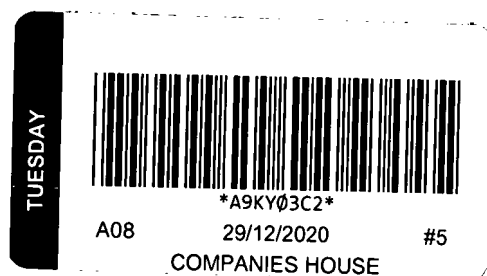


THE ST MELANGELL CENTRE
(A COMPANY LIMITED BY GUARANTEE)

DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2019

REGISTERED NUMBER 3673813

REGISTERED CHARITY NUMBER 1073143



THE ST MELANGELL CENTRE
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2019

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THE ST MELANGELL CENTRE

LEGAL AND ADMINISTRATIVE DETAILS

FOR THE YEAR ENDED 31ST DECEMBER 2019

Status

The company was incorporated on 25th November 1998 and charitable status registered on 31st December 1998.

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 are appointed according to the Articles of Association and are referred to as the "Council of Management".

Directors

The charity Directors (Trustees) who held office during the year and up to the date of signing were as follows:

Reverend H Edwards
James Turner
Peter Morris
Barbara Morgan
Jacqueline Sharpe
Christine Hainsworth
Reverend A E J Smith
Sarah Tyrrell
The Venerable Dr B F Wilson

The Directors are appointed according to the Articles of Association and are referred to as the "Council of Management".

Registered Office: The Melangell Centre
Pennant Melangell
Llangynog
Oswestry
SY10 0HQ

Bankers: HSBC Bank plc
The Cross
Oswestry
SY11 2SR

THE ST MELANGELL CENTRE

DIRECTORS' REPORT

FOR THE YEAR ENDED 31ST DECEMBER 2019

The Directors present their annual report and financial statements for the year ended 31st December 2019.

Activities

The company is a charity and exists (as set out in its Memorandum of Association) to relieve sickness, by the provision of a day care centre, counselling advice and information and such other services calculated to relieve sickness as the charity shall from time to time determine.

Results

At the end of the year the charity had capital funds of £149,678 (2018: £155,196). The directors intend that the reserves will be utilised in future periods to extend the facilities and services provided

Reserves Policy

It is the policy of the charity to try to maintain unrestricted reserves, which are the free reserves of the charity, at a level which the Trustees consider they could operate for approximately twelve months should no further fund be received. In determining this level of reserves they consider any costs which may be associated with the property owned by the charity.

Investments Policy

The Trustees have the power to invest in such assets as they see fit. Currently there are insufficient surplus funds for any long term investments to be made. The charity's powers of investment are governed by its Memorandum and Articles of Association.

Risk Review

The major risks to which the charity is exposed, as identified by the Trustees, have been reviewed and systems have been established to mitigate those risks.

At the time of approving the financial statements, the directors have considered the impact of COVID 19 alongside the usual going concern considerations and have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the Directors continue to adopt the going concern basis of accounting in preparing the financial statements.

Statement of Directors' Responsibility

Company law requires the Directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company as at the balance sheet date and of its incoming resources and application of resources, including income and expenditure for the financial year. In preparing those financial statements, the Directors 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 on that basis.

THE ST MELANGELL CENTRE

DIRECTORS' REPORT

FOR THE YEAR ENDED 31ST DECEMBER 2019

The Directors 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 2006. They have general responsibility for taking steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

The above report has been prepared in accordance with the Statement of Recommended Practice - Accounting and Reporting by Charities and in accordance with the special provisions of part 15 of the Companies Act 2006 relating to small companies.

Signed on behalf of the Board of Directors



23/12/20

The Venerable Dr B Wilson
Director

Approved by the Board:

THE ST MELANGELL CENTRE
INDEPENDENT EXAMINER'S REPORT
TO THE TRUSTEES OF THE ST. MELANGELL CENTRE
FOR THE YEAR ENDED 31ST DECEMBER 2019

We report on the financial statements of the St Melangell Centre (the "Charity") for the year ended 31st December 2019 which are set out on pages 7 to 12.

Respective Responsibilities of Trustees and Independent Examiner

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

It is our responsibility to:

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

Basis of Independent Examiner's Statement

Our examination was carried out in accordance with the General Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the Charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts and seeking explanations from the 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 our examination, no matter has come to our attention:

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

Cadwallader & Co LLP
Eagle House
25 Severn Street
Welshpool
Powys SY21 7AD

Cadwallader & Co LLP.

17.12.2020

THE ST MELANGELL CENTRE

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31ST DECEMBER 2019

INCOME AND EXPENDITURE ACCOUNT

	Note	Unrestricted Funds £	Restricted Funds £	Total Funds 2019 £	Total Funds 2018 £
INCOME					
Donations, Gifts and Sales	2	3,807	-	3,807	3,517
Investment Income	3	144	-	144	77
Grants		-	-	-	25,000
		<u>3,951</u>	<u>-</u>	<u>3,951</u>	<u>28,594</u>
EXPENDITURE					
Grants and Donations	4	72	-	72	60
Cost of Goods for Resale		1,053	-	1,053	224
Property Maintenance		2,054	-	2,054	922
Depreciation	6	553	1,680	2,233	2,115
Centre Costs		3,433	-	3,433	3,682
Professional Fees		(96)	-	(96)	718
Loan Interest		720	-	720	720
Total Expenditure	5	<u>7,789</u>	<u>1,680</u>	<u>9,469</u>	<u>8,441</u>
Net Movement in Funds		(3,838)	(1,680)	(5,518)	20,153
Total Funds at Start of Year	10	<u>224,596</u>	<u>23,320</u>	<u>247,916</u>	<u>227,763</u>
Total Funds at End of Year	10	<u>220,758</u>	<u>21,640</u>	<u>242,398</u>	<u>247,916</u>

THE ST MELANGELL CENTRE

BALANCE SHEET

AS AT 31ST DECEMBER 2019

	Note	December 2019		December 2018	
		£	£	£	£
Fixed Assets					
Tangible assets	6		319,070		320,768
Current Assets					
Debtors	7	808		1,268	
Cash at bank and in hand		103,900		105,550	
Petty Cash		425		614	
		<u>105,133</u>		<u>107,432</u>	
Creditors					
Amounts falling due within one year	8	<u>33,752</u>		<u>32,231</u>	
			<u>71,381</u>		<u>75,201</u>
Total Assets Less Current Liabilities			390,451		395,969
Creditors					
Amounts falling due after more than one year	9		<u>148,053</u>		<u>148,053</u>
Net Assets			<u>242,398</u>		<u>247,916</u>
Funded By					
Unrestricted Funds	10		128,038		131,876
Restricted Funds	10		21,640		23,320
Revaluation reserve	10		<u>92,720</u>		<u>92,720</u>
Total Funds			<u>242,398</u>		<u>247,916</u>

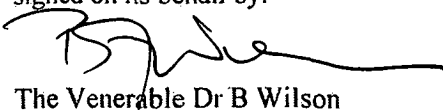
For the financial year ending 31st December 2019 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476.

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

These financial statements were approved by the Board of Directors on 23/12/20 and were signed on its behalf by:



The Venerable Dr B Wilson
Director

THE ST MELANGELL CENTRE

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER 2019

1. Statement of accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements.

Basis of Accounting

These accounts have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102"), "Accounting and Reporting by Charities" the Statement of Recommended Practice for charities applying FRS 102 (as amended for accounting periods commencing from 1 January 2016) and the Charities Act 2011. The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities applying FRS102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The accounts 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 Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

The accounts are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The accounts have been prepared on the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

Income

Voluntary income is received by way of donations and gifts and is included in the full Statement of Financial Activities when receivable. The value of services provided by volunteers has not been included. Miscellaneous income represents income generated from the provision of administration services to other charities.

Expenditure

Resources expended are recognised in the period in which they are incurred. Resources expended include attributable VAT which cannot be recovered. The company has opted to analyse resources expended by natural classification as permitted by Appendix 5.3 Accounting statements of smaller charities, Statement of Recommended Practice (Revised 2005).

Depreciation

Depreciation is provided by the company at the following annual rates in order to write off each asset over its estimated useful life:

General Buildings	10% on cost
Buildings Alterations	2% on cost
Fixtures & Fittings	15% on net book value

No depreciation has been charged on the freehold property as it is maintained in good repair on a year by year basis and is still worth at least it's original valuation.

Taxation

The company is a registered charity and as such is entitled to the exemption from tax to the extent that the income received falls within section 505 ICYA 1988 and section 256 CGTA 1992 and is applied to charitable purpose only.

THE ST MELANGELL CENTRE

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER 2019

2. Donations and Gifts

Donations and gifts during the year totalled £3,807 (2018: £3,517) including tax payments of £270 (2018: £538) under the HMRC Gift Aid Scheme. The Directors wish to record their thanks for all donations and gifts made during the year and remind everyone of the importance of "Gift Aiding" the donation wherever possible.

3. Investment Income

	2019	2018
	£	£
Bank Interest Receivable	144	77

4. Grants and Donations

	2019	2018
	£	£
Donations made during the year were as follows:		
Quiet Garden Trust	40	40
National Cancer	12	-
Approach to Cancer	20	20
	<u>72</u>	<u>60</u>

5. Net Resources Expended for the Year

	2019	2018
	£	£
This is stated after charging:		
Depreciation	2,233	2,115
Independent Examiner's Fees	96	378

THE ST MELANGELL CENTRE

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER 2019

6. Tangible Fixed Assets	Land and Property £	General Buildings £	Fixtures, Fittings and Property Improvements £	Total £
Cost				
At Beginning of Year	295,000	16,800	29,224	341,024
Additions in Year	-	-	535	535
At end of Year	<u>295,000</u>	<u>16,800</u>	<u>29,759</u>	<u>341,559</u>
Depreciation				
At Beginning of Year	-	1,680	18,576	20,256
Charge for Year	-	1,680	553	2,233
At End of Year	<u>-</u>	<u>3,360</u>	<u>19,129</u>	<u>22,489</u>
Net Book Value				
At December 2019	<u>295,000</u>	<u>13,440</u>	<u>10,630</u>	<u>319,070</u>
At December 2018	<u>295,000</u>	<u>15,120</u>	<u>10,648</u>	<u>320,768</u>

In 2011 The St Asaph Diocesan Board of Finance provided funds to refurbish the Centre's premises. The total cost was £134,753.

In 2013 a professional valuation by Messrs Morris, Marshall & Poole valued the property at £295,000. The trustees are of the opinion that its value was at least equal to that amount at the balance sheet date.

In 2016 a mortgage deed was drawn up valuing the property at £295,000 and agreeing on Equitable Ownership Ratio of 54.32% in favour of the Centre and 45.68% in favour of the St Asaph Diocesan Board of Finance on the basis that £134,753 is 45.68% of £295,000.

It was further agreed that, should the property be sold, then the Centre would repay 45.68% of the sale proceeds to the Board of Finance

7. Debtors

	2019 £	2018 £
Prepayments and Other Debtors	<u>808</u>	<u>1,268</u>

THE ST MELANGELL CENTRE

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER 2019

8. Creditors: Amounts Falling Due Within One Year

	2019 £	2018 £
St Asaph Dioc - Building alterations & Insurance	26,126	25,648
Accruals and Sundry Creditors	2,626	1,583
Loan - Mrs M Jones	5,000	5,000
	<u>33,752</u>	<u>32,231</u>

The loan from Mrs M Jones is interest free.

9. Creditors: Amounts Falling Due After More Than One Year

	2019 £	2018 £
Loan - The Church in Wales	13,300	13,300
Loan - The St Asaph Diocesan Board of Finance	134,753	134,753
	<u>148,053</u>	<u>148,053</u>

The loan from The Church in Wales is secured over the property. Interest is payable on the loan at a fixed rate of 5% per annum.

The loan from The St Asaph Diocesan Board of Finance is also secured over the property and is only repayable on the future sale of the centre and represents 45.68% of its current market value (see footnote to note 6 of the accounts).

10. Movements in Funds

	At 1st January 2019 £	Income £	Expenditure £	At 31st December 2019 £
Unrestricted Funds	131,876	3,951	(7,789)	128,038
Revaluation reserve	92,720			92,720
Restricted Funds:				
Accommodation	18,320		(1,680)	16,640
Publicity	5,000			5,000
	<u>247,916</u>	<u>3,951</u>	<u>(9,469)</u>	<u>242,398</u>

11. Contingent Liabilities

There are no contingent liabilities of a material amount for which provision has not been made in the accounts.

12. Support and Governance Costs

	Support Costs £	Governance Costs £	2019 £	2018 £
Accountancy	-	(96)	(96)	378
	<u>-</u>	<u>(96)</u>	<u>(96)</u>	<u>378</u>

THE ST MELANGELL CENTRE
DETAILED INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31ST DECEMBER 2019

	2019 £	2018 £
Income		
Donations, Gifts and Sale of Small Goods	2,457	1,881
Covenants / Gift Aid Certificated Donations	1,080	1,098
Tax Rebate from Gift Aid Certificated Donations	270	538
Bank Interest	144	77
Grants	-	25,000
	<u>3,951</u>	<u>28,594</u>
Expenses		
Grants and Donations	72	60
Cost of Goods for resale	1,053	224
Repairs and Renewals	2,054	922
Insurance	478	848
Telephone	573	1,378
Heating and Lighting	1,756	754
Office Expenditure	73	582
Accountancy Fees	(96)	378
Website Costs	-	340
Sundry Expenses	553	120
Loan Interest	720	720
Depreciation	2,233	2,115
Total Resources Expended	<u>9,469</u>	<u>8,441</u>
Excess of (Expenditure)/Income over Expenditure/(Income)	<u>(5,518)</u>	<u>20,153</u>