

**The Parish Church of St. Michael the Archangel  
Shalfleet, Isle of Wight**

**Annual Report  
and  
Financial Statements  
of the**

**Fabric Restoration Charitable Trust.  
("The Trust")  
Charity Registration Number: 1072825**

**For the year ended 31 December 2017**

**Bankers:**

Lloyds Bank plc  
22 St Thomas's Square  
Newport  
Isle of Wight  
PO30 1SQ

**Independent Examiner:**

Mrs S J Pritchett  
Sun Meadow  
Main Road  
Wellow  
Yarmouth  
PO41 0TD

## **Report of the Trustees 2017**

No incumbant/interregnum

Mr N Oulton, appointed 14 April 2016 Chairman from November 2017

Mr B H Mead, initial Trustee

Mr D Williams, appointed 24 April 2006

Miss C Sutherland, appointed 24 April 2006

Mrs C Locke, appointed 14 April 2016

Mr R. Powell, appointed 2016

Mrs Prue Osborne, Secretary, appointed 13 November 2013

The Trustees have pleasure in presenting this their nineteenth statutory annual report. This report covers the period 1 January 2017 to 31 December 2017.

### **Formation and Registration as a Charity:**

The Trust, commonly known as “Shalfleet Church Restoration Trust”, was formed by Deed on 23 November 1998 (amended 28 March 2001) and was registered (Number: 1072825) as a charity with the Charity Commission for England and Wales on 7 December 1998.

### **Objects:**

The objects of the Trust are to advance the Christian religion through the maintenance, repair, restoration, preservation, improvement, beautification and reconstruction of the fabric of **The Parish Church of St. Michael the Archangel, Shalfleet, Isle of Wight**, its monuments, fixtures, fittings, furniture, stained glass, ornaments and other chattels and its churchyard including the lands upon which they stand and which are owned by the church.

### **Banking and Investments:**

The Trust banks with Lloyds Bank plc. It also maintains a deposit account with the CBF Church of England Deposit Fund and a further deposit account, also with the CBF Church of England Deposit Fund. This second CBF is known as the Shalfleet Church Capital Maintenance Account. It was a vision of the Sutherland family and was funded by donations made at Anthea Sutherland’s funeral and a bequest from her will. There have been subsequent donations by another. The initial capital is not to be used other than to generate income. The income will be used solely for the maintenance of Shalfleet Church.

To safeguard the value of the Maintenance Fund £11,000 has been invested in an Investment Fund run by the CCLA Investment Ltd. The value as at 31.12.2017 was £24,462.76 (2016 £21,691.76). The value of the fund can fall but it is hoped over a period it will at least rise above the expected inflation rate.

### **Registration with Inland Revenue:**

The Trust has an Inland Revenue certificate stating that the Trust, being established for charitable purposes only, will be entitled to exemption from income tax under Section 505 Income and Corporation Taxes Act 1988.

**Fund Raising:**

During the accounting period the following funds were raised:-

|                       |            |
|-----------------------|------------|
| Individuals           | £ 1,400.00 |
| Collection Boxes      | £ 184.00   |
| Weddings              | £ 105.98   |
| Events                | £ 2,568.00 |
| Gift Aid tax reclaims | £ 99.00    |
| Deposit fund interest | £ 0.73     |

**Maintenance and Restoration**

The cost of annual maintenance totalled £496. This included clearance of gutters and making good porch gutters, treatment of vegetation and some re-tiling as well as some re-pointing of the stonework.

**Insurance**

The Trust is covered as joint insured with the Church and others under the Church Combined Policy and other policies issued by the Ecclesiastical Insurance Group.

**Accounts:**

Detailed accounts as required by the Charities Act 1993, section 42(3), prepared on the accruals accounting basis, are attached hereto at pages 5 to 7.

The following highlights show the totals of General Funds and Restricted Funds with comparisons for 2016, (in the Statement of Financial Activities and Balance Sheet all amounts shown under Restricted Funds relate solely to the Shalfleet Church Capital Maintenance Account) and Gifts, Charitable Donations and other voluntary receipts, including tax reclaims thereon, reached £1,683 (2016: £1,781). Income from activities generating funds (events, sales and fayres) was £2,568 (2016: £632). Repair costs to the church fabric in total were £5,152 (2016: £2,203). Added to this is £1,648 (2016: £0) for reports and surveys to support applications.

The Statement of Financial Activities shows a balance in the General funds of £4,065 and a balance in the Restricted Funds of £16,167, a total surplus of £20,233.

**Audit:**

Under the provisions of the Charities Act 1993, Section 43 allows the appointment of an Independent Examiner.

**Retirement and Election of Trustees:**

The Trust Deed provides for the Trustees to be appointed each and every year at the Annual General Meeting of the Trust, which shall be held immediately before the Annual General Meeting of the Church.

**Activities and Interests of the Trustees:**

The Trustees give their time freely. None of the Trustees or their near relatives has received any pecuniary benefit from the Trust. Any out of pocket expenditure on behalf of the Trust has been refunded against written receipted evidence.

**The Year Ahead:**

The fabric condition and structure of the church will continue to be monitored. It is intended to carry out the annual maintenance programme as usual, although the timing of this will vary according to weather patterns; any re-pointing of stonework will be included although it needs to be done in drier, warmer weather.

Loose stonework above the East window of the Chancel was noticed in October 2016 and investigations were carried out on this and at the same time on a North window and a South window in the Chancel. These investigations showed that repairs were needed and estimates totalling about £50,000 were obtained for the work.

Stage one of these repairs was commissioning the Statements of Significance and Needs required by the diocese in support of the faculty application. This has been completed and response from the diocese is pending. Work is expected to start in 2018 with grant funding being sought.

The Trustees would like to thank all those who have made a contribution either through donations or assistance in one way or another.

.....  
Signed by Mr N Oulton, Trustee and Chairman of the Trustees

.....  
Trustee

**The Parish Church of St. Michael the Archangel, Shalfleet, Isle of Wight  
Fabric Restoration Trust**

**Charity Registration Number 1072825**

**Accounts for the year ended 31 December 2017**

| <b><u>STATEMENT OF FINANCIAL ACTIVITIES</u></b>                        | <b>General<br/>Funds</b> | <b>2017<br/>Restricted<br/>Funds</b> | <b>Total</b>         | <b>2016<br/>Total</b> |
|--|--------------------------|--------------------------------------|----------------------|-----------------------|
|  | £                        | £                                    | £                    | £                     |
| <b><u>Incoming Resources</u></b>                                       |                          |                                      |                      |                       |
| General Income   |                          |                                      |                      |                       |
| Individuals and family Trusts  | 1,400                    | 0                                    | 1,400                | 1,036                 |
| Grants   | 0                        | 0                                    | 0                    | 0                     |
| Collection Boxes   | 184                      | 0                                    | 184                  | 579                   |
| Tax Reclaimed on gifts   | 99                       | 0                                    | 99                   | 166                   |
| <b>Income from activities generating funds</b>                         |                          |                                      |                      |                       |
| Events, Sales, Fayres  | 2,568                    | 0                                    | 2,568                | 632                   |
| Grants   | 0                        | 0                                    | 0                    | 0                     |
| <b>Income from Investments</b>   |                          |                                      |                      |                       |
| Deposit Fund interest  | 0                        | 15                                   | 15                   | 25                    |
| <b>Total Incoming Resources</b>  | <b><u>4,251</u></b>      | <b><u>15</u></b>                     | <b><u>4,266</u></b>  | <b><u>2,438</u></b>   |
| <br>   |                          |                                      |                      |                       |
| <b><u>Resources Expended</u></b>                                       |                          |                                      |                      |                       |
| General Expenses   |                          |                                      |                      |                       |
| Routine Maintenance  | 496                      | 0                                    | 496                  | 376                   |
| Capital repairs & reinstatement  | 4,656                    | 0                                    | 4,656                | 1,827                 |
| Reports & Surveys to support applications                              | 1,648                    | 0                                    | 1,648                | 0                     |
| <b>Expenditure on publicity, fund raising,<br/>and administration.</b> |                          |                                      |                      |                       |
| Postage and stationery   | 0                        | 0                                    | 0                    | 45                    |
| General Administration   | 0                        | 0                                    | 0                    | 0                     |
| Advertising  | 0                        | 0                                    | 0                    | 0                     |
| <b>Total Resources Expended</b>  | <b><u>6,800</u></b>      | <b><u>0</u></b>                      | <b><u>6,800</u></b>  | <b><u>2,248</u></b>   |
| <br>   |                          |                                      |                      |                       |
| (Deficit)/Surplus of Income over Expenditure (2,549)                   |                          | 15                                   | (2,534)              | 190                   |
| <br>   |                          |                                      |                      |                       |
| Trust Funds brought forward  | <u>6,614</u>             | <u>16,153</u>                        | <u>22,767</u>        | <u>22,577</u>         |
| Total Funds carried forward  | <b><u>4,065</u></b>      | <b><u>16,167</u></b>                 | <b><u>20,233</u></b> | <b><u>22,767</u></b>  |

**The Parish Church of St. Michael the Archangel, Shalfleet, Isle of Wight  
Fabric Restoration Trust.**

**Charity Registration Number 1072825**

**Accounts for the year ended 31 December 2017**

**BALANCE SHEET as at 31 December 2017**

|   | 2017                    |                          |                         | 2016                     |
|---|-------------------------|--------------------------|-------------------------|--------------------------|
|   | General<br>Funds        | Restricted<br>Funds      | Total                   |                          |
| <u>Current Assets</u>                                 | £                       | £                        | £                       | £                        |
| <b>Receivables</b>                                    |                         |                          |                         |                          |
| Inland Revenue (unpaid Gift Aid)                      | 203                     | 0                        | 203                     | 104                      |
| Lloyds TSB plc  | 3,706                   | 0                        | 3,706                   | 6,353                    |
| CBF Deposit Fund                                      | 157                     | 0                        | 157                     | 157                      |
| Shalfleet Church Capital Maintenance Fund             | 0                       | 5,167                    | 5,167                   | 5,153                    |
| The CBF Church of England Investment<br>Fund at cost  | 0                       | 11,000                   | 11,000                  | 11,000                   |
| <b>Total Current Assets</b>                           | <b><u>4,065</u></b>     | <b><u>16,167</u></b>     | <b><u>20,233</u></b>    | <b><u>22,767</u></b>     |
| <br><b><u>Total Assets less Total Liabilities</u></b> | <br><b><u>4,065</u></b> | <br><b><u>16,167</u></b> | <br><b><u>2,233</u></b> | <br><b><u>22,767</u></b> |
| <br><b>Summary</b>                                    |                         |                          |                         |                          |
| General Funds   | 4,065                   | 0                        | 4,065                   | 6,614                    |
| Restricted Funds                                      | 0                       | 16,167                   | 16,167                  | 16,153                   |
| <b>Total Funds</b>                                    | <b><u>4,065</u></b>     | <b><u>16,167</u></b>     | <b><u>20,233</u></b>    | <b><u>22,767</u></b>     |

These accounts were approved by the Trustees on .....

Mr. N Oulton,  
Trustee and Chairman of the Trustees .....

and

Trustee .....

**The Parish Church of St. Michael the Archangel, Shalfleet, Isle of Wight  
Fabric Restoration Charitable Trust.**

**(“The Trust”)**

**Accounts for the year ended 31 December 2017**

**Notes to the Accounts:**

**1. Accounting Policies.**

**(a) Basis of Accounting**

The accounts have been prepared on the accruals accounting basis; they comply with the requirements of the Charities Act 1993 section 42 (3). Except for the years 31 December 2003 and 2004, the accounts for all prior years were prepared on the receipts and payments basis.

**(b) Trust Funds**

Donations received for specific purposes are shown as Restricted Funds. Where the cost of specific work exceeds the appropriate portion of the Restricted Funds, the shortfall is met out of General Funds.

**(c) Tax reclaimable**

All tax reclaimable under the Inland Revenue Gift Aid Scheme, which relates to donations received in the accounting period, including reclaimable amounts not yet received at the balance sheet date, is included in Incoming Resources.

**(d) Deposit Interest**

Interest receivable from deposits is included in ‘Incoming Resources’ and includes estimated amounts not yet received but receivable at the balance sheet date.

**(e) Resources Expended**

Where contracts for repair work have been entered into, all costs representing work carried out prior to the balance sheet date, as certified by the Trust’s professional advisers or accrued on the basis of reasonable estimates, are included in Resources Expended. The appropriate amounts for related professional fees are also included. Any adjustment arising from an over or under provision in a previous year is included in the current year. No provision has been made for any potential costs being incurred from the Quinquennial Survey.

**(f) Value Added Tax**

The Trust is not able to reclaim Value Added Tax incurred on the purchase of goods and services. However VAT is able to be reclaimed on certain maintenance of the Fabric costs.

**2. Repair Commitments**

No further expenditure has been provided for in the accounts

**3. Contingent Liabilities**

Under the terms of the English Heritage grant, The Trust undertook a liability for the maintenance of the Church for ten years from the completion of the relevant works in 2003. Although this has now expired appropriate maintenance will be continued.

**Independent Examiner's Report to the Trustees of the Parish Church of  
St. Michael the Archangel, Shalfleet, Isle of Wight  
Fabric Restoration Charitable Trust**

I report on the accounts of the Trust for the year ended 31 December 2017 which are set out on pages 5 to 8.

**Respective responsibilities of trustees and examiner**

As the charity's trustees you are responsible for the preparation of the accounts; you consider that the audit requirement of section 43(2) of the Charities Act 1993 (the Act) does not apply. It is my responsibility to state, on the basis of procedures specified in the General Directions given by the Charity Commissioners under section 43(7)(b) of the Act, 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 Commissioners. 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 account, 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 I do not express an audit opinion on the view given by the accounts.

**Independent examiner's statement**

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

- (1) which gives me reasonable cause to believe that in any material respect the requirements
  - to keep accounting records in accordance with section 41 of the Act;
  - and
  - to prepare accounts which accord with the accounting records and to comply with the accounting requirements of the Act have not been met; or
  
- (2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Signed: