

To: All Members of the Council

Fiona Cameron, Democratic Services Manager

Policy and Governance

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Calls may be recorded for training or monitoring

Date: 5 October 2018

Dear Councillor

COUNCIL (ACTING AS TRUSTEE OF THE SHOTTERMILL RECREATION GROUND TRUST) MEETING - TUESDAY, 16 OCTOBER 2018

A MEETING of the WAVERLEY BOROUGH COUNCIL will be held in the COUNCIL CHAMBER, COUNCIL OFFICES, THE BURYS, GODALMING on **TUESDAY, 16 OCTOBER 2018** at **8.00 pm** and you are hereby summoned to attend this meeting.

The Agenda for the Meeting is set out below.

Yours sincerely

ROBIN TAYLOR

Head of Policy and Governance

This meeting will be webcast and can be viewed by visiting www.waverley.gov.uk

AGENDA

1 **MINUTES**

To confirm the Minutes of the last Meeting of the Trust held on 17 October 2017 (to be laid on the table half-an-hour before the meeting).

2 **APOLOGIES FOR ABSENCE**

To receive any apologies for absence.

3 **DECLARATIONS OF INTEREST**

To receive from members, declarations of interest in relation to any items included on the agenda for this meeting in accordance with the Waverley Code of Local Government Conduct.

4 REPORT AND FINANCIAL STATEMENT FOR THE YEAR ENDED 31 MARCH 2018 (Pages 3 - 18)

This report seeks approval of the Annual Trustee's Report and accounts of the Shottermill Recreation Ground Trust for the year ended 31 March 2018. The Trust comprises the Haslemere Leisure Centre.

Recommendation

It is recommended that the Annual Trustee's Report and annual accounts for the year ending 31 March 2018 be approved.

Most of our publications can be provided in alternative formats. For an audio version, large print, text only or a translated copy of this publication, please contact committees@waverley.gov.uk or call 01483 523351

WAVERLEY BOROUGH COUNCIL

COUNCIL (ACTING AS TRUSTEE OF THE SHOTTERMILL RECREATION GROUND TRUST) - 16 OCTOBER 2018

Title:

REPORT AND FINANCIAL STATEMENT FOR THE YEAR ENDED 31 MARCH 2018

Summary and purpose:

This report seeks approval of the Annual Trustee's Report and accounts of the Shottermill Recreation Ground Trust for the year ended 31 March 2018. The Trust comprises the Haslemere Leisure Centre.

Financial Implications:

The Annual Report and Accounts details the reserves held by the Trust.

Legal Implications:

There are no direct legal implications relating to this report. In December 2011 the Trust approved a delegation to the Executive, acting as Trustee, to make all decisions on behalf of the full Trustee Board. The only exception was the approval of the annual report and financial statements because it is a requirement of the Charity Commission that this is approved by the Council, acting as Trustees.

Officers have investigated whether the constitution of the Trust could be changed to give full delegation to the Executive to avoid the Council having to meet as Trustee once a year. It is clear that this would require significant officer time and legal costs to be met by the Trusts.

Background

1. The Charity prepares an annual report and accounts in accordance with Charity Commission requirements which are then independently examined and filed with the Charity Commission.

Report and Financial Statements for the year ended 31 March 2018

2. The annual report and accounts for the year ended 31 March 2018 have been prepared by the Trustee 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 for applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011 and UK Generally Accepted Practice effective from 1 January 2015.
3. The Trustees have also complied with the duty in section 4 of the Charities Act 2011 to have due regard to public benefit guidance published by the Charities Commission.

4. The report and accounts were subject to an independent examination carried out by Grant Thornton.
5. A copy of the trustee's report and accounts is attached as Annexe 1. The draft Independent Examiner's report is at Annexe 2. The work for the Independent Examination is complete but the report remains draft until the accounts are signed. Following the signing the Independent Examiner will issue the final report.
6. The transactions relating to the Shottermill Recreation Ground Trust also have to be included in the Council's Group Accounts because the Council, as sole trustee, has a significant interest and influence over it, which, in consideration of accounting statements overrides the legal form of the relationship.
7. As requested by the Trust Board, Waverley's Audit Committee have had sight of the draft 2017/18 accounts and their comments have been incorporated within the statements attached.

Reserves

8. The Reserves Policy states the minimum level of reserves to be held by the Trust is £125,000 which is considered to be the equivalent of running costs for a year. Reserves to the 31 March 2018 stand at £171,000.
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Recommendation

It is recommended that the Annual Trustee's Report and annual accounts for the year ending 31 March 2018 be approved.

Background Papers

There are no background papers (as defined by Section 100D(5) of the Local Government Act 1972) relating to this report.

CONTACT OFFICER:

Name: Graeme Clark

Telephone: 01483 523099

E-mail: graeme.clark@waverley.gov.uk

Shottermill Recreation Ground Trust

Report and Financial Statements

Year ended 31 March 2018

The Charity's Accounts are detailed below and comprise:

- **The Trustee's Annual Report**
- **Accounting Policies**
- **Statement of Financial Activity** – showing incoming resources and resources expended.
- **Balance Sheet** – showing assets and liabilities.
- **Notes to the Accounts**

The Trustee's Annual Report

The Trustee presents its report together with the Annual Accounts for the financial year ending 31 March 2018.

The annual report and accounts for the year ended 31 March 2018 have been prepared by the Trustee 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) and the Charities Act 2011 and UK Generally Accepted Practice effective from 1 January 2015.

The Trustees have also complied with the duty in section 4 of the Charities Act 2011 to have due regard to public benefit guidance published by the Charities Commission.

Charity name: Shottermill Recreation Ground Trust
(working name: Haslemere Leisure Centre)

Charity number: 305060

Principal Office: Waverley Borough Council
The Bury's
Godalming
Surrey
GU7 1HR

Name of Trustee: Waverley Borough Council
(address as above)
Contact: Mr G Clark

Bank details: The Trust currently uses the Bank Account of Waverley Borough Council.
HSBC Bank plc
110 High Street
Godalming
Surrey
GU7 1DP

Independent Examiner: Grant Thornton UK LLP
30 Finsbury Square
London
EC2A 1AG

Structure, governance and management:

The Governing Document is the Declaration of Trust dated 5 November 1909 and Conveyance dated 18 July 1946. These documents refer to the former Haslemere Urban District Council as Trustee. Following the Local Government reorganisation in 1974, the Haslemere Urban District Council was merged, together with several other district councils, to form Waverley Borough Council. Waverley Borough Council was the owner of the land on which the original leisure facility was situated subject to the Declaration of Trust of 1909. This Declaration of Trust provided that the land was to be held for recreational purposes for the benefit of the people of Shottermill and its immediate neighbourhood.

Following the need for extensive repairs to the leisure facility on the original site, it was concluded that the only means of funding a new leisure facility was to sell the original site for redevelopment and, with the proceeds of sale, to acquire land and build a new leisure facility. The sale was effected under the provisions of the Charities Act 1993 and was completed on 20 December 1996. In accordance with the provisions of the Trust, the money raised was applied to the provision of a new leisure facility (Haslemere Leisure Centre) on the 'Kings Road Site' which is within a one-mile radius of the original leisure facility.

During 2014/2015 the leisure centre was refurbished at a cost of some £3.8 million. Grant funding of £392,000 was received by Waverley Borough Council from Sport England towards the costs, the Trust contributed £205,000 and the remainder was paid for by Waverley Borough Council.

Waverley Borough Council is the sole Trustee of the Trust. Haslemere Leisure Centre was opened during 1998/1999 and the management of the leisure centre is wholly contracted out. The accounts shown below represent the costs of the Council as trustee in its capacity as a client of the management contractors.

Decision Taking: In the event that a key decision needs to be taken a meeting will be called of Waverley Borough Council in its capacity of Trustee and will comprise the full Council members.

Risk Exposure: Consideration has been given to the major risks to which the Trust is exposed. The legal rights and obligations of the Council are confined to its position as trustee, however, the Haslemere Leisure Centre is an important part of the Council's Leisure Strategy and it is reasonable to assume that the Council would step in to cover it should it fall into difficulties.

Trustee Training: Any training requirements identified for the Trustee will be provided as the need arises.

Aims and Objectives of the Charity for the public benefit:

The objectives of the Trust are the provision of recreation facilities for the area of Shottermill, Haslemere, Surrey which were successfully achieved during the financial year.

In line with the requirement to report on the charity's public benefit, the Trustees have considered the Charities Commission's guidance on public benefit including the guidance on geographical restrictions and access to facilities.

In accordance with the governing document and aims and objectives of the charity, the beneficiaries are the people of Shottermill and the immediate neighbourhood. This is considered reasonable as a geographical and catchment area for a recreational facility.

The Trust complies with the requirements of The Disability Discrimination Act in ensuring that the facility is accessible by all.

Achievements and Performance: The Trust achieved its objectives by the provision of a leisure centre run on behalf of the Trust by Places for People to the benefit of those set out in the governing document.

Financial Review: Expenditure totalled £124,014 (excluding Depreciation of £243k) against income of £134,014. The surplus of £10,000 was added to the Unrestricted Funds Account, which remains in surplus.

Reserves Policy: The Trust will hold reserves at a minimum level of £125,000, this is considered to be equivalent to running costs for one year. The reserves of the Trust will be used entirely in the execution of its aims and objectives.

Plans for the future: For the continued provision of recreation facilities for the Shottermill area.

Auditor reappointment: The audit of the Trust's annual report and accounts was carried out by Grant Thornton UK LLP. The reappointment of auditors will be subject to review.

Graeme Clark
Director of Finance and Resources and Section 151 Officer of Waverley Borough Council

Date:

Trustee's Responsibilities Statement

The trustee is responsible for preparing the Trustee's Annual Report and the financial statements in accordance with applicable law and regulations.

The Charities Act 2015 requires the trustee to prepare financial statements for each financial year. The trustee has to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The trustee must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing these financial statements, the trustee is required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustee is responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2015, the Charity (Accounts and Reports) Regulations and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustee confirms that:

- so far as the trustee is aware, there is no relevant audit information of which the charity's auditor is unaware; and
- the trustee has taken all the steps that it ought to have taken as a trustee in order to make itself aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

The trustee is responsible for the maintenance and integrity of the corporate 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.

Statement of Main Accounting Policies

1. General Principles

The financial statements summarise the Shottermill Recreation Ground Trust's transactions for the 2017/2018 financial year and its position at the year-end on 31 March 2018. The Accounts 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) and the Charities Act 2011 and UK Generally Accepted Practice effective from 1 January 2015. The accounting convention adopted is historical cost with the exception of the revaluation of certain categories of tangible fixed assets.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair view'. This departure has involved following the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard (FRS102) effective from 1 January 2015.

No material uncertainties that may cast significant doubt about the ability of the company to continue as a going concern have been identified by the trustee and a letter of support has been obtained from the charity's parent entity to confirm it may continue as a going concern for at least 12 months from the balance sheet date.

2. Funds Structure

The Charity has two funds, which are:

- Unrestricted Funds – these are funds which are available to the trustees to apply for the general purposes of the charity as set out in its governing document. These are 'general funds' which are free to be used for any of the charity's purposes.
- Endowment Funds – these are held on trust to be retained for the benefit of the charity as a capital fund. This fund is formed from the initial gift and any subsequent increases or decreases.

The Endowment Funds of this charity are classed as Permanent Endowment Funds as the trustees must maintain the whole of the fund. The Endowment Funds comprise the land held for recreation purposes as set out in the governing document and the subsequent building of the current leisure centre, which forms the fixed assets of the charity.

The analysis of the Charitable Funds is disclosed in note 9 on page 12.

3. Incoming Resources

Income is accounted for in the year that the charity is entitled to it, not simply when cash is received. Where income has been recognised, but cash has not been received, a debtor for the relevant amount is recorded in the balance sheet.

Where the amount of an item of income relating to the financial year is not known at the 31 March, estimation techniques are applied to ensure that the accounts reflect the most likely position.

The following income is received:

- Investment income – the Shottermill Recreation Ground Trust uses Waverley Borough Council's bank account. Interest is calculated on the working balance according to the interest rates obtained on Waverley's investments. Interest earned for the year is credited at the year-end to the Shottermill Recreation Ground Trust.
- Management Fee – the private operator of the leisure centre retains admissions income and pays the Trust a management fee.

4. Resources Expended

Activity is accounted for in the year that it takes place, not simply when cash payments are made. Where expenditure has been recognised, but the payment not made, a creditor for the relevant amount is recorded in the balance sheet.

Where the amount of an item of expenditure relating to the financial year is not known at the 31 March, estimation techniques are applied to ensure that the accounts reflect the most likely position.

Costs of Generating Funds:

- The costs of administration is the charge from Waverley Borough Council for support services.
- Management Fee – a transfer of funds is made to Waverley Borough Council to the value agreed for the financial year, which is the net of total estimated support costs, fees and incoming resources.

5. VAT

Irrecoverable VAT is charged to the category of resources expended to which it was incurred.

6. Tangible Fixed Assets

Tangible fixed assets have physical substance and are held for use in the provision of services or for administrative purposes on a continuing basis.

Recognition: Expenditure on the acquisition, creation or enhancement of tangible fixed assets is capitalised on an accruals basis provided that it yields benefits for more than one financial year. Expenditure that secures but does not extend the previously assessed standard of performance of assets (eg repairs and maintenance) is charged to revenue as it is incurred.

The de minimis level for the recognition of fixed assets is £1,000 for vehicles, plant and equipment and £10,000 for land and buildings.

Measurement: Assets are initially measured at cost, comprising all expenditure that is directly attributable to bringing the asset into working condition for its intended use. Assets are then carried in the balance sheet using the following measurement bases:

- land and buildings, vehicles, plant and equipment – lower of net current replacement cost or net realisable value in existing use

Assets included in the balance sheet at current value are revalued where there have been material changes in the value, but as a minimum every five years.

Impairment: following a revaluation, a reduction in value is regarded as additional depreciation and included in the Resources Expended section of the Statement of Financial Activities.

Depreciation: depreciation is provided for on all assets with a determinable finite life by allocating the value of the asset in the balance sheet over the periods expected to benefit from their use. It is accounted for in the Resources Expended section of the Statement of Financial Activities.

Depreciation is calculated on the following bases:

- buildings – straight-line allocation over the life of the property as estimated by the valuer
- vehicles, plant and equipment – straight-line allocation over the life of the individual asset as advised by a suitably qualified officer

Newly acquired/enhanced assets receive a full depreciation charge in their first year, regardless of the precise timing of the expenditure. Assets disposed of receive no depreciation charge in the year of disposal. Where an asset has major components with different estimated useful lives, these are depreciated separately.

Following a revaluation, a full year of depreciation is charged in the year of revaluation.

Waverley Borough Council as Trustee of Shottermill Recreation Ground

Statement of Financial Activities

2016/2017		Unrestricted Funds £'000	2017/2018 Endowment Funds £'000	Total Funds £'000
£'000				
	Incoming Resources			
	Incoming Resources from generated funds			
(1)	Investment Income (Interest on cash balance)	(1)		(1)
	Incoming resources from charitable activities			
(129)	Management Fee	(133)		(133)
	Other incoming resources			
0	Assets given for use by the charity	0	(26)	(26)
(130)	Total Incoming Resources	(134)	(26)	(160)
	Resources Expended			
	Charitable activities			
5	Fees	0		0
4	Audit Fee	2		2
80	Management fee	90		90
37	Support costs	32		32
241	Depreciation and Impairment		243	243
367	Total Resources Expended	124	243	367
237	Net (incoming)/outgoing resources	(10)	217	207
	Reconciliation of Funds			
(9,450)	Funds brought forward as at 1 April 2017	(161)	(9,052)	(9,213)
237	Net Movement in Funds	(10)	217	207
(9,213)	Funds carried forward as at 31 March 2018	(171)	(8,835)	(9,006)

Balance Sheet as at 31 March 2018

The assets in this Balance Sheet comprise Haslemere Leisure centre and its plant and equipment.

31 March 2017	31 March 2018		
£'000	Unrestricted Funds £'000	Endowment Funds £'000	Total £'000
	Fixed Assets		
8,852		8,695	8,695
200		140	140
<u>9,052</u>	<u>0</u>	<u>8,835</u>	<u>8,835</u>
	Current Assets		
11	11		11
152	164		164
<u>163</u>	<u>175</u>	<u>0</u>	<u>175</u>
<u>9,215</u>	<u>175</u>	<u>8,835</u>	<u>9,010</u>
	Less: Current Liabilities		
(2)	(4)		(4)
<u>9,213</u>	<u>171</u>	<u>8,835</u>	<u>9,006</u>
	The Funds of the Charity:		
(161)	(171)		(171)
(9,052)		(8,835)	(8,835)
<u>(9,213)</u>	<u>(171)</u>	<u>(8,835)</u>	<u>(9,006)</u>

The notes on pages 10 to 12 form part of these accounts

Graeme Clark
Director of Finance and Resources and Section 151 Officer of Waverley Borough Council

Date:

Notes to the Financial Statements

1. Related Party Transactions

Disclosure is required of any transactions which the Trust or any institution connected with it has entered into with a related party. Such transactions might inhibit the charity from pursuing its own separate interests.

Transparency is important to ensure the reported financial position and results do not include transactions influenced by interests other than the Trusts.

Waverley Borough Council is sole trustee of the Trust and, therefore, the only related party. The accounts presented represent the costs of the Council as trustee in its capacity as client of the management contractors. The costs go through the Council's own finance system and bank account.

There are no related party transactions as at 31 March 2018.

2. Officers' Emoluments

There are no employees with emoluments over £60,000 charged to the Shottermill Recreation Ground Trust in 2017/2018.

No remuneration was paid to Trustees or persons connected with the Trustees.

3. Support Costs

Support costs are those costs that, whilst necessary to deliver an activity, do not themselves produce or constitute the output of the charitable activity. They cover costs incurred in supporting the governance of the charity as well as the general management, budgeting and accounting & human resources. The staff that support the Trust are paid by Waverley Borough Council and then recharged to the Trust accounts.

Charitable Activities	
2016/2017 £'000	2017/2018 £'000
37 Support costs	32

The support costs are allocated at the year end on the basis of time spent on the charity. The charge includes overheads.

4. Audit Costs

The Shottermill Recreation Ground Trust was subject to Independent Review for 2017/2018.

The charge for 2016/2017 includes the 2015/2016 fee as well as the fee for the review of the 2016/2017 Accounts for which an accrual was made.

The fee charged to 2017/2018 is the accrued fee for the independent review of the 2017/2018 accounts.

2016/2017 £		2017/2018 £
4,000	External Audit Fees	2,000
<u>4,000</u>		<u>2,000</u>

5. Fixed Assets

Movement on Fixed Assets

Operational Assets

	Other Land and Buildings £'000	Vehicles, Plant and Equipment £'000	Total £'000
Cost or Valuation			
At 1 April 2017	9,322	550	9,872
Donations		26	26
At 31 March 2018	9,322	576	9,898
Depreciation and Impairments			
At 1 April 2017	(470)	(350)	(820)
Charge for 2017/2018	(157)	(83)	(240)
Impairments		(3)	(3)
At 31 March 2018	(627)	(436)	(1,063)
Balance Sheet amount at 31 March 2018	8,695	140	8,835
Balance Sheet amount at 31 March 2017	8,852	200	9,052

Historical cost of the leisure centre

The historical cost of the leisure centre is shown below, this shows what the value of the leisure centre would have been at 31 March 2018 had it not been revalued.

	£'000
Historical cost	9,000
Depreciation	(1,650)
At 31 March 2018	<u>7,350</u>

Depreciation Methods used

Land and Buildings

Depreciation on buildings has been calculated on a straight-line basis using asset lives estimated by Waverley Borough Council's Estates and Valuation Manager.

Vehicles, Plant and Equipment

Depreciation on vehicles, plant and equipment has been calculated on a straight-line basis using asset lives of between five and ten years, depending on the type of asset.

6. Valuation Information

The valuation of the Council's assets:

Land and Buildings

The land and buildings were valued by Waverley Borough Council's Estates and Valuation Manager, in accordance with the Royal Institute of Chartered Surveyors (RICS) Statement of Asset Valuation Practice and Guidance Notes (Red Book) as supplemented by the Manual of Valuation (White Book).

The land and buildings are held at fair value, defined as net current replacement cost.

The de minimis level for land and buildings has been set at £10,000.

Vehicles, Plant and Equipment

The value of vehicles, plant and equipment in the Balance Sheet, reflects their net current replacement value (i.e. what it would cost, at today's prices, to replace the asset in its current condition to perform its current function). The de minimis level for vehicles, plant and equipment is £1,000.

7. Debtors

31 March 2017 Closing Balance £'000		31 March 2018 Closing Balance £'000
11	Trade Debtors	11
<u>11</u>	Total of Debtors	<u>11</u>

8. Creditors

31 March 2017 Closing Balance £'000		31 March 2018 Closing Balance £'000
(2)	Trade Creditors	(4)
<u>(2)</u>	Total of Creditors	<u>(4)</u>

9. Analysis of Charitable Funds

	1 April 2017 Opening Balance £'000	Incoming Resources £'000	Resources Expended £'000	Asset Revaluations £'000	31 March 2018 Closing Balance £'000
Unrestricted Funds	161	134	(124)	0	171
Endowment Funds	9,052	26	(243)	0	8,835
	<u>9,213</u>	<u>160</u>	<u>(367)</u>	<u>0</u>	<u>9,006</u>

10. Approval of Accounts

The Accounts were approved by Graeme Clark, Strategic Director and Section 151 Officer, of Waverley Borough Council on 16 October 2018.

DRAFT Independent examiner's report to the trustees of Shottermill Recreation Ground Trust

I report on the accounts of **Shottermill Recreation Ground Trust** for the year ended 31 March 2018, which are set out on pages 5 to 12.

Your attention is drawn to the fact that the charity's trustees have prepared the charity's accounts in accordance with the Statement of Recommended Practice 'Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)' issued in May 2014 in preference to the Statement of Recommended Practice 'Accounting and Reporting by Charities: Statement of Recommended Practice (revised 2005)' issued in April 2005 which is referred to in the Charities (Accounts and Reports) Regulations 2008 but has been withdrawn. I understand that the charity's trustees have done this in order for the charity's accounts to give a true and fair view in accordance with United Kingdom Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

This report is made solely to the charity's trustees, as a body, in accordance with the regulations made under section 154 of the Charities Act 2011. My work has been undertaken so that I might state to the charity's trustees those matters I am required to state to them in an independent examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for my work, for this report, or for the opinions I have formed.

Respective responsibilities of trustees and examiner

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

It is my responsibility to:

- examine the accounts under section 145 of the Charities Act 2011;
- to follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the Charities Act 2011; and
- to state whether particular matters have come to my attention.

Basis of independent examiner's report

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

Independent examiner's statement

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

- which gives me reasonable cause to believe that in any material respect the requirements:
 - to keep accounting records in accordance with section 130 of the Charities Act 2011;
 - to prepare accounts which accord with the accounting records; and
 - to comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 have not been met; or

- to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

[Signature]

Iain Murray, CPFA
Grant Thornton UK LLP
30 Finsbury Square
London
EC2A 1AG

[To be dated]