

MARKET HARBOROUGH AND THE BOWDENS CHARITY
(A Charitable Incorporated Organisation)

ANNUAL REPORT AND FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2018

Charity Registered Number 1157787

MARKET HARBOROUGH AND THE BOWDENS CHARITY

REPORT AND FINANCIAL STATEMENTS YEAR ENDED 31 DECEMBER 2018

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MARKET HARBOROUGH AND THE BOWDENS CHARITY

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2018

The Trustees present their report along with the financial statements of Market Harborough and The Bowdens Charity, ("the Charity") for the year ended 31 December 2018. The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the Charity's Constitution, the Charities Act 2011 and 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 on 16 July 2014 (as updated through Update Bulletin 1 published on 2 February 2016) ("SORP (FRS 102)").

REFERENCE AND ADMINISTRATIVE DETAILS

Charity Name	Market Harborough and The Bowdens Charity																																		
Charity Registration Number	1157787																																		
Status:	Charitable Incorporated Organisation																																		
Principal Office Address	10, Fairfield Road, Market Harborough, Leicestershire, LE16 9QQ																																		
Trustees	<p>The members of the Board of Trustees at the date of this report are as follows:</p> <p>Appointed Trustees:</p> <table><tr><td>Mrs J Adkins</td><td></td></tr><tr><td>Mrs J Balme</td><td>Appointed 22 February 2018</td></tr><tr><td>Mr G Buxton</td><td></td></tr><tr><td>Mr J Feavyour QPM</td><td></td></tr><tr><td>Mr S Harris</td><td></td></tr><tr><td>Mr G R Hartopp</td><td></td></tr><tr><td>Dr S Hill</td><td>Appointed 30 May 2019</td></tr><tr><td>Mrs J Hefford</td><td></td></tr><tr><td>Dr J Jones</td><td></td></tr><tr><td>Prof. W Jones</td><td></td></tr><tr><td>Mrs L Kvatch</td><td>Appointed 29 August 2019</td></tr><tr><td>Mr G Kellie</td><td></td></tr><tr><td>Mrs K Merryweather</td><td>Appointed 30 May 2019</td></tr><tr><td>Mrs L Rhodes</td><td></td></tr><tr><td>Mr A F Trotter (Chairman)</td><td></td></tr><tr><td>Mrs J A Williams</td><td></td></tr></table> <p>Nominated:</p> <table><tr><td>Mr N Proudfoot</td><td></td></tr></table> <p>Mr D Battersby and Mrs A Allington also served as a Trustees until their retirements on 31 March 2018 and 31 May 2018, respectively.</p>	Mrs J Adkins		Mrs J Balme	Appointed 22 February 2018	Mr G Buxton		Mr J Feavyour QPM		Mr S Harris		Mr G R Hartopp		Dr S Hill	Appointed 30 May 2019	Mrs J Hefford		Dr J Jones		Prof. W Jones		Mrs L Kvatch	Appointed 29 August 2019	Mr G Kellie		Mrs K Merryweather	Appointed 30 May 2019	Mrs L Rhodes		Mr A F Trotter (Chairman)		Mrs J A Williams		Mr N Proudfoot	
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Mrs L Rhodes																																			
Mr A F Trotter (Chairman)																																			
Mrs J A Williams																																			
Mr N Proudfoot																																			
Steward	Mrs S Robinson Resigned 31 March 2019																																		
Accountants and Auditors	Edward Thomas Peirson & Sons, 21, The Point, Rockingham Road, Market Harborough, Leicestershire, LE16 7NU																																		
Solicitors	Stone King LLP, 13 Queen Square, Bath, BA1 2HJ BHW Solicitors, 1 Smith Way, Leicester LE19 1SX																																		
Bank	HSBC plc, 15 High Street, Market Harborough, Leicestershire, LE16 7NN																																		
Investment Managers	Cave & Sons Limited, Lockgates House, Rushmills, Northampton NN4 7YB Cazenove Capital Management Limited, 12 Moorgate, London, EC2R 6DA CCLA Investment Management Limited, 80 Cheapside, London, EC2V 6DZ																																		
Land Agents	Fisher German LLP, 40 High Street, Market Harborough, Leicestershire, LE16 7NX																																		

MARKET HARBOROUGH AND THE BOWDENS CHARITY

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2018

OBJECTIVES AND ACTIVITIES

Objectives

The Charity's area of benefit is the Urban District of Market Harborough as it existed prior to the reform of local government on 1 April 1974. This area includes the town of Market Harborough and the villages of Great Bowden and Little Bowden.

In summary, the objects of the Charity are:

1. Such charitable purposes for the general benefit of the inhabitants of the area of benefit as the Trustees think fit for which provision is not made out of rates, taxes or other public funds;
2. The relief either generally or individually of residents in the area of benefit who are in conditions of need, hardship or distress, but not directly in relief of rates, taxes or other public funds. This is referred to in the objects as "Relief in Need". In exceptional circumstances the Trustees may grant relief to individuals otherwise eligible who are resident immediately outside the area of benefit; and
3. The maintenance and repair of the fabric of the Parish Church of the ecclesiastical parish of St. Peter and St. Paul, Great Bowden. The amount applied in this respect is restricted to 20% of the Charity's income in any three-year period.

Before applying the income of the Charity in support of these objects the Trustees must first defray the costs of maintaining the Charity's property (including that held on trust by the Charity) and the costs, charges and expenses of administering the Charity.

Activities

The Charity's principal activity, which is undertaken in relation to these objects, is the payment of grants to institutions to be applied for the public benefit within the defined area, towards the improvement of: the community, social welfare and environment; the arts; education; amateur sports; and the maintenance of local heritage.

A small, but significant proportion of the Charity's resources is applied in meeting social welfare, "relief in need", claims from individuals largely referred to the Charity by Social Services and similar bodies. Additionally, the Charity has an educational grant making activity to support the further education of financially disadvantaged members of the community by assistance with the cost of apprenticeships, vocational training and fees and living expenses associated with a course of undergraduate study.

Grants are also awarded, in consultation with the Parochial Church Council, as and when required towards the maintenance and repair of the fabric of the Parish Church of the ecclesiastical parish of St. Peter and St. Paul, Great Bowden.

Outside of direct grant provision, the Charity has fourteen fully serviced Almshouses, which are let at a below market rent to means tested tenants aged 60 and over. It also maintains two allotment sites in the town of Market Harborough in which plots are available to residents of the defined area for a modest charge and, in conjunction with the Leicestershire and Rutland Wildlife Trust, protects and enhances the ecological value of a Site of Special Scientific Interest on land that is held within its investment property portfolio.

Finally, the Charity has since 2005 owned a 17th Century building known as the Old Grammar School which is a listed landmark building in the town of Market Harborough of significant historical, cultural and architectural importance. The Charity completed a major programme of renovation and refurbishment of the building in 2014, which was its 400th anniversary. The building is available for public hire, by local groups and inhabitants of the area of benefit, on an hourly basis at agreed rates which contribute towards the annual running costs. Prior to July 2018 the building was let to the Market Harborough Parochial Church Council ("PCC") for a nominal annual rent and they managed the subletting of the facility.

Grant Making Policy

The Charity has devised standard application forms for funding which, together with guidance notes, can be downloaded from the Charity's website www.mhbcharity.co.uk. All applications are subjected to a validation process undertaken by the Charity staff. This process will, amongst other things: ensure compliance with the Charity Scheme, including geographical limitations; confirm that all necessary and relevant supporting information is available; and check the probity of the applicants and their history of previous applications.

MARKET HARBOROUGH AND THE BOWDENS CHARITY

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2018

Grant Making Policy (continued)

The process will also identify the benefit or benefits that the applicants intend to achieve and ensure that the recipients of such benefits are the public or an appropriate section of the public.

Valid applications are placed on the agenda for the next meeting of either the Relief in Need or the Appeals committee, as appropriate. The committees are entitled to make grants of up to £5,000 and £20,000, respectively, without the need to seek the approval of the Board and providing resources permit. There is also a fast track procedure for applications in need of early consideration on the grounds of urgency.

Where large or complex applications for funding are received (referred to as “projects”) and are considered to be potentially worthy of support, a contact group of no less than three Trustees is formed to review the proposed project. The contact group will meet with the applicants, before the application is considered, and undertake a detailed appraisal of the project, following which a recommendation will be made to the Appeals committee. Such projects as are accepted by the Appeals committee are presented to a full meeting of Trustees for final approval. Under normal circumstance the Charity will not fund over 50% of the total cost of the project.

As an ongoing process, the Charity receives applications from the Great Bowden PCC for funding of projects to maintain and repair the fabric of the Church. The applications are reviewed in accordance with the procedures outlined above.

Where a project receives support from the Charity then the contact group will monitor its progress on a continuous basis and will, some time after completion, undertake an audit of the project. The objective of the audit is, amongst other things, to check that the level of public benefit claimed in the original application has been provided. Where it is perceived that the public benefit criteria have not been adequately met, the auditing Trustees will discuss details of the shortfall with the applicant and agree the appropriate action that should be taken.

Volunteers

In meeting these aims, each of the Trustees provides the charity with many hours of service on a voluntary basis, but the charity has no particular requirement for volunteers outside of the trustee body. No financial value is attributed to this voluntary work in the financial statements.

Public benefit

The Trustees are mindful that it is of paramount importance that the Charity’s activities are carried out for the public benefit. They have a rigorous grant making policy, which is more fully described above, to ensure that the Charity only awards grants to projects whose objects satisfy the public benefit criteria. The Trustees monitor carefully the supported projects to ensure that the stated public benefits are delivered.

The Trustees confirm that they have complied with their duty to have due regard to the guidance published by the Charity Commission on public benefit when reviewing the Charity’s aims and objectives, in planning future activities and in setting the grant making policy for the year.

ACHIEVEMENTS AND PERFORMANCE

Payments of grants to institutions in the financial year amounted to £207,102 compared with £122,572 in 2017. During the year the Trustees have continued to support a number of projects, partly with other organisations, to improve community amenities (including social welfare), heritage, education, arts, and amateur sporting facilities of the town, which are accessible to all sections of the community.

Although several of the projects that have been supported cover more than one activity the broad breakdown of the grants paid by activity is as follows:

Activity	Grants Paid	Number
Community and social welfare	£179,692	23
Heritage	500	1
Education	4,260	3
Arts	4,200	2
Amateur sports	18,450	4
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Total	£207,102	33
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MARKET HARBOROUGH AND THE BOWDENS CHARITY

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2018

ACHIEVEMENTS AND PERFORMANCE (continued)

Community and Social Welfare

From a Community and Social Welfare perspective the organisations that have benefited from the Charity's support in the year include the following:

Market Harborough Baptist Church was the recipient of the largest amount paid by the Charity in the year, receiving a total of £69,162. This represented two grants, one of £1,500 and one of £67,662 in connection with a major refurbishment of the New Horizons Church Halls and kitchen.

The smaller grant assisted the Church in installing an upgrade to the electric supply to the premises as a precursor to the extensive improvement of the community halls and a major upgrade to the kitchen that serves them. The work, which was carried out in an attractive and energy efficient manner, included a complete refit of the kitchen which doubled its capacity and created a new serving hatch and separate food preparation and cooking areas.

The Church has an established record for serving the community through its popular Coffee Shop and Café and, as well as being available for private hire, the halls are in regular use by organisations including: toddler groups; keep fit/dance classes; a bridge club; two choirs; and Brownies, Guides and Explorers. The total membership of these organisations is approaching 400 with an age range of 2 to nearly 100.

The improvement works have provided a much better environment for all of these community groups and the enhanced kitchen facilities enable the provision of a greater range of refreshments and lunches, which will hopefully attract more community groups in the future. On completion of the project in the first quarter of 2019, the Charity made an additional payment of £7,338 which was included in the designated reserve for grants at 31 December 2018.

Home-Start South Leicestershire ("Home-Start"), is a registered charity based in Market Harborough which offers assistance to parents in the many challenges that they face in bringing up their children particularly where these are exacerbated by issues such as: illness/disability; mental health problems; loneliness and isolation; family/relationship breakdowns; bereavement; and financial hardship. In thirty-five years of operation, Home-Start has supported over 3,000 local families and 4,500 pre-school children.

Home-Start assists such families through its Families in Mind and Family Know How Projects involving a combination of home-visiting support, groups and courses. Home-visiting support usually consists of two to three hours a week by a volunteer, normally a parent themselves, who is matched with a family on the basis of the level of need. Their aim is to support parents to grow in confidence, strengthen their relationship with their children and widen their links within the local community.

The Charity has assisted Home-Start in previous years with funding towards its annual running costs and during 2018 the Trustees pledged support of £60,000 to be paid over a three-year period, subject to appropriate conditions being met, to the costs of the Family Know-How project. This project, which has been successfully delivered for three years, focuses on the needs of some of the most complex families that they support, particularly those struggling to cope with their young children because of: lack of confidence/self-esteem; lack of understanding as to how to lead a healthy lifestyle; and chaotic home and financial circumstances.

The project delivers a combination of services to help such families including: a home-visiting service (with trained and supervised Peer Mentor volunteers); a weekly support group for parents and their children to attend; a six- week course centred around maintaining a healthy diet, lifestyle, mind and body; and access to Home-Start's specifically tailored counselling service.

The first instalment of £20,000 was paid in the year and the balance of £40,000, for which a provision has been made in the designated reserve, is expected to be paid in two further equal instalments in 2019 and 2020.

Harborough Christian Counselling Service was the recipient of two separate grants in the year totalling £17,500. The service is located at the Bower House in Coventry Road, and provides help, support and encouragement in the form of Christian counselling to the local people of Market Harborough and District at times of crises in their lives. Its aim is to empower and help people make their own decisions in appropriate ways to enable them to satisfactorily come through these crises. Whilst the counsellors are Christians, the service is available to people of all faiths or none. Counsellors are trained within the organisation and it provides a service which is responsive to local demand and, importantly, free to users. In addition to the trained counsellors the service also has a number of support workers who offer a listening and befriending service to users who do not want to make a commitment to counselling.

MARKET HARBOROUGH AND THE BOWDENS CHARITY

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2018

ACHIEVEMENTS AND PERFORMANCE (continued)

The first grant of £2,500 was paid in fulfilment of a pledge made in 2017 to assist with the costs of re-fashioning the Bower House to provide a space for therapeutic interventions for children who have suffered or who are experiencing trauma in their lives and adults whose mental well-being has, similarly, been impacted by trauma. Such creative interventions include art therapy, sand play, working with puppets and clay work. The service sees an average of 300 new clients each year and it is estimated that 40 of these will benefit from the improved facilities.

The larger grant of £15,000 is part of a pledge of £20,000 toward the costs to be incurred by the organisation in developing and delivering an accredited course to train counsellors specifically to work with children and young people. The balance of the grant is expected to be paid in 2019, subject to fulfilment of the relevant criteria, and is included in the designated reserve for grants along with a further pledge of £62,500 to assist with operating costs over a five year period. Payments are expected to be made in equal instalments commencing in 2019.

Age UK Leicester Shire & Rutland ("Age UK") applied to the Charity for assistance with the purchase of a new, wheelchair accessible, minibus.

In Market Harborough, Age UK operates day care for older adults with learning disabilities and a weekly lunch club for older people to meet and socialise over a hot meal. The new vehicle will enable these services to continue and expand by transporting those people for whom public transport is either inaccessible or too infrequent to meet their needs. Outside of its own requirement for the vehicle, Age UK has agreed to make it available for use by the Harborough Community Bus, a local charity which meets the transports needs in town of other users in the wider community.

The Trustees are confident that the new minibus will, for many years, provide an essential service that will help significantly towards tackling loneliness and social isolation and agreed a grant of £14,995, which represented approximately 50% of its purchase price.

Community Heartbeat Trust is a national charity which seeks to support local communities in purchasing public access defibrillators, which are an essential tool in the emergency treatment of individuals suffering from cardiac arrest. The Trust assists in the selection, installation, maintenance and training in the use of equipment appropriate to the needs of the community and approached the Charity with a proposal for a scheme costing £33,000 to supply defibrillators in the Market Harborough area.

The Charity agreed to support the scheme with a total grant of £20,000 to provide ten new defibrillators on the condition that the Community Heartbeat Trust would undertake to maintain and insure them for at least the next ten years. The maintenance obligation would also extend to existing defibrillators in the town, provided that they were fit for purpose, and would ensure that there were at least ten such defibrillators accessible to the public on the exterior of premises in the community. The grant was paid in two instalments, as the equipment was installed, with £10,000 being paid in 2017 and the balance in 2018.

The installation was completed in the first quarter of 2018 and the equipment is now in use enabling patients throughout the local community to get the emergency treatment that they need in the crucial minutes following a heart attack.

Harborough Youth and Community Trust ("HYACT") received a grant of £9,500 in the year, which was the final instalment of a total grant of £58,000, which was pledged in 2016. HYACT is a registered charity which exists to provide support to the young people of Market Harborough aged between 11 and 18. Primarily, it does this by running a twice weekly drop-in Youth Club, staffed by qualified youth workers and a team of volunteers, at a facility known as The Cube, which is situated on land near to the town centre and comprises a café, a games area and an outside space, including a community garden. This provides an environmentally friendly facility for young people to spend their leisure time with access to skilled professionals who can support them either individually or in groups.

In addition, HYACT runs a weekly lunchtime drop-in session at a local secondary school and has worked with local primary and secondary schools on Sexual Health and Relationship Education as well as providing professional one to one counselling sessions for young people struggling with life problems or mental health issues.

The Charity's contribution has assisted in covering the shortfall of projected income over the running expenses of the group and, in particular, the employment costs of the Youth Leader.

MARKET HARBOROUGH AND THE BOWDENS CHARITY

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2018

ACHIEVEMENTS AND PERFORMANCE (continued)

Market Harborough Carnival Committee was awarded a grant of £7,500 by the Charity towards the total budgeted costs of over £27,000 in staging the annual summer carnival at a recreation ground close to the centre of the town. The Carnival Committee is made up entirely of volunteers and was largely a new team for 2018 with the aim of refreshing the carnival to showcase the town, its businesses groups and organisations through a mixture of floats, stalls and entertainment and, in the process, providing something of interest for all sectors of the local community.

The Committee is a not for profit organisation with the objective of raising sufficient funds to ensure that the event is sustainable for the future, with any surplus funds not required for this purpose being donated to local charities.

On a similar theme, **Harborough Fayres CIC** stages an annual event on a Friday evening shortly before Christmas, which has been running in various guises for more than thirty years. The event is a street festival which is held throughout the town centre with festive entertainment for children and adults alike. Most of the local shops and businesses stay open to join in the fun. With more and more people attending each year, it has become necessary for the town centre roads to be closed for the safety and enjoyment of the public. The costs associated with such road closures represent an ever increasing proportion of the annual budget and the Charity agreed a grant of £3,500 to cover the costs in 2018.

Both the Carnival and the Christmas Fayre were hugely popular events which drew large crowds and the Charity is proud to have played a part in making them possible.

Voluntary Action South Leicestershire ("VASL") is a charity, based in Market Harborough, which the Charity has supported over many years in response to cuts in government funding. It provides an integrated voluntary action centre to co-ordinate and support the activities of volunteers for the benefit of the town and surrounding district. During 2018, VASL received three grants from the Charity totalling £5,127 towards projects supporting mental health issues of both patients and their carers. One of the grants is for a three year project, with amounts of £2,880 expected to be paid in 2019 and 2020 included in the designated reserve for grants along with a further £27,000, expected to be paid in three equal annual instalments starting in 2019, in support of VASL's transport scheme.

The Charity has also supported other health initiatives in 2018 including: £3,108 paid to **Supporting Confidence Through Exercise** a charity based in North West Leicestershire to roll out a physical and holistic support programme in Market Harborough directed towards patients recovering from breast cancer; £2,300 to **Coping with Cancer** a group providing practical and emotional support to patients recently diagnosed with cancer and their families; £2,500 to **Balanced MK** a charity running support groups and one to one recovery coaching and counselling to people in the town suffering from eating disorders; and £2,000 to launch a drop in event for **Safe, Well, Happy Harborough** a group looking to build partnerships in the locality to make the community better for people with learning disabilities and their carers.

Community grants aimed at benefiting young people included, respectively, contributions of £5,000 and £4,750, towards the annual operating costs of:

Inclusive Youth CIC ("Inclusive Youth"), a group providing weekly youth clubs, trips and leisure activities to children with additional support needs, ranging from learning difficulties and physical impairments through to emotional and behavioural difficulties. Inclusive Youth strives to provide a safe environment in which its members can develop their independence, improve their social skills and raise their self-esteem and confidence; and

South Leicestershire Mobile Toy Library a registered charity providing individuals, schools, nurseries, playgroups and childminders with a range of therapeutic, educational and stimulating toys from its library, specifically aimed at children with special needs.

Heritage

In recent years the Charity has supported a number of heritage related projects, however, only a few applications for assistance were received in this area during 2018 and **The Market Harborough Branch of the Royal British Legion** was the recipient of the only heritage related grant paid in the year. The grant of £500 was paid in support of the Remembrance Service held at the war memorial in The Square, at the centre of Market Harborough, on 11 November 2018, the centenary of the cessation of hostilities in the First World War. The event enjoyed tremendous support from the residents, armed services groups and local service clubs and similar organisations.

MARKET HARBOROUGH AND THE BOWDENS CHARITY

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2018

ACHIEVEMENTS AND PERFORMANCE (continued)

Education

Grants were awarded in the area of education to the following:

Robert Smyth Academy, the largest secondary school in Market Harborough with students between the ages of 11 and 18, which was supported with a grant of £2,700 towards the cost of purchasing outdoor Table Tennis tables for use by students during their break and leisure periods.

The Learn Academies Trust, a multi-academy trust based in Market Harborough, was awarded £1,000 towards the purchase of specialist sensory equipment, fixtures and fittings in order to equip a room to act as a calming influence for children demonstrating processing, emotional and sensory issues, for whom the conventional setting of the classroom can prove challenging. The equipment is based at Ridgeway Primary School in the town but is available for use within all of the schools in the Trust.

St. Joseph's Catholic Voluntary Academy received a grant of £560 to enable the pupils of this local primary schools to benefit from a visit of the Life Education Bus, which is a high-tech mobile classroom with a specially trained educator. It aims to promote healthy living and warn of the dangers of drug use among children and young people.

In addition to these grants to educational organisations, the Charity once again placed advertisements in the local press and media promoting its schemes designed to assist individuals with the payment of course fees for undergraduate and vocational study (including apprenticeships). In response to requests from applicants the scheme has been extended in recent years to include assistance with accommodation costs for those involved in a course of full-time study away from their home. During the year grants totalling £103,018 (2017: £67,702) were paid from the Educational Fund to 86 individuals (2017: 71).

At 31 December 2018 the outstanding commitment to students who have been awarded grants covering the remainder of their course, assuming that they meet the necessary qualifying conditions, was approximately £185,000. A designated reserve has been established to meet this commitment and was increased by £100,000 from £85,000 at 31 March 2019. Of this sum £90,000 is expected to be paid in 2019 with the balance in subsequent years.

Arts

Arts related grants were paid in the year to:

The Harborough Singers, an amateur choir made up of people from the area of benefit which celebrated its 40th Anniversary in 2018. During this time the choir has performed at almost every church in the town but many of these venues do not have appropriate staging. The choir had built its own portable risers in 1992 but after so many years of use these were falling apart and becoming dangerous. It had raised £2,200 from its own funds to purchase new risers and the Charity agreed to match fund this.

The choir regularly performs free of charge to fundraise for other charitable organisations and estimates that gross receipts of over £45,000 were raised from ticket sales to such events in 2017.

Great Bowden Music Fest an annual classical musical, now in its 5th year, was awarded a grant of £2,000 towards total operating costs of almost £10,500. The festival is open to all and offers a programme of high quality concerts, featuring international professional musicians, covering a wide variety of music, which adds significantly to the cultural life of the village.

Amateur Sports

Market Harborough Rugby Judo Club is a voluntary sports club, which was set up approximately ten years ago to compliment the training of the Rugby Club's teams. Since then, the club has grown and developed a membership of its own and is registered with the British Judo Association.

The Club aims to make judo accessible to all and focuses on fun and fitness, giving its members the opportunity to progress through the grades from basic to complex skills and to compete in competitions. A first lesson is provided free of charge and thereafter there is a small charge per session, which may be waived in cases of known financial hardship. In addition, the volunteer coaches provide one to one sessions for a small number of young members with behavioural difficulties.

MARKET HARBOROUGH AND THE BOWDENS CHARITY

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2018

ACHIEVEMENTS AND PERFORMANCE (continued)

The club wished to embark on a three year development plan to: replace old equipment that was no longer fit for purpose; acquire new equipment to improve games; and train coaches in order that they can start teaching at schools and youth clubs and run sessions specifically for individuals with learning difficulties and mental health issues. The total cost of the plan was in excess of £14,000 and the Charity was pleased to assist with two grants totalling £8,550 to enable their plans to proceed.

Market Harborough Lawn Tennis Club was established in 1949 and is registered as a Community Amateur Sports Club. It has a total membership of over 200 and runs teams which regularly involve 55 adults and 60 juniors. In addition it has links with many of the local schools and provides free of charge coaching to 170 juniors.

The Club operates from land situated in a Conservation Area at the recreation ground at Great Bowden to which it successfully purchased the freehold from its former landlord, Harborough District Council, in 2016. There are four tennis courts and a clubhouse, erected in the 1960's at which point it had an expected useful lifespan of twenty years. Through a programme of careful maintenance, the Club has managed to more than double this useful life but has reached a point where further expenditure on the clubhouse is not postponing its imminent demise.

The Club has plans to replace the existing building with one of a similar design but which, importantly, is fit for the 21st Century and which will address the needs both of the Tennis Club and the wider community. They approached the Charity for a grant to assist in the preparing a pre-tender document to be issued to contractors. The Charity awarded a grant of £5,000, which was paid in the year to enable this to proceed and, following its successful conclusion, has pledged a grant of £100,000 towards the cost of construction. This pledge was made subject to certain conditions being fulfilled and is included in the designated reserve for grants payable. It is expected that the bulk of this grant will be paid in 2019.

Little Bowden Bowling Club received a grant of £4,400, which represented approximately 50% of the cost of replacing a mower for the greens with the old one being beyond economic repair. This followed a grant of £2,500 to the Club in the previous year, to assist with the costs of constructing a storage shed. The club has a varied membership and encourages non-members, particularly juniors, to try the sport with open evenings on a Friday during the summer months at which coaching is available free of charge.

During the year the Charity received £6,504 (2017: £6,504) by way of repayment of grants made in previous years to the **Harborough Town Football Club**. A series of grants were made to the Club to assist with the funding of clubhouse improvements on the understanding that if the Club was able to recover VAT on such costs, which was at the time uncertain, it would repay the amount recovered to the Charity. The club has since recovered some of the VAT and is repaying the amount by instalments. In view of the uncertainties involved regarding recoverability of the balance, no provision is made in the financial statements for the amount of £1,554 which is potentially recoverable from the Club.

Other commitments

In addition to the grants paid in the year, the Charity has also made non-binding commitments for payments, amounting to £398,070, in respect of projects which were subject to unfulfilled conditions as at 31 December 2018. Most of the conditions are expected to be fulfilled in 2019. In total, £553,712 was transferred to the appropriate designated reserve to meet grant expenditure pledged in the year and a corresponding transfer of £211,152 was made from this designated reserve to the General Fund once the expenditure had been incurred or it was agreed that the amount pledged would no longer be the subject of a grant.

Certain of the amounts pledged are referred to in detail above. Other notable amounts include pledges of: £53,887 to the Harborough Anglican Team towards assistance in training three youth workers; £26,235 to an Ageing Well project aimed at educating the elderly to avoid falling; £26,000 to Great Bowden Cricket Club for the replacements of cricket nets and an artificial wicket; and £20,000 to Welland Park Academy for refurbishment of its Sports Hall.

Church of St. Peter & St. Paul Great Bowden

During the year, the Great Bowden PCC made an application for assistance with the cost of repair and maintenance of the Church of St. Peter & St. Paul. The Charity contributed a total of £26,953 (2017: £17,030) to such works in the year.

MARKET HARBOROUGH AND THE BOWDENS CHARITY

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2018

ACHIEVEMENTS AND PERFORMANCE (continued)

Relief in Need

The Charity prefers prevention to palliatives. It wishes to foster self-help and the participation of those intended to benefit. It also aims to enable less advantaged people to be independent, gain useful skills and overcome handicaps and encourage volunteer involvement. Through its Relief in Need scheme the Charity supports practical initiatives embodying some or all of these characteristics. During the year grants of £52,062 (2017: £36,402) were distributed under this scheme to a total of 49 individuals/families (2017: 55). Of these grants, 12 (2017: 12) amounted to more than £1,000 and the remainder were less than £1,000 each. The Charity maintains a designated reserve which is intended to ensure that there are adequate funds to pay relief in need grants in the event of a downturn in income. Based on grants awarded in recent years the level of this reserve has been maintained at £90,000 as at 31 December 2018.

During the year the Charity has used the services of a caseworker to assess relief in need claims.

Other grant related costs

Other direct costs (including Steward's, Facilitator's, Caseworker's and Secretarial time, advertising and database development) amounting to £28,259 (2017: £40,706) and apportioned support costs of £41,434 (2017: £50,258) were associated with the grant making activity and paid from the General Fund in the year.

Almshouses

The Charity has fourteen fully serviced Almshouses, which are let to tenants aged 60 and over subject to a modest contribution. Two of the Almshouses were empty at the start of the year and were undergoing refurbishment work between tenants. Both of the Almshouses were re-let from the beginning of April 2018. One further Almshouse became vacant from the middle of May 2018. It was re-let at the beginning of October 2018 and was refurbished during the void period. The remaining eleven properties were fully occupied throughout the year. Contributions from tenants (£72,619) were £50,326 short of outgoings in the year (£122,945).

The outgoings included almost £62,000 of refurbishment work. Other than in exceptional circumstances, such work is generally only possible when there is a change of tenant and a designated reserve of £40,000 is maintained to ensure that sufficient funds are available to undertake such works when the need and opportunity arises.

Allotments

The Charity owns two separate allotment fields in the town and in recent years has undertaken considerable work to bring additional plots into cultivation and to upgrade and enhance the facilities, which include good access and mains water supplies. Demand for the allotments remains strong and gross income was £4,555 during the year compared with £4,252 in 2017. However, this was insufficient to cover the expenditure of £19,904 and there was a deficit of £15,349 for the year.

A designated reserve of £30,000 is maintained to cover future costs associated with non-routine maintenance of the allotments and the commercial properties.

Old Grammar School

Following completion in 2014 of a major programme of work to its Heritage Asset, the Old Grammar School, a 17th Century town landmark that celebrated its 400th anniversary in 2014, expenditure on the building was a more modest £18,166 (2017: £5,957). Until the Spring of 2018, the Market Harborough PCC occupied the property under a held-over lease at a rent of £2,000 per annum and made the facility available for community use. Subsequently, the Charity has managed the letting and community use of the facility in-house. Despite the major work in 2014, because of its age, the building is in constant need of maintenance and a designated reserve of £10,000 is maintained to cover such work as is likely to be required in the short-term.

Site of Special Scientific Interest

There is a Site of Special Scientific Interest ("SSSI") on part of the farmland, owned by the charity for investment purposes, which is managed by the Leicestershire and Rutland Wildlife Trust. Direct costs of £5,064 (2017: £681) were incurred on this site during the year.

MARKET HARBOROUGH AND THE BOWDENS CHARITY

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2018

FINANCIAL REVIEW

Review of major risks

The Board has given consideration to the major risks to which the Charity is exposed and engaged the services of a steward and professional advisers to ensure these risks are controlled and minimised. Appropriate management systems and assurances are also in place to support these controls. The conversion to a Charitable Incorporated Organisation (see 'Merger' below) in June 2017 provided the Trustees with a catalyst to revisit their approach to risk management. Of particular note has been the investment in regulatory audit including preparation for the new General Data Protection Regulation; fire risk management, and asset registration. The Trustees reintroduced a formal updated risk register in 2018.

A sub-committee of Trustees, known as the Estates Committee, has been established under the chairmanship of an experienced property professional to oversee the management of the property portfolio. The committee is advised in this respect by the local office of a national firm of land agents and a firm of planning consultants headed by a former Steward of the Charity. In addition, three separate firms of Investment Managers manage the investment portfolio. Investments are spread over a portfolio of equities, bonds and cash to reduce the impact of volatility in the equity market and Trustees meet with investment managers on a regular basis to review the portfolio and consider their recommendations.

The Charity staff and Trustees work closely, through contact groups, with organisations that apply for major grants to ensure that their projects are legitimate, feasible and satisfy the criteria for public benefit. If a grant is awarded, the contact group continues to ensure that the project is properly planned and managed. Twelve months after completion of the project, the Trustees undertake an audit to ensure that the project continues to meet the public benefit objectives as set out in the application.

The Board has appointed a firm of Chartered Accountants to oversee all aspects of bookkeeping and the preparation of quarterly management accounts to enhance the accuracy and timeliness of financial information. A finance committee has been established from amongst the Trustees. This committee meets on a regular basis to review quarterly financial information and investment performance.

A Governance and Administration committee, comprising the chairman of each of the various sub-committees, meets quarterly to oversee the smooth running of the Charity's administration activities and to constantly review the governance of the Charity.

General and Designated Funds

The net incoming resources of the General Fund for the year, before gains/losses on investments and transfers to/from designated reserves, amounted to £4,748 compared with £174,541 in the previous year.

Income from the investment portfolio (excluding investment properties) increased by approximately 2.72% compared with the previous year to £525,258. This exceeded the annual budget, which was set at the start of the year in discussion with the Charity's fund managers, by approximately £8,000.

Unfortunately, the value of the portfolio fell by approximately 6.95% over the year. This compares with falls of 12.95% in the FTSE All Share index and 12.48% in the FTSE 100 index over the same period. Historically, the movements in valuation of the Charity's portfolio have always been less dramatic than the movements in these two FTSE indices. This reflects the fact that the Charity adopts a relatively cautious and balanced investment strategy, which has, to some extent, protected it from some of the worst effects of the recession. A more suitable benchmark is the MSCI WMA Private Investor Balanced index which fell by 4.76% over the year.

At 31 December 2018 the investment portfolio (ignoring investment properties) was valued at £14,052,137 which represents an unrealised surplus of £1,891,049 over its original cost.

Fortunately, the markets recovered in the first quarter of 2019 and the portfolio increased in value by 5.84% to £14,873,025 at 31 March 2019. This compares with an increase of 7.7% in the balanced index in the same period. Investment income has been maintained at or above expected levels in the year to date.

Mr J G Jacobs FRICS, of Jim Jacobs Planning and Property Consultant Ltd., Chartered Surveyors, formally revalued the Charity's freehold investment properties held within the endowment fund as at 31 December 2016. He has also provided a desk top review of these valuations at each of the two subsequent year ends and, based on this, the Trustees have revalued the investment properties to £2,658,891 at 31 December 2018. This represents an increase of £91,641 over the carrying value at 31 December 2017 and a net surplus of £49,641 since the formal valuation.

MARKET HARBOROUGH AND THE BOWDENS CHARITY

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2018

FINANCIAL REVIEW (continued)

Rental income from the investment properties (which include farmland, paddocks and shops) for the year was £97,414 compared with £93,250 for 2017 reflecting upward rent reviews with effect from March 2018. This represents an investment yield of approximately 3.66% based on the latest valuation.

All of the properties remain fully let in 2019.

Income from the charitable activities including the almshouses, Old Grammar School and allotments has remained consistent and was largely unchanged at £86,102 compared with £85,811 in 2017.

The cost of generating funds rose sharply to £88,576, compared with £46,430 in 2017, which is largely attributable to damp-proofing works in the cellars of the High Street shops (part of the investment property portfolio) which amounted to £43,429. Expenditure on charitable activities (excluding grants) was also higher at £165,629, compared with £144,146, which is primarily due to the non-routine maintenance costs at the almshouses, which are referred to above.

Voluntary income and other incoming resources contributed a further £2,503.

As a result of the movement in resources referred to above, less unrealised losses of £9,058 on general fund investments, General Funds have decreased by £446,870 over the course of the year and stood at £728,645 as at 31 December 2018. Aggregate retained reserves carried forward in respect of designated funds amounted to £803,070 (2017: £360,510).

Endowment Fund

During the year, expenses of £65,341, representing the cost of managing the investments and depreciation of the certain Endowment Fund assets, were charged against the Endowment Fund. Net gains of £27,162 were realised on sales of stocks within the investment portfolio during the year but unrealised losses of £1,026,993 were recorded on the revaluation of the portfolio to its market value at the year end. As reported above, revaluation of the investment property portfolio resulted in a surplus of £91,641. The net effect is that the value of the Endowment Fund assets has fallen by £973,531 over the year and stood at £18,309,562 as at 31 December 2018.

Investment policy

The Charity has adopted an investment strategy to provide for present and future benefits. It aims to avoid unnecessary risks through diversification and as far as possible to generate a stable level of investment income in the region of £500,000 per annum and a balance of income and capital growth. There are no restrictions on the Charity's power to invest. The Charity uses the services of three different fund managers who invest the funds under their control as follows:

Cave & Sons Limited	Directly held UK equity and fixed interest stocks UK equity and fixed interest unitised investments Overseas equity unitised investments With a target split of: 55% UK Equities; 25% UK Fixed Interest; and 20% Overseas Equities
Cazenove Capital Management Limited	Unitised investments comprising: UK Equities (50% to 60%) Overseas Equities (10% to 15%) UK Fixed Interest and Cash (20% to 30%) Property (5% to 15%) Other Alternatives (0% to 10%)
CCLA Investment Management Limited	COIF unitised investments specifically for charities in: Charities Investment Fund Charities Property Fund Charities Fixed Interest Fund Charities Global Equity Fund

Approximately 25% of these funds are in overseas equities.

MARKET HARBOROUGH AND THE BOWDENS CHARITY

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2018

FINANCIAL REVIEW (continued)

The Trustees review investment performance and asset class allocations at regular meetings with the Fund Managers and respond to economic and investment circumstances as required. In addition, the Trustees remain ready to take advantage of any longer term investment opportunity that may arise such as the acquisition of appropriate land and buildings.

Reserves policy

Reserves represent unrestricted funds after appropriate provision has been made, through designated funds (as described above) for: meeting commitments for grants pledged; maintenance and repair of the Great Bowden church; making Relief in Need and educational grants; and repairs to all freehold properties.

The Trustees aim to find projects worthy of support, in accordance with the Charity's objects, such that the grants that they award are approximately equal to the Charity's income net of operational expenses and management and administration expenses. However, reserves are required:

- to allow for unforeseen reductions in annual income; and
- to enable the Charity to provide funds for specific projects so that these projects can be undertaken at short notice.

Taking these factors into account the Trustees consider that the reserves should ideally be within a range of twelve to eighteen months of the typical outgoing resources of the Charity (excluding amounts specifically covered by designated reserves) which approximately equates to between £500,000 and £750,000.

The reserves at 31 December 2018 amount to £728,645, however, tangible fixed assets which are in operational use by the Charity represent £247,413 of this total. Therefore, the net free reserves are £481,232. This level of reserves lies just below the ideal range, but is considered to be acceptable.

The Charity's Finance Committee continues to keep the level of reserves under review and in making its assessment it will refer to quarterly management accounts prepared by the Charity's accountants, income projections prepared by the Charity's fund managers and internally produced cash flow projections. Appropriate recommendations will then be made to the Board as to the level of grants to be awarded in 2019.

PLANS FOR FUTURE PERIODS

The reorganisation of the activities of the charity into a Charitable Incorporated Organisation and the election of a new chairman provided a catalyst to undertake a full review of the strategic plan. The revised plan was formally adopted by the Board of Trustees at their meeting in February 2018 and work begun during the year on a number of areas centred around: streamlining the Charity's activities; improving awareness and communication; and development of individual trustee responsibilities for particular aspects of the Charity's work.

The strategic plan itself makes reference to the surplus income over grant provision and recognises the need for improved marketing and a proactive approach to generating grant applications. As part of this process, the Trustees embarked on a process of reviewing staff job descriptions and the office procedures that deliver the objects of the charity. Work on these areas is ongoing in 2019 and an independent communications consultant has been engaged with a wide ranging brief including: to review the charity's image in the local community; to make its activities more transparent; to adopt social media as a means of communicating with potential beneficiaries; and to engage more frequently with likeminded bodies in the public, private and charity sectors.

Communication amongst the Board is also being addressed in 2019 with the implementation of a cyber-secure software package and associated hardware to ensure that Trustees have access to minutes, financial accounts and relevant information regarding the Charity at all times.

MARKET HARBOROUGH AND THE BOWDENS CHARITY

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2018

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

The Charity was registered as a Charitable Incorporated Organisation on 9 July 2014 and is governed by a foundation constitution, which was last amended on 25 May 2017.

The constitution states that the body of trustees ("the Board") shall consist of a minimum of eight trustees and a maximum of fifteen appointed trustees and one ex officio trustee. The fifteen first trustees of the Charity were appointed for terms ranging from between two and five years, whereupon they are eligible for re-appointment. All subsequent appointments/re-appointments are for a term of four years.

Merger

Pursuant to a pre-merger vesting declaration signed on 31 May 2017, the Charity merged with an unincorporated charity, also known as Market Harborough and The Bowdens Charity ("the Unincorporated Charity"), with effect from 1 June 2017. Whereas, the Charity had not engaged in any activities prior to the merger, the Unincorporated Charity had been active for many years and was registered with the Charity Commission with number 1041958. The two charities had a board of trustees and objects which were identical in all material respects.

Following the merger the Charity holds all of the unrestricted property of the Unincorporated Charity as its corporate property and the specified trust property of the Unincorporated Charity on the same trusts, so far as reasonably practicable, on which the property was held before the merger. The Charity also assumed responsibility for the Unincorporated Charity's liabilities and undertook to pay all expenses accruing or to be incurred in respect of the assets and liabilities transferred to it.

The combination of the charities satisfied the criteria for merger accounting contained within Section 27 of SORP (FRS 102) and, accordingly, the comparative information in the financial statements attached to this report is prepared as though the two charities had been combined throughout the period.

Organisational structure

The Board meets once a quarter and has appointed staff to attend to the day to day running of the Charity. Sub-Committees of the Trustees have been established in the areas of: Governance and Administration; Finance; Relief in Need; Appeals; Estates Management and Education. The Board has approved detailed terms of reference for each of these sub-committees and receives a formal report at each quarterly meeting.

Remuneration structure for key management personnel

The Trustees give of their time freely and receive no remuneration from the Charity. Additional emphasis on conflicts of interest and loyalty was effected during 2017 so that, in addition to the Trustees completing an annual declaration of interests, every Board and sub-committee meeting commences with a standing agenda item to mandate any new potential conflicts to be declared and recorded.

During the year, following the preparation of detailed job descriptions for each member of staff, the Trustees engaged an independent firm of HR consultants to bench-mark their remuneration packages with grant-making charities of a similar size and activity to ensure that the remuneration set is fair and not out of line with that generally paid for similar roles.

The report concluded that the salaries that were being paid by the Charity were not out of line, and indeed were slightly higher than those in similar organisations. In addition, they recommended that the basic holiday entitlement should be increased and that a cost of living increase should be awarded annually in line with the Retail Price Index. These recommendations have been adopted in full.

Trustee recruitment, induction and training

When a vacancy occurs for an appointed trustee, a short list is prepared of candidates, who through residence, occupation, employment, or otherwise have special knowledge of the area of benefit or have the necessary skills, knowledge and experience needed for the effective administration of the Charity. The potential candidates are invited to submit a brief CV and two personal references. Each candidate is then interviewed by at least three existing Trustees following which a recommendation is made for consideration by the Board. Appointment is confirmed on the basis of a majority vote.

MARKET HARBOROUGH AND THE BOWDENS CHARITY

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2018

STRUCTURE, GOVERNANCE AND MANAGEMENT (continued)

Trustee recruitment, induction and training (continued)

Harborough District Council ("the Council") may appoint one individual to act as an ex-officio trustee of the Charity provided that individual is also a Senior Officer of the Council. The position of ex officio trustee shall remain vacant if none of the Council's Senior Officers are willing to act in this capacity.

New trustees are provided with an induction pack including information on their legal obligations under charity law, the content of the constitution, the committees and decision making processes, strategic review, and the recent financial performance of the Charity. All trustees will be encouraged to attend appropriate external training events where these will facilitate the undertaking of their role.

TRUSTEES' RESPONSIBILITIES IN RELATION TO THE FINANCIAL STATEMENTS

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 apply them consistently;
- observe the methods and principles in the Charities SORP FRS (102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on a going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The Trustees are responsible for keeping accounting records that 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 Reports) Regulations 2008 and the provisions of the constitution. 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.

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

DECLARATION

I declare, in my capacity of Charity Trustee, that:

- The Trustees have approved the report above; and
- Have authorised me to sign it on their behalf

A.F. Trotter
Chairman of Trustees
Dated 31 October 2019

MARKET HARBOROUGH AND THE BOWDENS CHARITY

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF MARKET HARBOROUGH AND THE BOWDENS CHARITY

Opinion

We have audited the financial statements of Market Harborough and The Bowdens Charity (the "charity") for the year ended 31 December 2018 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2018, and of its incoming resources and application of resources, for the period then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report and financial statements, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

MARKET HARBOROUGH AND THE BOWDENS CHARITY

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF MARKET HARBOROUGH AND THE BOWDENS CHARITY (continued)

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the Report of the Trustees; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Trustees' Responsibilities Statement (set out on page 14), the trustees are responsible for the preparation of financial statements which give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulation 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Edward Thomas Peirson & Sons
Statutory Auditor
Chartered Accountants
21, The Point
Rockingham Road
Market Harborough
Leicestershire
LE16 7NU

Dated: 31 October 2019

Edward Thomas Peirson & Sons is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

MARKET HARBOROUGH AND THE BOWDENS CHARITY

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2018

	Note	General Fund £	Designated Funds £	Endowment Fund £	Total 2018 £	Total 2017 £
INCOME AND ENDOWMENTS FROM:						
Donations and legacies		-	-	-	-	2,842
Charitable activities	2	86,102	-	-	86,102	85,811
Investments:						
From investment properties	3	97,414	-	-	97,414	93,250
From investment portfolio	3	525,258	-	-	525,258	511,367
Other		2,503	-	-	2,503	13
Total income and endowments		711,277	-	-	711,277	693,283
EXPENDITURE ON:						
Raising Funds	4	(88,576)	-	(49,083)	(137,659)	(61,490)
Charitable activities:						
Provision of grant funding	5	(452,324)	-	-	(452,324)	(331,178)
Other charitable activities	6	(165,629)	-	(16,258)	(181,887)	(160,404)
Total expenditure		(706,529)	-	(65,341)	(771,870)	(553,072)
Net income/(expenditure) before gains/(losses) on investments		4,748	-	(65,341)	(60,593)	140,211
GAINS/(LOSSES):						
On Investment properties:						
Realised		-	-	-	-	-
Unrealised	12	-	-	91,641	91,641	(42,000)
On Investments:						
Realised	13	-	-	27,162	27,162	61,534
Unrealised	13	(9,058)	-	(1,026,993)	(1,036,051)	843,510
Net income/(expenditure) before transfers		(4,310)	-	(973,531)	(977,841)	1,003,255
Net transfers between funds	16	(442,560)	442,560	-	-	-
Net income/(expenditure) for the period		(446,870)	442,560	(973,531)	(977,841)	1,003,255
OTHER RECOGNISED GAINS/(LOSSES):						
On revaluation of Tangible Fixed Assets	11	-	-	-	-	-
Net movements in funds		(446,870)	442,560	(973,531)	(977,841)	1,003,255
Total funds brought forward		1,175,515	360,510	19,283,093	20,819,118	19,815,863
Total funds carried forward		728,645	803,070	18,309,562	19,841,277	20,819,118

All activities relate to continuing operations.

The notes on pages 20 to 35 form part of these financial statements.

MARKET HARBOROUGH AND THE BOWDENS CHARITY

BALANCE SHEET AS AT 31 DECEMBER 2018

	Note	2018	As At 31 December 2017
		£	£
Fixed Assets			
Tangible fixed assets	11		
Freehold land and buildings		2,710,086	2,734,798
Fixtures and fittings		8,551	10,383
Office equipment		-	614
		<u>2,718,637</u>	<u>2,745,795</u>
Investments			
Investment properties	12	2,658,891	2,567,250
Investment portfolio	13	14,052,137	15,101,648
		<u>16,711,028</u>	<u>17,668,898</u>
		<u>19,429,665</u>	<u>20,414,693</u>
Current Assets			
Debtors	14	22,699	21,339
Cash at bank and on deposit		458,232	446,085
Cash in hand		114	201
		<u>481,045</u>	<u>467,625</u>
Creditors payable within one year	15	(69,433)	(63,200)
Net Current Assets		<u>411,612</u>	<u>404,425</u>
Net Assets		<u>19,841,277</u>	<u>20,819,118</u>
Funds	16		
Unrestricted funds			
General funds		728,645	1,175,515
Designated funds		803,070	360,510
		<u>1,531,715</u>	<u>1,536,025</u>
Restricted funds			
Endowment funds		18,309,562	19,283,093
Total Funds		<u>19,841,277</u>	<u>20,819,118</u>

The financial statements were approved by the trustees on 31 October 2019 and signed on their behalf by:

A.F. Trotter - Trustee

J Feavyour - Trustee

The notes on pages 20 to 35 form part of these financial statements.

MARKET HARBOROUGH AND THE BOWDENS CHARITY

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2018

	Total 2018 £	Total 2017 £
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net movements in funds per Statement of Financial Activities	(977,841)	1,003,255
Adjustments for:		
Depreciation Charges	27,158	29,317
(Gains)/Losses on investment properties:		
Realised	-	-
Unrealised	(91,641)	42,000
(Gains)/Losses on investments:		
Realised	(27,162)	(61,534)
Unrealised	1,036,051	(843,510)
Dividends, rents and interest receivable from:		
Investment properties	(97,414)	(93,250)
Investments	(525,258)	(511,367)
(Gains)/Losses on revaluation of Tangible Fixed Assets	-	-
(Increase)/Decrease in Debtors	(3,257)	(256)
Increase/(Decrease) in Creditors	4,983	(6,955)
Net cash used in operating activities	<u>(654,381)</u>	<u>(442,300)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Rents received from investment properties	98,664	93,250
Dividends and interest received from investments	527,125	512,692
Purchase of Tangible Fixed Assets	-	-
Proceeds of Sale of Investments	1,850,540	1,213,549
Purchase of Investments	(1,829,611)	(1,256,473)
Net cash provided by investing activities	<u>646,718</u>	<u>563,018</u>
NET CHANGE IN CASH IN THE REPORTING PERIOD	(7,663)	120,718
Cash brought forward	549,194	428,476
CASH CARRIED FORWARD	<u><u>541,531</u></u>	<u><u>549,194</u></u>
Cash Carried Forward represents:		
Cash held in investment portfolio awaiting investment	83,185	102,908
Cash at bank and in hand held on instant access and short term deposits	458,232	446,085
Cash in Hand	114	201
	<u><u>541,531</u></u>	<u><u>549,194</u></u>

The notes on pages 20 to 35 form part of these financial statements.

MARKET HARBOROUGH AND THE BOWDENS CHARITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

1 PRINCIPAL ACCOUNTING POLICIES

(a) BASIS OF PREPARATION AND ASSESSMENT OF GOING CONCERN

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 on 16 July 2014 (as updated through Update Bulletin 1 published on 2 February 2016) ("SORP (FRS 102)");
- The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) ("FRS 102");
- The Charities Act 2011; and
- UK Generally Accepted Practice as it applies from 1 January 2015.

The charity constitutes a public benefit entity as defined by FRS 102.

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

The going concern basis and historical cost convention, as modified by the inclusion of freehold land and investments at fair value, have been used in preparing the financial statements. The Trustees consider that there are no material uncertainties about the Charity's ability to continue as a going concern. The most significant area of uncertainty, which affects the continuing income of the Charity, are the levels of investment return and performance of investment markets. Note 13 to the financial statements provides detail of the action taken by the Trustees to mitigate the risks involved. Designated reserves have been established to ensure that adequate funds are available to meet pledges made by the Charity at the balance sheet date in the event that the associated conditions are met by the intended beneficiaries.

(b) MERGER ACCOUNTING

Pursuant to a pre-merger vesting declaration signed on 31 May 2017, the Charity merged with an unincorporated charity, also known as Market Harborough and The Bowdens Charity ("the Unincorporated Charity") with effect from 1 June 2017. Whereas, the Charity was incorporated on 9 July 2014 and had not engaged in any activities prior to the merger, the Unincorporated Charity had been active for many years and was registered with the Charity Commission with number 1041958. The two charities had a board of trustees and objects which were identical in all material respects.

Following the merger the Charity holds all of the unrestricted property of the Unincorporated Charity as its corporate property and the specified trust property of the Unincorporated Charity on the same trusts, so far as reasonably practicable, on which the property was held before the merger. The Charity also assumed responsibility for the Unincorporated Charity's liabilities and undertook to pay all expenses accruing or to be incurred in respect of the assets and liabilities transferred to it.

The combination of the charities satisfies the criteria for merger accounting contained within Section 27 of SORP (FRS 102) and, accordingly, a single set of financial statements for the combined charities was prepared for the year ending 31 December 2017. The combined figures are included as comparatives in these financial statements.

MARKET HARBOROUGH AND THE BOWDENS CHARITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

1 PRINCIPAL ACCOUNTING POLICIES (continued)

(b) MERGER ACCOUNTING (continued)

The results for the year ended 31 December 2017 are approximately split as follows:

	Unincorporated Charity (Pre-Merger) £	Charity (Post-Merger) £	Combined Total £
Total income	337,831	355,452	693,283
Total expenditure	(270,110)	(282,962)	(553,072)
Net Income	67,721	72,490	140,211
Gains/(losses) on investments	552,625	310,419	863,044
Net movement in funds	620,346	382,909	1,003,255

The net assets of the Unincorporated charity at the date of the merger were £20,436,210 of which £1,411,787 were represented by Unrestricted Funds and £19,024,423 were represented by Endowment Funds.

The figures quoted above are taken from the management accounts produced for the combined charities in the six months ended 30 June 2017, as no accounts were prepared to the date of the actual merger.

(c) INCOME RECOGNITION

All incoming resources are included in the Statement of Financial Activities when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

Charitable activities income comprises contributions due from the tenants of the almshouses and rents and similar amounts receivable from the Cricket Club, SSSI, Old Grammar School and the allotments. These properties are held for charitable purposes and the income arising represents less than a market rent.

Investment income represents rental income from commercial properties and farm land, which are held by the Charity for their investment potential, together with interest and dividends on stocks, shares and bank deposits held on the endowment and unrestricted funds. Such income is recognised on a receivable basis and where appropriate, this includes the income tax recoverable.

Incoming resources from investments (including investment properties) held as part of the endowment fund are unrestricted.

Wherever possible, income is reported gross of any related expenditure. However, in the case of investment management costs within managed funds it is not always practicable to identify such costs with reasonable accuracy and, therefore, the investment income is reported net of these costs.

In accordance with SORP (FRS 102) no amount is included in the financial statements for volunteer time.

MARKET HARBOROUGH AND THE BOWDENS CHARITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

1 PRINCIPAL ACCOUNTING POLICIES (continued)

(d) EXPENDITURE RECOGNITION

All expenditure is included on an accruals basis and is recognised where there is a legal or constructive obligation to make payment to third parties, it is probable that settlement will be required and the amount of the obligation can be measured reliably. As the Charity is not registered for VAT, all expenditure is shown gross of irrecoverable VAT.

Expenditure is categorised under the following headings:

Raising funds This represents: costs of managing and maintaining the Charity's investment properties; investment portfolio management fees; promotional and website costs aimed at potential donors; and production costs of the Old Grammar School booklets.

Charitable activities Costs under this heading fall into two distinct categories:

- Grants paid to individuals and organisations as approved by the Trustees in accordance with the Charity's Constitution; and
- The costs incurred in providing and maintaining the almshouses, the Old Grammar School; the allotments and the Site of Special Scientific Interest.

Where unconditional grants are offered the expenditure is accrued as soon as the recipient is notified of the grant and there is a reasonable expectation that it will be paid. Where grants are pledged, but payment is conditional on the performance of the recipient, the amount is not recognised as an expense until the conditions have been fulfilled. However, an amount equivalent to that pledged is transferred to a designated reserve.

(e) ALLOCATION OF COSTS

Costs which are directly attributable to a single activity are allocated directly to that activity. Shared costs which contribute directly to more than one activity are apportioned between those activities on the basis of usage by each activity.

Support costs represent the remaining costs that are not capable of direct attribution. They have been allocated between the categories of raising funds and charitable activities in accordance with the basis specified in Note 7.

Governance costs, which represent the expenses of Trustees' meetings and legal and professional fees related to the running and management of the Charity (including external audit fees), are included within the heading of support costs.

The allocation process involves a significant element of judgement as the charity has to consider the cost of detailed calculations and record keeping with the resultant benefit.

(f) OPERATING LEASES

Rentals payable and receivable under operating leases are charged/credited in the Statement of Financial Activities on a straight line basis over the period of the lease.

(g) TANGIBLE FIXED ASSETS INCLUDING HERITAGE ASSETS

Freehold land, comprising the allotments and cricket club land, are included at their estimated open market value and are formally revalued every three years. The last such valuation was carried out at 31 December 2016. Any unrealised gains or losses are credited or charged to the SOFA as they arise. No depreciation is provided on such assets.

The Old Grammar School, as more fully explained in Note 11, is a Heritage Asset which forms part of the Charity's Permanent Endowment. There is no record of the original cost of the building and the Trustees consider that there are no suitable or cost-effective techniques available to ascertain a reliable valuation for the property. Accordingly no cost or valuation is attributed to the property in these financial statements.

MARKET HARBOROUGH AND THE BOWDENS CHARITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

(g) TANGIBLE FIXED ASSETS INCLUDING HERITAGE ASSETS (continued)

All other assets are recorded at cost/valuation less accumulated depreciation. The cost of minor additions to fixed assets, defined as those costing less than £2,000 each, are expensed in the year in which they are incurred.

Depreciation is provided at rates calculated to write off the cost/valuation, less estimated residual value, of each asset on a straight line basis over its estimated useful life as follows:

Freehold property for operational use	- over 50 years
Improvements to cricket club buildings	- over the period of the lease to the cricket club
Almshouse buildings	- over 50 years
Almshouse fixtures	- over 7 years
Office equipment	- 25% per annum

The depreciation charge of assets held with Endowment Fund is charged to that fund. All other depreciation is charged to the General Fund.

(h) INVESTMENTS

Investments comprise investment properties and securities held within an investment portfolio and are initially recorded at their transaction price (including costs).

Investment properties are subsequently recorded at their estimated open market value and are formally revalued every three years or more frequently if the Trustees become aware of the possibility of any material movements in their value. Investment properties are not depreciated.

Investments within the portfolio are revalued annually at their market value on the last day of the financial year. All investments are a form of basic financial instrument which are traded in quoted public markets. The Charity does not acquire put options, derivatives or other complex financial instruments.

Realised gains and losses on investments are calculated as the difference between the sale proceeds and their market value at the start of the year, or subsequent cost. Unrealised gains and losses represent the movement in market values between valuations. Both types of gains and losses are credited or charged to the Statement of Financial Activities in the year of gain or loss.

(i) DEBTORS AND CREDITORS RECEIVABLE/PAYABLE WITHIN ONE YEAR

Debtors and creditors receivable and payable within one year are recorded at transaction price. Any losses arising from impairment are included within expenditure.

(j) FUND ACCOUNTING

The Charity has various types of funds for which it is responsible and which require separate disclosure. These are as follows:

Unrestricted funds comprise those funds which the Trustees are free to use in accordance with the Charity's objectives.

Designated funds are unrestricted funds which the Trustees have earmarked for particular purposes. Details of the nature and purpose of each designated fund is set out in Note 16. Transfers from general funds to designated funds are stated at amounts that the trustees deem necessary to meet their known and anticipated future obligations.

Endowment Funds are capital funds which the Trustees cannot spend. The income arising from the endowment funds is unrestricted.

MARKET HARBOROUGH AND THE BOWDENS CHARITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

2 INCOMING RESOURCES FROM CHARITABLE ACTIVITIES	2018		2017	
	£		£	
Contributions from almshouse tenants	72,619		70,892	
Old Grammar School rent	2,438		2,000	
Allotment rents	4,555		4,252	
Market Harborough Cricket Club rental income	6,490		6,490	
Countryside Stewardship & other SSSI grants	-		2,177	
	<u>86,102</u>		<u>85,811</u>	
3 INVESTMENT INCOME	2018		2017	
	£		£	
From investment properties:				
Rental income from commercial High Street properties	88,901		85,000	
Farm Land	8,513		8,250	
	<u>97,414</u>		<u>93,250</u>	
From investment portfolio:				
Interest on UK fixed interest securities and Treasury stock	9,217		11,305	
Dividends receivable from equity shares	116,217		112,929	
Dividends receivable from preference shares	-		1,475	
Dividends receivable from collective investment funds	253,466		242,116	
Dividends receivable from COIF Units	144,835		142,690	
Interest on cash deposits	1,523		852	
	<u>525,258</u>		<u>511,367</u>	
4 EXPENDITURE ON RAISING FUNDS	2018		2017	
	£	£	£	£
GENERAL FUND				
Commercial property management				
Steward's salary & on-costs	8,977		5,903	
Secretarial salaries & on-costs	305		295	
Insurance	1,371		1,331	
Repairs and maintenance	44,224		5,894	
Legal & professional fees	4,924		4,945	
Support costs (Note 7)	16,392		13,527	
	<u>76,193</u>		<u>31,895</u>	
Investment management				
Steward's salary & on-costs	224		984	
Secretarial salary & on-costs	305		294	
Investment manager's fees	7,280		7,575	
Support costs (Note 7)	4,267		5,572	
	<u>12,076</u>		<u>14,425</u>	
Website & other promotional costs	307		110	
	<u>88,576</u>		<u>46,430</u>	
ENDOWMENT FUND				
Investment management				
Investment manager's fees	41,598		7,575	
Investment property management fees	2,100		2,100	
Steward's salary & on-costs	-		-	
Support costs (Note 7)	-		-	
Cricket Club				
Depreciation of changing rooms	5,385		5,385	
	<u>49,083</u>		<u>15,060</u>	
TOTAL EXPENDITURE ON RAISING FUNDS	<u>137,659</u>		<u>61,490</u>	

MARKET HARBOROUGH AND THE BOWDENS CHARITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

5 EXPENDITURE ON PROVISION OF GRANT FUNDING

2018

2017

GENERAL FUND

Grants to institutions or for specific purposes

Institution	Purpose of grant	£	£
Market Harborough Baptist Church	Refurbishment of Church Hall & Kitchen	67,662	
Home-Start South Leicestershire	Family Know-How Project	20,000	
Harborough Christian Counselling Service	Counselling & Psychotherapy Training	15,000	
Age UK	Purchase of Minibus	14,995	
Community Heartbeat Trust	Maintenance of Defibrillators	10,000	
HYACT (The Cube)	Employment of a youth worker	9,500	
Market Harborough Judo Club	Equipment purchase (2 Grants)	8,550	
Market Harborough Carnival	Carnival - Event running costs	7,500	
Market Harborough Lawn Tennis Club	Pre-tender works re new clubhouse	5,000	
Inclusive Youth CIC	Funding for sessions	5,000	
South Leics. Mobile Toy Library	Contribution to annual running costs	4,750	
Little Bowden Bowls Club	Replacement Lawnmower	4,400	
Harborough Fayres CIC	Christmas Fayre - Event running costs	3,500	
Supporting Confidence Through Exercise	Exercise course after surgery	3,108	
Voluntary Action South Leicestershire	My Mind Matters project costs	2,880	
Tudor Garage Academies Trust	Robert Smyth Outdoor Table Tennis Tables	2,700	
Harborough Christian Counselling Service	Additional space for counsellors	2,500	
BalancED MK	Eating Disorders Project	2,500	
Coping with Cancer	Set up costs for "Time Out" Group	2,300	
Harborough Singers	Replacement of risers	2,200	
Safe Well & Happy Harborough	Start-up costs	2,000	
Great Bowden Music Fest	Concert costs	2,000	
Market Harborough Baptist Church	Electrical Rewiring	1,500	
Voluntary Action South Leicestershire	Mental Health Carers Group costs	1,342	
Others, each £1,000 and under	Various - 9 in total	6,215	
		<hr/>	<hr/>
		207,102	122,572

Part repayment of grants made in previous periods:

Market Harborough Town Football Club	Clubhouse redevelopment	(6,504)	(6,504)
		<hr/>	<hr/>
		200,598	116,068

Grants to Church of St. Peter & St. Paul, Great Bowden - Repairs & maintenance

		26,953	17,030
Grants to individuals			
Educational fund (86, 2017: 71)		103,018	67,702
Relief in Need £1,000 and over (12, 2017: 12)		41,938	24,650
Relief in Need less than £1,000 (37, including those paid from Endowment Fund 2017: 43)		10,124	11,752
		<hr/>	<hr/>

Total grants paid

		382,631	237,202
Steward's fees & associated costs		224	984
Secretarial salary & on-costs		16,029	16,898
Facilitator salary & on-costs		4,354	14,619
Caseworker's costs		667	630
Development of database management system for processing grant claims		3,900	7,099
Communications strategy, advertising and website development costs		2,955	220
Miscellaneous costs (including grant plaques)		130	256
Support costs (Note 7)		41,434	50,258
Total		<hr/>	<hr/>
		452,324	328,166

ENDOWMENT FUND

Grants to individuals less than £1,000 each

Symington Pension & Assistance Fund - Relief in Grants (see Note 16)	-	3,012
	<hr/>	<hr/>

Further analysis of grants paid in the year by nature of activity being supported is contained within the Report of the Trustees.

MARKET HARBOROUGH AND THE BOWDENS CHARITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

6 EXPENDITURE ON OTHER CHARITABLE ACTIVITIES

		2018		2017	
		£	£	£	£
GENERAL FUND					
Almshouses:	Steward's salary & on-costs	1,122		1,968	
	Secretarial salary & on-costs	4,633		4,508	
	Insurance	826		802	
	Utilities (including lifeline)	14,180		12,323	
	Repairs and maintenance	86,522		76,266	
	Council Tax in void period & other miscellaneous costs	2,010		582	
	Website & promotional costs	307		110	
	Legal & professional fees	1,268		2,321	
	Depreciation of fixtures & fittings	1,832		1,832	
	Support costs (Note 7)	9,795		12,314	
			122,495		113,026
Old Grammar School:	Steward's salary & on-costs	224		197	
	Secretarial salary & on-costs	1,523			
	Insurance	1,173		1,138	
	Repairs, maintenance & utilities	11,719		3,412	
	Legal & professional fees	1,032		484	
	Support costs (Note 7)	2,495		726	
			18,166		5,957
Allotments:	Steward's salary & on-costs	225		984	
	Secretarial salary & on-costs	4,632		4,480	
	Repairs and maintenance	5,685		9,040	
	Website & promotional costs	307		110	
	Legal & professional fees	2,378		967	
	General expenses	711		769	
	Support costs (Note 7)	5,966		8,132	
			19,904		24,482
Site of Special Scientific Interest:	Steward's salary & on-costs	224		197	
	Repairs and maintenance	2,828			
	Legal & professional fees	1,707		484	
	Support costs (Note 7)	305		-	
			5,064		681
			<u>165,629</u>		<u>144,146</u>
ENDOWMENT FUND					
Depreciation of Almshouses			16,258		16,258
			<u>16,258</u>		<u>16,258</u>
TOTAL ALL FUNDS			<u>181,887</u>		<u>160,404</u>

MARKET HARBOROUGH AND THE BOWDENS CHARITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

7 ANALYSIS AND ALLOCATION OF SUPPORT COSTS

Support costs, as detailed below, have been allocated to resources expended as follows:

	Support Costs				
	Governance Costs £	Office Costs £	Accounts & Finance £	Total £	2017 Total £
RESOURCES EXPENDED:					
General Fund:					
Expenditure on raising funds :					
Commercial property management	7,961	4,737	3,694	16,392	13,527
Investment management	359	214	3,694	4,267	5,572
Expenditure on Charitable Activities:					
Grants payable	21,344	12,702	7,388	41,434	50,258
Almshouses	4,288	2,552	2,955	9,795	12,314
Old Grammar School	1,333	793	369	2,495	726
Allotments	3,509	2,088	369	5,966	8,132
SSSI	191	114	-	305	-
Endowment Fund:					
Expenditure on raising funds :					
Commercial property management	-	-	-	-	-
Other investment management	-	-	-	-	-
	38,985	23,200	18,469	80,654	90,529

Bases for support cost allocation:

Support costs are allocated between the various activities representing resources expended on the following bases:

Governance costs	Estimated time spent on each activity by the charity steward & secretaries
Secretarial support and office costs	Estimated time spent on each activity by the charity steward & secretaries
Accounts & finance	Estimated time spent on each activity by the charity accountants

The cost allocation includes an element of judgement as the charity has to consider the cost of detailed calculations and record keeping compared with the resultant benefit.

Governance costs included within support costs comprise:	2018 £	2017 £
Steward's fees & associated costs	11,222	8,461
Secretarial salary & on-costs	9,396	9,057
Legal and professional fees	12,590	20,778
Auditors remuneration	3,000	3,000
General insurance	1,184	1,149
Trustee indemnity insurance	526	511
General expenses (including training of trustees)	1,067	2,426
	38,985	45,382

MARKET HARBOROUGH AND THE BOWDENS CHARITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

8 AUDITORS' REMUNERATION

The amounts payable to the Auditors', Edward Thomas Peirson & Sons, were as follows:

	2018	2017
	£	£
For audit services	3,000	3,000
For other assurance services	18,469	18,202
Total	<u>21,469</u>	<u>21,202</u>

The other assurance services provided by Edward Thomas Peirson & Sons included: preparation of the financial statements for the year; assistance to the Trustees in the financial management of the charity's affairs by the preparation of quarterly management accounts; and payroll services.

No member of the firm's audit team was involved in the provision of these other services.

9 TRUSTEES' REMUNERATION AND REIMBURSED EXPENDITURE

None of the trustees received remuneration for their services in the year or preceding year.

Aggregate expenses of £49 were reimbursed during the year to one trustee (2017: £332 to two trustees). The reimbursed expenses in the year related to sundry goods/services paid for on behalf of the charity and in the preceding year included travel expenses incurred in connection with attending training courses..

Trustee indemnity insurance is included as part of the charity's overall insurance and the amount charged in these financial statements in this respect is £526 (2017: £511).

10 STAFF NUMBERS AND COSTS

The number of employees of the charity were as follows:

Activity	Involvement	2018	2017
Steward	Part time - Three days per week (From February 2017)	1	1
Secretarial	Full time	1	1
	Part time - Approx. 2.5 days per week (From February 2017)	1	1
Grant Facilitator	Part time - Two days per week (Until April 2018)	1	1

The aggregate payroll cost in respect of these employees was as follows:

	2018	2017
	£	£
Salaries	60,790	67,629
Social security costs	4,850	5,194
Pension contributions	979	306
	<u>66,619</u>	<u>73,129</u>
Employment Allowance	(3,000)	(3,328)
	<u>63,619</u>	<u>69,801</u>

No employee had employment benefits in excess of £60,000 (2017: None).

The Steward and the Trustees are considered to be the key management personnel of the charity and the total amount paid for their services in the year (including social security and pension costs) was £23,607 (2017: £19,677).

MARKET HARBOROUGH AND THE BOWDENS CHARITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

11 TANGIBLE FIXED ASSETS

	Freehold Property for Operational Use £	Freehold Allotments Cricket Club & Other Land £	Almshouses Freehold Land & Buildings £	Fixtures & Fittings £	Office Equipment £	Total £
Cost or Valuation						
Brought forward	245,000	1,775,000	756,000	28,165	12,363	2,816,528
Additions at Cost	-	-	-	-	-	-
Disposals	-	-	-	-	-	-
At 31 December 2018	245,000	1,775,000	756,000	28,165	12,363	2,816,528
Cumulative Depreciation						
Brought forward	3,069	21,875	16,258	17,782	11,749	70,733
Charge for the year	3,069	5,385	16,258	1,832	614	27,158
Eliminated on Disposal	-	-	-	-	-	-
At 31 December 2018	6,138	27,260	32,516	19,614	12,363	97,891
Net Book Value						
At 31 December 2018	238,862	1,747,740	723,484	8,551	-	2,718,637
At 31 December 2017	241,931	1,753,125	739,742	10,383	614	2,745,795

Cost or valuation at 31 December 2018 is represented by:

Valuation						
31 December 2016	245,000	1,715,000	756,000	-	-	2,716,000
Cost	-	60,000	-	28,165	12,363	100,528
	245,000	1,775,000	756,000	28,165	12,363	2,816,528

Basis for inclusion in the accounts

Freehold property for operational use is the premises at 10, Fairfield Road, Market Harborough which the charity purchased and subsequently redeveloped and refurbished as the charity's office. Depreciation commenced when the premises were first brought into use. No depreciation was provided on the estimated land value of £100,000, which is included in the total cost/valuation at the start of the year.

All of the freehold properties were revalued, with effect from 31 December 2016, at their open market value by Mr J.G. Jacobs FRICS of Jim Jacobs Planning and Property Consultants Ltd, Chartered Surveyors as part of the Charity's policy for triennial revaluations. In addition, included within the cost or valuation of Allotments, Cricket Club & Other land, is £60,000 representing the cost to the charity of its contribution, as landlord, to the construction of new changing rooms for the Cricket Club and an extension of the courts to its Squash section. Depreciation of these costs commenced on the completion of the relevant works using a straight line basis over the remaining period of the lease.

The Trustees are not aware of any material change in the aggregate value of the assets since the date of the most recent formal valuation. Had the properties not been revalued they would have been included at the following historical cost:

	As At 31 December 2018			As At 31 December 2017		
	Property for Operational Use £	Allotments Cricket Club & Other Land £	Almshouses £	Property for Operational Use £	Allotments Cricket Club & Other Land £	Almshouses £
Cost	257,470	68,962	231,697	257,470	68,962	231,697
Aggregate depreciation	14,947	27,260	131,779	11,797	21,875	128,914
Net Book Value	242,523	41,702	99,918	245,673	47,087	102,783

MARKET HARBOROUGH AND THE BOWDENS CHARITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

11 TANGIBLE FIXED ASSETS (continued)

Heritage Assets

In addition to the assets shown above, the Charity owns a 17th Century building known as the Old Grammar School, Market Harborough, which was vested in the Charity during 2005 together with the other assets of the Market Harborough Exhibition Foundation Charity. The Old Grammar School is a local landmark and a listed building of significant historical and architectural importance, which the Trustees intend will form part of the Charity's permanent endowment to be maintained and preserved for its cultural significance to the town. The Charity makes the building available for hire by the public, on a daily basis, in exchange for a specified contribution towards the annual running costs.

There is no information readily available as to the original cost of the building and the Trustees consider that there are no suitable techniques available to ascertain a reliable valuation for the property, certainly not without involving the Charity in significant costs which would outweigh any benefit.

As a result, in accordance with the permitted treatment for heritage assets in SORP (FRS 102) the Old Grammar School is not recognised as an asset in the Charity's balance sheet.

12 INVESTMENT PROPERTIES	31-Dec-18 £	31-Dec-17 £
Valuation at the beginning of the year	2,567,250	2,609,250
Additions at cost	-	-
Unrealised gains/(losses) on revaluation	91,641	(42,000)
Valuation at the end of the year	<u>2,658,891</u>	<u>2,567,250</u>
Historical cost at the end of the year	<u>562,312</u>	<u>562,312</u>

The investment properties comprise various parcels of land and four retail shops, of which three have been converted into one, situated in High Street, Market Harborough. A formal open market valuation of these assets (in accordance with the policy for triennial professional revaluations) was undertaken by Mr J.G. Jacobs FRICS of Jim Jacobs Planning and Property Consultants Ltd., Chartered Surveyors as at 31 December 2016 and was incorporated in the financial statements at that date. The Trustees have revalued the assets as at 31 December 2018 following a review undertaken by Mr Jacobs as to movement in land and property prices in the locality over the year.

The Land in the charity's ownership includes:

Approximately 116.65 acres of farm land which is let to tenants under a Farm Business Tenancy. The property is subject to a restrictive covenant in favour of two predecessors in title whereby, in the event of any subsequent non-agricultural development being permitted, the charity will be required to pay 33% of any defined increase in value. The covenant extends to forty years from the date of grant;

Land situated a short distance to the north of Great Bowden village comprising 13.03 acres of grassland, which is let on seasonal grazing licences, and 6.45 acres which has been designated a Site of Special Scientific Interest ("SSSI"). The SSSI is subject to control by English Nature and the charity works closely with the Leicestershire and Rutland Wildlife Trust in ensuring that the ecological value of the site is protected and where possible enhanced. This land is subject to a similar restrictive covenant to that described above in relation to the farm land.

Two small permanent pasture paddocks situated close to the western fringe of Market Harborough town. One of these paddocks is subject to a fifty-year covenant in favour of the predecessor in title which commits the charity to pay away 33% of any uplift in value as a result of subsequent development beyond agricultural use; and

Various strips of land retained by the charity following previous significant land sales. Certain of these strips provide a possible means of access and services from adopted highways into potential development land which is not within the charity's ownership. In particular, a developer has recently expressed an interest in renewing a previous option (now expired) granting them the right to acquire the ransom strip in the event that the developer obtains planning permission for development on certain adjacent property, entry to which would be serviced over the ransom strip. However, at the present time in view of the uncertainties affecting their value, the trustees have decided not to attribute any value to them in these financial statements.

MARKET HARBOROUGH AND THE BOWDENS CHARITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

13 INVESTMENT PORTFOLIO

	31-Dec-18	31-Dec-17
	£	£
Market value at the beginning of the year	14,998,740	14,050,802
Acquisitions at cost	1,829,641	1,256,443
Sales proceeds from disposals	(1,850,540)	(1,213,549)
Realised gains/(losses) on disposals	27,162	61,534
Unrealised gains/(losses) on revaluation	(1,036,051)	843,510
	<u>13,968,952</u>	<u>14,998,740</u>
Cash at bank on deposit/awaiting investment	83,185	102,908
Market value at the end of the year	<u>14,052,137</u>	<u>15,101,648</u>
Historical cost at the end of the year	<u>12,161,088</u>	<u>11,931,319</u>

All investments are UK listed and are represented by:

		31-Dec-18		31-Dec-17	
		£	%	£	%
Managed by Cave & Sons					
(no individual holding exceeds 5% of the total portfolio)					
UK Fixed interest securities and Treasury stock		325,866	2.32%	339,222	2.25%
UK Equity shares		890,044	6.33%	1,056,468	7.00%
UK investment trusts, unit trusts and OEIC's		2,067,432	14.71%	2,232,492	14.78%
Overseas equities		177,783	1.27%	231,111	1.53%
Cash on deposit		11,234	0.08%	8,609	0.06%
Managed by Cazenove Capital Management					
UK Bond funds	Income Trust for Charities	-	-	388,386	2.57%
	Schroder Sterling Corporate Bond	372,680	2.65%	-	-
International Bond funds	Schroder ISF Strategic Credit C	332,791	2.37%	352,443	2.33%
UK Equity funds:	Equity Income Trust for Charities	1,638,100	11.66%	1,909,019	12.64%
	Trojan Income Fund (Class S)	630,019	4.48%	705,279	4.67%
Overseas Equity funds	Findlay Park American Fund Inc.	881,640	6.27%	894,040	5.92%
	M&G Global Dividend Inc.	757,109	5.39%	839,292	5.56%
	Schroder Asia Alpha Plus	423,402	3.01%	-	-
	Schroder European Alpha Inc.	198,192	1.41%	243,016	1.61%
	Stewart Inv. Asia Pacific Leaders B Inc.	-	0.00%	448,400	2.97%
	Blackrock Asian Dragon Fund	128,880	0.92%	147,960	0.98%
	Hermes Asian Ex-Japan Equity Fund	132,635	0.94%	149,366	0.99%
Property Funds	The Charities Property Fund	577,502	4.11%	561,849	3.72%
Portfolio Funds	Troy Asset Mgt Trojan Fund S Inc.	474,435	3.38%	491,147	3.25%
Cash on deposit		71,951	0.51%	94,299	0.62%
Managed by CCLA Investment Management					
COIF Charities property fund		972,615	6.92%	946,875	6.27%
COIF UK Fixed interest fund		94,454	0.67%	98,152	0.65%
COIF Investment fund	Income Units	2,348,538	16.71%	2,415,294	15.99%
COIF Investment fund	Accumulation Units	333,831	2.38%	331,840	2.20%
COIF Global equity fund		211,004	1.51%	217,089	1.44%
		<u>14,052,137</u>	100.00%	<u>15,101,648</u>	100.00%

MARKET HARBOROUGH AND THE BOWDENS CHARITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

13 INVESTMENT PORTFOLIO (continued)

The investments in the portfolio are carried at their fair value which is the quoted market value in respect of equities and fixed interest securities and the bid price for units in common investment funds, unit trusts and open-ended investment companies. Investment sales and purchases are recognised at the date of trade at their transaction value, net of costs in the respect of sales and inclusive of costs in respect of purchases.

All investments are basic financial instruments traded on quoted public markets, primarily the London Stock Exchange. The Charity does not make use of derivatives and similar complex financial instruments as the Trustees take the view that investments are held for their longer term yield and total return and that any short-term volatility in the markets will normally be corrected in any five year period.

The significance of investments to the ongoing financial stability of the Charity is further discussed in the sections of the Report of the Trustees dealing with Investment Policy and Financial Review. As can be seen from the Statement of Cash Flows, the Charity relies on income from its investments to cover costs used in its operating activities and also on capital growth to ensure that the long-term value of the Endowment Fund keeps pace with inflation.

Investment returns are exposed to various risks which include credit, liquidity and market risks. Both credit and liquidity risks are assessed as low as the Charity invests predominantly in blue-chip securities in which the failure rate is historically low and all investments are traded on markets in which central banks and other regulators have an interest in ensuring continuation of orderly trading.

Market risk is the principal risk faced by the Charity due to a combination of uncertainty in investment markets and volatility in yields. There is concern that UK growth will slow as "Brexit" uncertainties reduce investment and higher inflation, resulting from reduction in the value of Sterling, reduces consumer spending. The weakening in exchange rates will, however, improve Sterling returns from holdings, such as those within collective investments, which are denominated in foreign currencies. Interest rates remain at an all time low and, for the time being, the Bank of England appears to be reluctant to raise rates to control inflationary pressures.

The Trustees manage these risks by retaining the expert services of three separate fund managers, as shown in the above analysis of the portfolio, and in operating an investment policy which provides for a high degree of diversification of holdings within investment asset classes providing for a balance of income and long-term capital growth.

14 DEBTORS	31-Dec-18	31-Dec-17
	£	£
Accrued income	3,760	4,937
Prepayments	6,081	5,474
Income tax recoverable	12,858	10,928
	<u>22,699</u>	<u>21,339</u>

Accrued income includes £3,040 (2017: £4,937) which is attributable to cash flows from investing activities.

15 CREDITORS PAYABLE WITHIN ONE YEAR

	31-Dec-18	31-Dec-17
	£	£
Accruals	40,854	36,477
Other creditors	27,405	25,472
Taxation & Social Security	1,174	1,251
	<u>69,433</u>	<u>63,200</u>

Included within the heading of accruals are grants payable with a total value of £4,952 (2017: £1,555)

Other creditors include £24,027 (2017: £22,777) which is attributable to cash flows from investing activities.

MARKET HARBOROUGH AND THE BOWDENS CHARITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

16 STATEMENT OF FUNDS

	At 1 January 2018 £	Income £	Expenditure £	Realised and Unrealised Gains or (Losses) £	Transfers from Designated Funds £	Transfers to Designated Funds £	At 31 December 2018 £
Unrestricted funds:							
General funds							
Revenue	1,175,515	711,277	(706,529)	(9,058)	211,152	(653,712)	728,645
Designated funds							
For Grants:							
Charitable grants	55,510	-	-	-	(211,152)	553,712	398,070
Church of. St. Peter & St. Paul, Great Bowden	50,000	-	-	-	-	-	50,000
Relief in Need grants	90,000	-	-	-	-	-	90,000
Educational grants	85,000	-	-	-	-	100,000	185,000
For Repairs:							
Allotments & Commercial Properties:							
Extraordinary repair	30,000	-	-	-	-	-	30,000
Almshouse:							
Extraordinary repair	40,000	-	-	-	-	-	40,000
Old Grammar School:							
Extraordinary repair	10,000	-	-	-	-	-	10,000
Restricted fund:							
Endowment fund	19,283,093	-	(65,341)	(908,190)	-	-	18,309,562
	<u>20,819,118</u>	<u>711,277</u>	<u>(771,870)</u>	<u>(917,248)</u>	<u>-</u>	<u>-</u>	<u>19,841,277</u>

General Funds are unrestricted funds that the Trustees are free to use in accordance with the objects of the charity.

Designated Funds are unrestricted funds that have been earmarked by the Trustees for particular purposes. These purposes fall into two categories: the payment of grants; and future repairs and maintenance. Specifically they are as follows:

Charitable Grants:

The charitable grants relate to amounts pledged by the Trustees for charitable purposes where no binding commitment exists at the balance sheet date. Transfers are made to this fund from the general fund for amounts pledged in the year which have not been paid by the year end. A transfer is made from this fund to the general fund for amounts pledged in previous years which have either been paid in the year or where the pledge has been withdrawn.

Church of St. Peter & St. Paul, Great Bowden:

One of the Charity's objects is the maintenance and repair of the fabric of the Parish Church of the ecclesiastical parish of St. Peter and St. Paul, Great Bowden. The income to be applied for this purpose must not exceed 20% of the Charity's income in any three year period. A designated reserve for the purpose of meeting this expenditure is maintained at a level to ensure that the charity has sufficient funds to meet its ongoing obligations based on advice from representatives of the P.C.C.

Relief in Need grants:

The charity makes donations to individuals to relieve need, hardship and distress, which are referred to as Relief in Need grants. In order to ensure that sufficient funds are available to continue to meet such needs, the Trustees have agreed to maintain a reserve approximately equivalent to the Relief in Need grants paid in the last three years.

Educational grants:

The Trustees invite applications for assistance with tuition fees and expenses for a first degree at a British university and for equipment and costs associated with apprenticeships and vocational training. A fund is maintained at a value which will enable the charity to meet its obligations to pay the fees of the successful applicants over the remainder of their courses.

MARKET HARBOROUGH AND THE BOWDENS CHARITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

16 STATEMENT OF FUNDS (continued)

Repair funds:

The Extraordinary Repair Funds are established to cover the cost of non routine maintenance of the charity's properties.

Separate repair funds are maintained in respect of: the Allotments & Commercial Properties; and the Almshouses.

Amounts are transferred to these funds and are released back to the General Fund as the Trustees consider appropriate to offset the cost of non routine maintenance on the properties. The aggregate funds are to be maintained between a minimum of £50,000 and a maximum of £100,000.

An extraordinary repair fund is maintained for the Old Grammar School. The Old Grammar School is an ancient building which is in regular need of maintenance and repair. Following a major restoration project which was completed during 2014, the current ongoing commitment for expenditure has been substantially reduced and this is reflected in the level of reserves maintained for this purpose.

The Endowment Fund represents the permanent capital of the Charity. These funds must be held indefinitely and the Trustees have no power to convert the capital into funds which may be spent. The fund at 31 December 2016 included a balance of £3,012 relating to a linked charity known as the Symington Pension & Assistance Fund which has objects which are very similar to the Charity's Relief in Need activities. During the financial year ended 31 December 2017, the Trustees passed a resolution pursuant to Section 281(3) of the Charities Act 2011 freeing the balance from the restrictions with respect to expenditure of capital that applied to it. Accordingly, the balance was spent in the year.

The movements in funds in the previous financial year were as follows:

	At 31 December 2016 £	Income £	Expenditure £	Realised and Unrealised Gains or (Losses) £	Transfers from Designated Funds £	Transfers to Designated Funds £	At 31 December 2017 £
Unrestricted funds:							
General funds							
Revenue	912,027	693,283	(518,742)	66,542	123,022	(100,617)	1,175,515
Designated funds							
For Grants:							
Charitable grants	57,915	-	-	-	(123,022)	120,617	55,510
Church of. St. Peter & St. Paul, Great Bowden	50,000	-	-	-	-	-	50,000
Relief in Need grants	90,000	-	-	-	-	-	90,000
Educational grants	85,000	-	-	-	-	-	85,000
For Repairs:							
Allotments & Commercial Properties:							
Extraordinary repair	30,000	-	-	-	-	-	30,000
Almshouse:							
Extraordinary repair	60,000	-	-	-	-	(20,000)	40,000
Old Grammar School:							
Extraordinary repair	10,000	-	-	-	-	-	10,000
Restricted fund:							
Endowment fund	18,520,921	-	(34,330)	796,502	-	-	19,283,093
	19,815,863	693,283	(553,072)	863,044	-	-	20,819,118

MARKET HARBOROUGH AND THE BOWDENS CHARITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

17 ANALYSIS OF NET ASSETS BETWEEN FUNDS

As at 31 December 2018

	General Fund £	Designated Funds £	Endowment Fund £	Total £
Tangible fixed assets	247,413	-	2,471,224	2,718,637
Investment properties	-	-	2,658,891	2,658,891
Investment portfolio	126,957	803,070	13,038,925	13,968,952
Cash held for investment	-	-	83,185	83,185
Sundry Debtors	22,699	-	-	22,699
Cash at Bank on Deposit	390,978	-	67,254	458,232
Cash in hand	114	-	-	114
Current Liabilities	(59,516)	-	(9,917)	(69,433)
Total Net Assets	728,645	803,070	18,309,562	19,841,277

As at 31 December 2017

	General Fund £	Designated Funds £	Endowment Fund £	Total £
Tangible fixed assets	252,928	-	2,492,867	2,745,795
Investment properties	-	-	2,567,250	2,567,250
Investment portfolio	578,575	360,510	14,059,655	14,998,740
Cash held for investment	-	-	102,908	102,908
Sundry Debtors	21,309	-	30	21,339
Cash at Bank on Deposit	384,071	-	62,014	446,085
Cash in hand	201	-	-	201
Current Liabilities	(61,569)	-	(1,631)	(63,200)
Total Net Assets	1,175,515	360,510	19,283,093	20,819,118

18 OPERATING LEASE COMMITMENTS

The total minimum lease payments to which the Charity is committed under an operating lease for office equipment is shown below:

	31-Dec-18 £	31-Dec-17 £
Payments due:		
Within one Year	-	610
In two to five years	2,868	152
Total	2,868	1,372

19 OTHER FINANCIAL COMMITMENTS

Commitments for the acquisition of tangible fixed assets, which were contracted for but not provided in the financial statements, amounted to £7,762 (2017: £Nil).

20 RELATED PARTY TRANSACTIONS

At various times during the year the Charity has received applications for grants from other charitable organisations which have certain trustees in common with the Charity. In accordance with the Charity's procedures, the relevant trustees declared their interest and did not take part in any of the discussions relating to the grant application.

There were no other transactions with related parties during the year or the preceding financial year.