

**The MacIntyre
Charitable Trust**

**Report and
Financial Statements**

YEAR ENDED 31 MARCH 2003



The MacIntyre Charitable Trust

TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2003

STATUS

MacIntyre Charitable Trust is a charitable company limited by guarantee and incorporated as a company. The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association. The directors of the charitable company are its Trustees for the purposes of charity law and throughout the report are collectively referred to as Trustees.

Under those articles the trustees are elected at the AGM with a third of Trustees retiring by rotation at each AGM.

Company Number: 1983332

Registered Charity Number: 327052

TRUSTEES

Roger Smith	(Chairman)
Lindi Lea	
Rae Levene	
Leo Murray	(appointed June 2003)
Jill Allen	(appointed November 2003)

SECRETARY

Rae Levene

ADVISORS TO THE CHARITY

AUDITORS

Ernst & Young LLP
400 Capability Green
Luton
Bedfordshire
LU1 3LU

BANKERS

HSBC Bank plc
12 Allhallows
Bedford
Bedfordshire
MK40 1LJ

SOLICITORS

Park Woodfine
1 Lurke Street
Bedford
Bedfordshire
MK40 3TN

REGISTERED OFFICE

602 South Seventh Street
Central Milton Keynes
Buckinghamshire
MK9 2JA

The MacIntyre Charitable Trust

TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2003

The Trustees present their report along with financial statements of the charity for the year ended 31 March 2003. The financial statements have been prepared on the accounting policies set out in note 1 to the financial statements and comply with the charity's trust deed, applicable law and the requirements of the Statement of Recommended Practice 'Accounting and Reporting by Charities' issued in October 2000.

OBJECTS OF THE CHARITY

The MacIntyre Charitable Trust is a registered charity established to promote the relief and welfare of people who have a disability, in particular by enabling their care, accommodation, education and training, development, occupation and enjoyment of leisure.

For the furtherance of the objects the Trust seeks to work with MacIntyre Care. The Trust seeks wide support from any source that wishes to make a donation or leave a legacy. The Trustees consider applications for grants and at their discretion allocate funds to any person with a disability.

The Trustees have particular insight into the concerns of families who wish to leave funds to a relative with a disability and must do so through the means of a discretionary trust.

Each year the Trustees seek to allocate at least 10% of the Trust's unrestricted cash donations to assist people who do not receive a service from a MacIntyre organisation.

FINANCIAL RESULTS AND FUTURE ACTIVITIES

Total incoming resources of £264,131 (2002: £118,046) have been received from charitable donations, investments and property charges. The expenditure in the year reflects the requests made to the Trust.

The Trustees do not anticipate any significant changes in activities in the next year.

FIXED ASSETS

The changes in fixed assets during the year are summarised in note 5.

INVESTMENT POLICY

The Trustees have considered the most appropriate policy for investing funds and have found that with the funds currently available, cash deposits on fixed and short term on call arrangements, meet the requirements of the charity's cashflow.

RISK REVIEW

The Trustees have considered the major risks to which the charity is exposed and systems have been established to mitigate those risks. These systems are periodically reviewed to ensure they still meet the needs of the charity.

RESERVES POLICY

The Trustees have considered the free reserves of the charity and consider that the current rental income stream from the fixed assets used by other charities ensures that all running costs can be met when they fall due. It is not considered necessary to hold further free reserves. These policies will be reviewed regularly to ensure the charity continues to be able to meet its liabilities and further its charitable objects.

TRUSTEES

The Trust is pleased to welcome two new trustees:

Leo Murray appointed 20 June 2003

Jill Allen appointed 7 November 2003

The MacIntyre Charitable Trust

TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2003

TRUSTEE RESPONSIBILITIES

Company and charity law requires the Trustees to prepare financial statements for each financial period which give a true and fair view of the state of affairs of the company and of the surplus or deficit of the company for that period. In preparing those financial statements, the Trustees are required to:

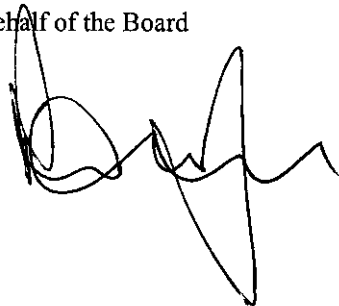
- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

AUDITORS

A resolution to re-appoint Ernst & Young LLP as the company's auditors will be put to members at the AGM.

On behalf of the Board



27th November 2003

The MacIntyre Charitable Trust

REPORT OF THE AUDITORS FOR THE YEAR ENDED 31 MARCH 2003

INCORPORATED CHARITY

INDEPENDENT AUDITORS' REPORT

to the members of MacIntyre Charitable Trust

We have audited the financial statements of MacIntyre Charitable Trust for the year ended 31 March 2003 which comprise the Statement of Financial Activities and Balance Sheet, and the related notes 1 to 12. These financial statements have been prepared on the basis of the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditors' 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 company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditors

The trustees' (who are also the directors of MacIntyre Charitable Trust for the purposes of company law) responsibilities for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards are set out in the Statement of the Trustees' Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Trustees' Annual Report is not consistent with the financial statements, if the charity has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding trustees' remuneration and transactions with the charity is not disclosed.

We read the Trustees' Annual Report and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of audit opinion

We conducted our audit in accordance with United Kingdom Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgments made by the trustees in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charity's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

The MacIntyre Charitable Trust

REPORT OF THE AUDITORS FOR THE YEAR ENDED 31 MARCH 2003

Opinion

In our opinion the financial statements give a true and fair view of the state of affairs of the charity as at 31 March 2003 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Ernst & Young LLP

Registered Auditor
Luton

5 December 2003

The MacIntyre Charitable Trust

STATEMENT OF FINANCIAL ACTIVITIES for the year ended 31 March 2003

		<i>Un- restricted funds</i>	<i>Restricted funds</i>	<i>Total 2003</i>	<i>Total 2002</i>
	<i>Notes</i>	<i>£</i>	<i>£</i>	<i>£</i>	<i>£</i>
INCOME AND EXPENDITURE					
INCOMING RESOURCES					
Donations, legacies and similar		78,116	-	78,116	1,306
Loan commuted to donation		-	75,000	75,000	-
Activities in furtherance of charity's objectives		110,000	-	110,000	110,000
Interest received		1,015	-	1,015	6,740
TOTAL INCOMING RESOURCES	2	189,131	75,000	264,131	118,046
RESOURCES EXPENDED					
Direct charitable expenditure:					
Grants made		129,827	2,825	132,652	54,495
Charitable properties charges		11,713	-	11,713	24,610
Other expenditure:					
Management and administration		3,209	-	3,209	1,546
Creditors written back		(17,674)	-	(17,674)	-
TOTAL RESOURCES EXPENDED	3	127,075	2,825	129,900	80,651
NET INCOME FOR THE YEAR		62,056	72,175	134,231	37,395
FUND BALANCES BROUGHT FORWARD		967,214	28,140	995,354	957,959
FUND BALANCES CARRIED FORWARD		1,029,270	100,315	1,129,585	995,354

The statement of financial activities includes all gains and losses recognised in the year.

NOTE OF HISTORICAL COST PROFITS AND LOSSES

For the year ended 31 March 2003

	<i>2003</i>	<i>2002</i>
	<i>£</i>	<i>£</i>
Reported net income for the year	134,231	37,395
Difference between historical cost depreciation charge and actual depreciation – charge calculated on the re-valued amount	452	452
Historical cost net income	<u>134,683</u>	<u>37,847</u>

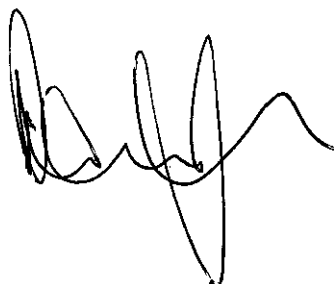
The MacIntyre Charitable Trust

BALANCE SHEET

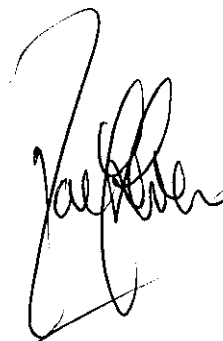
at 31 March 2003

	Notes	2003 £	2002 £
FIXED ASSETS			
Tangible Assets	5	1,952,021	1,988,229
CURRENT ASSETS			
Properties held for resale		61,550	-
Cash at bank and in hand		103,456	213,207
		165,006	213,207
CREDITORS: amounts falling due within one year	6	60,044	188,964
NET CURRENT ASSETS		104,962	24,243
TOTAL ASSETS LESS CURRENT LIABILITIES		2,056,983	2,012,472
CREDITORS: amounts falling due after more than one year	7	927,398	1,017,118
		1,129,585	995,354
Restricted funds	10	100,315	28,140
Unrestricted funds:			
General reserve	10	998,151	936,095
Revaluation reserve	10	31,119	31,119
TOTAL NON-EQUITY FUNDS		1,129,585	995,354

These financial statements were approved by the Board on



27th November 2003



The MacIntyre Charitable Trust

NOTES TO THE FINANCIAL STATEMENTS at 31 March 2003

1. ACCOUNTING POLICIES

Basis of preparation

The financial statements are drawn up in accordance with applicable accounting standards, The Charities Act and the revised Statement of Recommended Practice "Accounting and Reporting by Charities" issued in October 2000. The financial statements have been prepared under the historical cost convention.

Income recognition and reserves

General donations and grants are credited to revenue when they are receivable. Donations in kind are valued by the directors at estimated market value and included in donations when receivable.

All donations and grants which are received subject to specific conditions imposed by the donor are recorded as Restricted Funds and shown as such on the Balance Sheet. Expenditure is allocated against these funds as it is incurred.

Donations and grants relating to fixed asset purchases are held within restricted funds and amortised in line with the depreciation of the related fixed asset.

Depreciation

Depreciation is provided on all tangible fixed assets at rates calculated to write off each asset evenly over its expected useful life as follows:

Freehold buildings	-	2% per annum
--------------------	---	--------------

The carrying values of tangible fixed assets are reviewed for impairment if events or changes in circumstances indicate the carrying value may not be recoverable.

Taxation

The company is registered as a charity and is therefore not liable to Corporation Tax or Income Tax on its charitable activities. All the company's activities are within the objects of the charity.

Operating leases

Rentals on operating leases are charged to revenue on a straight line basis.

The MacIntyre Charitable Trust

NOTES TO THE FINANCIAL STATEMENTS at 31 March 2003

2. INCOMING RESOURCES

All income relates to the continuing activities of the company in accordance with the objects of the charity.

3. NET INCOMING RESOURCES FOR THE YEAR

(a) Analysis of total resources expended:

	<i>Depreciation</i>	<i>Other</i>	<i>Total</i>
	<i>£</i>	<i>£</i>	<i>£</i>
Direct charitable expenditure:			
Grants made	-	129,827	129,827
Charitable properties charges	11,713	-	11,713
Other expenditure:			
Management and administration	-	3,209	3,209
Creditors written back	-	(17,674)	(17,674)
	<u>11,713</u>	<u>115,362</u>	<u>127,075</u>

(b) Net incoming resources before transfers for the period is stated after charging/(crediting):

	<i>2003</i>	<i>2002</i>
	<i>£</i>	<i>£</i>
Depreciation	47,269	47,327
Amortisation of loan balance	(35,556)	(22,720)
Auditors' remuneration - statutory audit	3,055	3,000

The Trust had no employees during 2003 and 2002.

The MacIntyre Charitable Trust

NOTES TO THE FINANCIAL STATEMENTS at 31 March 2003

(c) Grants paid

The trust made the following grants during the year. Individual grants represent over 30 small grants generally between £100 and £500 and are for a range of purposes all of which are in accordance with a set of criteria to further the objects of the charity as described in the trustees report.

	<i>Unrestricted</i> £	<i>Restricted</i> £	<i>Total</i> £
Grants made to individuals	7,133	2,825	9,958
Grant to MacIntyre Care Communication Project	50,000	-	50,000
Grant to pay fees for MacIntyre Care Service User	72,694	-	72,694
	<hr/> 129,827 <hr/>	<hr/> 2,825 <hr/>	<hr/> 132,652 <hr/>

4. TRUSTEES' REMUNERATION

None of the Trustees or any person connected to them received any remuneration or reimbursement for expenditure in the current or prior year. No indemnity insurance is purchased on behalf of the Trustees.

The MacIntyre Charitable Trust

NOTES TO THE FINANCIAL STATEMENTS at 31 March 2003

5. FIXED ASSETS

	<i>Freehold land and buildings £</i>
Cost or valuation:	
At 1 April 2002	2,366,359
Additions	75,000
Disposals	(2,932)
Transfer to properties held for resale	(77,421)
	<hr/>
At 31 March 2003	2,361,006
Depreciation:	
At 1 April 2002	378,130
Charge for the year	47,269
Disposals	(543)
Transfer to to properties held for resale	(15,871)
	<hr/>
At 31 March 2003	408,985
Net book value:	
At 31 March 2003	<hr/> 1,952,021 <hr/>
At 1 April 2002	<hr/> 1,988,229 <hr/>

Included within freehold land and buildings above is one building which was revalued at 31 December 1994 on an existing use basis by a professional surveyor, to £300,000. The net book value included above is £252,750. The net book value of this building on an historical cost basis would be:

	<i>2003 £</i>	<i>2002 £</i>
Cost	277,381	277,381
Cumulative depreciation	(57,771)	(52,223)
	<hr/> 219,610 <hr/>	<hr/> 225,158 <hr/>

All fixed assets are used for charitable purposes.

The transitional provisions of FRS 15 are being followed because, whilst the entity does not adopt a policy of revaluation, the carrying value of fixed assets reflects previous revaluations.

The MacIntyre Charitable Trust

NOTES TO THE FINANCIAL STATEMENTS at 31 March 2003

6. CREDITORS: amounts falling due within one year

	2003 £	2002 £
Loan	54,164	75,000
Other creditors	2,825	105,600
Accruals	3,055	8,364
	<u>60,044</u>	<u>188,964</u>

7. CREDITORS: amounts falling due after more than one year

	2003 £	2002 £
Loans	<u>927,398</u>	<u>1,017,118</u>

8. LOANS

Amounts due at 31 March 2003 are repayable as follows:

	2003 £	2002 £
Wholly repayable within 1 year	54,164	75,000
Not wholly repayable within 5 years - other than by instalments	902,398	992,118
Wholly repayable within 5 years	25,000	25,000
	<u>981,562</u>	<u>1,092,118</u>
Less: amounts due within one year	54,164	75,000
Amounts due after more than one year	<u>927,398</u>	<u>1,017,118</u>

Included in loans are loans amounting to £25,000 (2002: £100,000) which are interest free. £75,000 was repaid in 2002/03, the remaining £25,000 is repayable at 12 months notice.

Further loans of £902,398 (2002: £925,118), were provided by Health Authorities by way of Section 64 grants to facilitate the resettlement of disabled people from long stay hospitals in accordance with the Governments' Care in the Community policy; these are interest free and secured on the company's freehold properties, purchased for this purpose, and are only repayable if the properties cease to be used for providing residential care. In such an event the repayment would be satisfied by transfer of the related properties or by sale proceeds from the related properties. The loans have been reduced by £22,720 (2002: £22,720), being the amount equivalent to the annual depreciation charged on the properties given as security, in order to account for the notional write-down of the loans over the period during which the properties are used for residential care.

A loan of £54,164 (2002: £67,000) has been written down by £12,836 during the year to match the property value in current assets. Since the year end this property has been sold and the loan of £54,164 fully repaid.

The MacIntyre Charitable Trust

NOTES TO THE FINANCIAL STATEMENTS

at 31 March 2003

9. RESTRICTED FUNDS

The balance on restricted funds of £25,315 at 31 March 2003 (2002: £28,140) represents unspent restricted donations in respect of specific projects within the stated objects of the charity.

The company's Memorandum of Association specifies that upon dissolution of the company any surplus assets should not be distributed to the members but transferred instead to a similar charitable institution to be approved by the Charities Commission. All funds therefore represent non-equity interests.

10. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	<i>General funds</i>	<i>Unrestricted Revaluation Reserves</i>	<i>Restricted Funds</i>	<i>Total funds</i>
	£	£	£	£
Fund balances at 31 March 2003 are represented by:				
Tangible fixed assets	1,845,902	31,119	75,000	1,952,021
Current assets	139,691	-	25,315	165,006
Current liabilities	(60,044)	-	-	(60,044)
Long term liabilities	(927,398)	-	-	(927,398)
Total net assets	998,151	31,119	100,315	1,129,585

11. RELATED PARTY TRANSACTIONS

For the furtherance of its charitable objectives the company seeks to work closely with MacIntyre Care. One of the company's directors, Roger Smith, is also a director of MacIntyre Care. The management of the company act independently of the management of MacIntyre Care.

During the year, the company received property rentals from MacIntyre Care in the normal course of business. The rentals were charged at normal market rates. The total rentals received from MacIntyre Care in the year to 31 March 2003 were £110,000 (2002: £110,000).

During the year The MacIntyre Charitable Trust paid grants to MacIntyre Care totalling £50,000 (2002: £50,000) relating to Education and Attainment. They have also gifted amounts of £2,825 (2002: £8,946) to MacIntyre Care in furtherance of the charity's objects.

The balance owed to MacIntyre Care at the year end amounted to £2,825 (2002: £95,987).

Mr Levene, a Trustee of MacIntyre Charitable Trust is a partner in Park Woodfine, legal advisors to MacIntyre Charitable Trust. MacIntyre Charitable Trust has not paid any legal fees to Park Woodfine in the year ended 31 March 2003.

12. LEGACY RECEIVABLE

Since the year end MacIntyre Charitable Trust has received a legacy of a property in Lincolnshire. The property's value cannot be reliably measured at the date of signing the financial statements and no value is recognised in these financial statements.