,839	1,910
	<u>614,136</u>	<u>4,559</u>	<u>618,695</u>	<u>59,971</u>

Clinton's Gift

Notes to the Financial Statements *(continued)*

Year ended 31 December 2018

8. Analysis of support costs

	Church repair and maintenance £	Other charitable work £	Total 2018 £	Total 2017 £
Governance costs	8,844	8,844	17,688	1,910
Support costs - Bookkeeping	360	360	720	960
	<u>9,204</u>	<u>9,204</u>	<u>18,408</u>	<u>2,870</u>

9. Independent examination fees

	2018 £	2017 £
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>1,200</u>	<u>1,200</u>

10. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees.

11. Grant commitments

At 31 December 2018 grants totalling £617,512 (2017 - £91,290) had been agreed by the trustees but had not been paid or accrued by that date.

12. Investments

	Cash or cash equivalents £	Investment properties £	Total £
Cost or valuation			
At 1 January 2018	2,859,591	300,000	3,159,591
Additions	—	—	—
Disposals	(995,580)	—	(995,580)
Other movements	(18,041)	—	(18,041)
At 31 December 2018	<u>1,845,970</u>	<u>300,000</u>	<u>2,145,970</u>
Impairment			
At 1 January 2018 and 31 December 2018			—
Carrying amount			
At 31 December 2018	<u>1,845,970</u>	<u>300,000</u>	<u>2,145,970</u>
At 31 December 2017	<u>2,859,591</u>	<u>300,000</u>	<u>3,159,591</u>

All investments shown above are held at valuation.

Clinton's Gift

Notes to the Financial Statements *(continued)*

Year ended 31 December 2018

12. Investments *(continued)*

Investment properties

The investment property was revalued by the Trustees on 31 December 2015 at an estimated market value of £300,000. This valuation was based a professional valuation of £330,000 in June 2015, in their own assessment of the local property market as at 31 December 2015 the trustees considered this valuation should be reduced by 10%.

13. Analysis of charitable funds

Unrestricted funds

	At 1 Jan 2018 £	Income £	Expenditure £	Transfers £	Gains and losses £	At 31 Dec 2018 £
General funds	996,483	90,619	(622,156)	245,030	(15,013)	694,963

	At 1 Jan 2017 £	Income £	Expenditure £	Transfers £	Gains and losses £	At 31 Dec 2017 £
General funds	892,984	114,522	(63,241)	—	52,218	996,483

Endowment funds

	At 1 Jan 2018 £	Income £	Expenditure £	Transfers £	Gains and losses £	At 31 Dec 2018 £
Proceeds from the sale of Clinton's Field	2,394,028	—	—	(245,030)	(3,028)	2,145,970

	At 1 Jan 2017 £	Income £	Expenditure £	Transfers £	Gains and losses £	At 31 Dec 2017 £
Proceeds from the sale of Clinton's Field	2,234,114	—	—	—	159,914	2,394,028

Clinton's Gift

Notes to the Financial Statements *(continued)*

Year ended 31 December 2018

14. Analysis of net assets between funds

	Unrestricted Funds £	Endowment Funds £	Total Funds 2018 £
Investments	–	2,145,970	2,145,970
Current assets	791,046	–	791,046
Creditors less than 1 year	(96,083)	–	(96,083)
Net assets	<u>694,963</u>	<u>2,145,970</u>	<u>2,840,933</u>

	Unrestricted Funds £	Endowment Funds £	Total Funds 2017 £
Investments	765,563	2,394,028	3,159,591
Current assets	241,878	–	241,878
Creditors less than 1 year	(10,958)	–	(10,958)
Net assets	<u>996,483</u>	<u>2,394,028</u>	<u>3,390,511</u>

15. Related parties

The objects for which the charity is set up are to provide funding for the repair and maintenance of the fabric of St Michael and all Angels Church, Highworth and, if income is not fully utilised in fulfilling this first objective, any surplus may be applied in otherwise furthering the religious and other charitable work of the Church of England in the parish of Highworth.

Grants paid to St Michael and all Angels Church, Highworth in the year amounted to £600,287 (2017 - £57,101)

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Signed by John Bailey using authentication code P0pCQXFuS2w8OEVF at IP address 86.174.186.42, on 2019/10/23 13:09:12 Z.

John Bailey's e-mail address is: john.bailey18@btinternet.com.