

Company registration number: 2928618
Charity registration number: 1044279

Aberglasney Restoration Trust

(A company limited by guarantee)

Annual Report and Consolidated Financial Statements

for the Year Ended 31 March 2016

LHP
Statutory Auditors
Gwynne House
6 Quay Street
Carmarthen
SA31 3JX

FRIDAY



A5FMJG02

A28

16/09/2016

#209

COMPANIES HOUSE

Aberglasney Restoration Trust

Contents

| | |
|--|----------|
| Reference and Administrative Details | 1 to 2 |
| Trustees' Report | 3 to 6 |
| Trustees' responsibilities in relation to the financial statements | 7 |
| Independent auditors' report | 8 to 9 |
| Statement of financial activities | 10 to 11 |
| Balance Sheet | 13 to 15 |
| Notes to the financial statements | 16 to 30 |

The following pages do not form part of the statutory financial statements:

| | |
|--|----------|
| Statement of financial activities per fund | 31 to 40 |
|--|----------|

Aberglasney Restoration Trust
Reference and Administrative Details

| | | |
|------------------------------------|---|--|
| Charity name | Aberglasney Restoration Trust | |
| Charity registration number | 1044279 | |
| Company registration number | 2928618 | |
| Principal office | Aberglasney Gardens Llangathen Carmarthenshire SA32 8QH | |
| Registered office | Aberglasney Gardens Llangathen Carmarthenshire SA32 8QH | |
| Trustees | Mr P Burgess, Chairman of the Board of Trustees Mr D R Evans OBE Sir R D Evans Lt. Col. J P R Hayes DL (Resigned 25 July 2015) Mrs G M Hayward Mr I Howell Mr M P Jones Mr D G Lewis MBE Mr T O S Lloyd OBE Ms M H Scutt Mr P G H Ratcliffe Mr R G Pugh, Director (Trading Subsidiary) Mrs B W Bowen, Director (Trading Subsidiary) | |
| Chief executive officers | Mrs J Nicholas-Humphreys (Resigned 31 July 2015) Mr S Campbell-Davies (Appointment 1 August 2015) (Resigned 31 January 2016) | |
| Secretary | Mr M P Jones | |

Aberglasney Restoration Trust
Reference and Administrative Details

| | |
|---------------------------|--|
| Solicitors | Redkite Solicitors LLP 14-15 Spilman Street Carmarthen SA31 1SR |
| | Wilsons Solicitors LLP 4 Lincoln's Inn Fields London WC2A 3AA |
| Bankers | Barclays Bank Plc 9-10 Guildhall Square Carmarthen Carmarthenshire SA31 1PW |
| Auditor | LHP Gwynne House 6 Quay Street Carmarthen SA31 3JX |
| Investment Advisor | Sarasin & Partners LLP Juxon House, 100 St Paul's Churchyard London EC4M 8BU |

Aberglasney Restoration Trust

Trustees' Report

Aberglasney Restoration Trust was formed in 1995 with the purpose of restoring and preserving for the public benefit land and buildings of beauty and historic interest in particular that at Llangathen, Carmarthenshire, known as Aberglasney. The following report has been prepared by the Chairman for the fiscal year 2015/2016.

Structure, Governance & Management

Structure

The principal operational structure of the Trust comprises:

- a. The Board of Trustees/Directors to a maximum of 12 Trustees
- b. The General Purpose & Finance Committee (GP&F) which includes 7 of the above Trustees

The Board meets three times a year with an AGM in July annually.

The GP&F Committee meets at least bi-monthly outside of the Board.

The Finance & Forward Planning Committee represented by the Chairman of the Trust, the Chairman of GP&F and a Trustee meet with the Chief Executive on a monthly basis.

Governance

The Trust is governed by its Memorandum of Agreement and Articles of Association.

Management of Trustees

Trustees are selected by the Full Board on a basis of requirement and recommendation. Trustees are introduced to the Trust by the Chairman of the Board and provided with current information pertinent to the role of the Trustee.

Remuneration

The Board of Trustees and members of the Committees receive no remuneration. Where claimed expenses are reimbursed. The salaries of all employees are determined by the Board of Trustees upon their appointment and by annual review. Their remuneration does not include any share options or long-term incentive scheme. The Trust will automatically enrol all employees on to a Workplace Pension Scheme as required upon clarification of the staging date by the Pensions Regulator.

Decision Making

Operational day-to-day decision-making is delegated to the Chief Executive who follows the procedure and operational guidelines previously agreed with the Trust. Decisions on all capital works, restoration undertaken and use of the charitable reserves is undertaken by the Full Board, after consideration first by the Finance and Forward Planning Sub-Committee and then by the General Purpose and Finance Committee.

Related Parties

The Trust has a wholly owned trading subsidiary Aberglasney Enterprises Limited which runs the Gift Shop and Holiday Lettings at Aberglasney. In addition, the Trust has been fortunate to receive the most generous support in the form of an endowment fund with the Cabot Endowment Fund Registered Charity Number 1161136 being set up in March 2015. The use of the fund is restricted and governed by a Trust Deed accordingly.

Risk Policy

The Trustees carry out an annual assessment of the risk factors that might impact adversely upon the activities and assets of the Trust, and initiates such action, as they deem necessary and appropriate to mitigate such impact.

Aberglasney Restoration Trust

Trustees' Report

Public Benefit

The Charity's principal functions are to continue to restore and maintain the Mansion and Gardens at Aberglasney, Llangathen, Carmarthenshire for the benefit of the public as a visitor attraction; to provide educational opportunities through offering student placements to aspiring gardeners and by receiving visiting parties from schools, gardening clubs etc; and to create employment opportunities. We have referred to the guidance in the Charity Commission's general guidance on public benefit when reviewing our aim and objectives and in planning our future activities. In particular the Trustees consider how planned activities will contribute to the aims and objectives they have set.

Objectives and Activities

Objectives

The principal objectives of the Trust are:

- a. To restore the gardens and structures at Aberglasney to produce a property of significant horticultural importance and of great beauty.
- b. To open the gardens to the public and to provide a unique and enjoyable attraction for visitors.
- c. To safeguard the long-term future of the property by becoming financially self-sufficient.

Review of Activities 2015 / 2016

During this financial year, our Chief Executive, Julie Nicholas-Humphreys, who was appointed on August 1st 2014, left the Trust on July 31st to take up another position, having been in post for exactly one year. During her time with the Trust she carried on the good work undertaken by her predecessor, Roger Evans, reviewing our operating model and suppliers with view to reducing overheads. This strategy has worked well and continues to this day.

On August 1st 2015 Simon Campbell Davies replaced Julie, his job description changing to Operations Manager to reflect the hands on approach required by the Trust and felt to be more suited than the title of Chief Executive. It became apparent that whilst Simon's substantial skills lay in a marketing background much needed by the Trust, they were not broad enough to meet the demands of Aberglasney, hence Simon vacated his position at the end of his probationary period in January 2016.

Our Head Gardener, Joseph Atkins took on the extra role of Interim Operations Manager in addition to his gardening duties. The decision has proved to be a very effective one for the Trust and looking forward, the intention is that Joseph will continue as Director of Operations with some internal staffing adjustments and two full time appointments from existing part time staff members to give the required support. This will give Joseph a small but highly skilled team of experienced players who are well placed to deliver the high standard of service which is required by the Trust.

The delivery phase of our 'Piggeries' project, for which we had approval in June 2015 and substantially funded by HLF, is well under way with the project meeting its targets both by time and budget. This scheme, when completed in the Autumn of 2016, will give a huge boost to the gardens resources as it will provide a large propagating greenhouse together with attendant buildings and restored barns which will provide training facilities for horticultural students and horticultural courses, extending our scope as a Heritage Garden of Excellence. Coupled to that, a renewable heat plant and waste treatment system will substantially reduce our costs whilst fitting our green credentials.

Visitor numbers for the year edged ahead of the previous year, despite one of the wettest winters on record. The spring numbers are encouraging. The gardens have never looked better and the Autumn planting of many thousands of bulbs has meant that we are now being rewarded with a riot of spring colour. We are receiving very positive feedback from our visitors.

Aberglasney Restoration Trust

Trustees' Report

Once again we have had a full programme of events throughout the year, the highlights being the Aberglasney Annual Ball and the Winter Fair. Both events proving to be very popular and providing a good income for the Trust.

Maryellens Catering continue to provide an excellent service, well received by members and visitors alike. They work well as franchisees and in addition to daily catering they undertake most of our catering needs for functions.

We are confident that with our restructured management team we are in a very good position to deliver a visitor experience of a very high standard as befits our aim to continue to develop a Heritage Garden of Excellence.

Financial Review

Through careful budgeting and with strict control on costs together with the support of staff and volunteers, The Trust is able to continue to be operationally self sufficient. Looking to the future Weddings should produce an additional income stream for The Trust, the first of several bookings taking place in June 2016.

Reserves Policy

Such monies and donations as the Trustees consider surplus to the Trust's prudent operational requirements shall be transferred to its reserves with the general intention that such reserves shall be available for the further development, restoration and maintenance of the assets of the Trust and, if necessary, to support operational activities.

Donations & Legacies Policy

The aim of the Trust is that all donations and legacies it receives should be applied to capital purposes. Those purposes primarily include continuing development and improvement of the gardens and buildings but also allow further acquisitions compatible with the objectives of the Trust. If necessary, the Trustees are authorised to utilise receipts from the above sources to support the Trust's operational requirements. However, the Trustees are pleased to report that the Trust has been operationally self-sufficient since the gardens opened to the public in 1999.

Investment Policy

The Trust now has the support of the Cabot Endowment Fund which has been invested in a portfolio managed by Sarasin & Partners LLP, London, with the aim of achieving a return of 3.5-4% per annum. Whilst the capital in the fund is restricted, the income is available to draw upon if necessary.

Plans for Future Periods

The completion of The Piggeries Project in the Autumn of 2016 should provide a much needed propagation and training facility enabling the gardens to raise a substantial amount of bedding stock for use on site, together with plants for retail sale in the plant section of the shop. An increase in horticultural students will provide extra resource within the gardens whilst the restored buildings will provide excellent facilities for gardening courses which will generate income.

The increasing interest in Aberglasney as a wedding venue is encouraging and investment in a new website due for completion April / May 2016 will feature amongst other things a wedding section and also an enhanced booking section for the two holiday cottages.

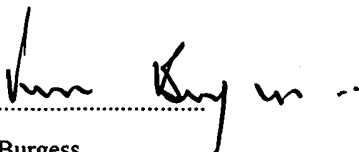
Together with planned changes in the operating model to reduce overheads Aberglasney should be well placed to meet the principal objectives of the Trust.

Aberglasney Restoration Trust
Trustees' Report

Small company provisions

This report has been prepared in accordance with the small companies regime under the Companies Act 2006.

Approved by the Board on 28 July 2016 and signed on its behalf by:


.....

Mr P Burgess
Trustee

Aberglasney Restoration Trust

Trustees' Responsibilities in relation to the Financial Statements

The trustees (who are also directors of Aberglasney Restoration Trust for the purposes of company law) are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law 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 charitable company and of the incoming resources and application of resources, including income and expenditure, of the charitable company for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and 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; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditor is unaware; and
- the trustees have taken all steps they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

Independent Auditors' Report to the Trustees of

Aberglasney Restoration Trust

We have audited the financial statements of Aberglasney Restoration Trust for the year ended 31 March 2016, set out on pages 10 to 30. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (Effective January 2015) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

This report is made solely to the charitable company's members, as a body, in accordance with section 151 of the Charities Act 2011 and the regulations made under section 154 of that Act. Our work has been undertaken so that we might state to the charitable 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 charitable company and its members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditors

As explained more fully in the Trustees' Responsibilities Statement set out on page 7, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

The trustees have elected for the financial statements to be audited in accordance with the Charities Act 2011 rather than the Companies Act 2006. Accordingly we have been appointed as auditors under section 151 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the charitable company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the trustees; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Trustees' Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the charitable group's affairs and the parent charity's affairs as at 31 March 2016 and of the group's incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to smaller entities; and
- have been prepared in accordance with the requirements of the Companies Act 2006 & the Charities Act 2011.

**Independent Auditors' Report to the Trustees of
Aberglasney Restoration Trust**

..... *continued*

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the Trustees' Annual Report is inconsistent in any material respect with the charitable group financial statements; or
- the charitable parent company has not kept adequate accounting records; or
- the parent charity's 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.

.....
Matthew Williams
Senior Statutory Auditors

For & on behalf of
LHP
Statutory Auditors
Gwynne House
6 Quay Street
Carmarthen
SA31 3JX

28 July 2016

LHP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

Aberglasney Restoration Trust

Consolidated Statement of Financial Activities (including Income and Expenditure Account and Statement of Total Recognised Gains and Losses) for the Year Ended 31 March 2016

| | | Unrestricted Funds | Restricted Funds | Endowment Funds | Total Funds 2016 | Total Funds 2015 |
|--|------|--------------------|------------------|-----------------|------------------|------------------|
| | Note | £ | £ | £ | £ | £ |
| Incoming resources | | | | | | |
| Incoming resources from generated funds | | | | | | |
| Voluntary income | 2 | 40,276 | 238,590 | - | 278,866 | 1,444,308 |
| Activities for generating funds | 4 | 116,039 | - | - | 116,039 | 127,911 |
| Investment income | 5 | 417 | - | 44,549 | 44,966 | 23,193 |
| Incoming resources from charitable activities | 6 | 198,471 | - | - | 198,471 | 200,372 |
| Other incoming resources | 7 | 57,974 | - | - | 57,974 | 42,861 |
| Total incoming resources | | 413,177 | 238,590 | 44,549 | 696,316 | 1,838,645 |
| Resources expended | | | | | | |
| Costs of generating funds | | | | | | |
| Fundraising trading: cost of goods sold and other costs | 8 | 152,377 | 11,819 | - | 164,196 | 127,849 |
| Charitable activities | 8 | 301,384 | 9,307 | 10 | 310,701 | 329,173 |
| Governance costs | 8 | 4,500 | - | - | 4,500 | 4,500 |
| Total resources expended | | 458,261 | 21,126 | 10 | 479,397 | 461,522 |
| Net income before transfers | | (45,084) | 217,464 | 44,539 | 216,919 | 1,377,123 |
| Transfers | | | | | | |
| Gross transfers between funds | | 31,130 | 28,871 | (60,001) | - | - |
| Net income before other recognised gains and losses | | (13,954) | 246,335 | (15,462) | 216,919 | 1,377,123 |
| Other recognised gains/losses | | | | | | |
| (Losses)/gains on investment assets | | - | - | (69,561) | (69,561) | 71,902 |
| Net movements in funds | | (13,954) | 246,335 | (85,023) | 147,358 | 1,449,025 |

The notes on pages 16 to 30 form an integral part of these financial statements.

Aberglasney Restoration Trust

Consolidated Statement of Financial Activities (including Income and Expenditure Account and Statement of Total Recognised Gains and Losses) for the Year Ended 31 March 2016

..... continued

Reconciliation of funds

| | | | | | |
|-----------------------------|------------------|------------------|------------------|------------------|------------------|
| Total funds brought forward | <u>1,441,856</u> | <u>845,447</u> | <u>1,343,742</u> | <u>3,631,045</u> | <u>2,182,020</u> |
| Total funds carried forward | <u>1,427,902</u> | <u>1,091,782</u> | <u>1,258,719</u> | <u>3,778,403</u> | <u>3,631,045</u> |

All incoming resources and resources expended derive from continuing activities.

The charity has no recognised gains or losses for the year other than the results above.

The notes on pages 16 to 30 form an integral part of these financial statements.

Aberglasney Restoration Trust

Parent Company Statement of Financial Activities (including Income and Expenditure Account) for the Year Ended 31 March 2016

| | | Unrestricted Funds | Restricted Funds | Total Funds 2016 | Total Funds 2015 |
|---|------|-----------------------|---------------------|---------------------|---------------------|
| | Note | £ | £ | £ | £ |
| Incoming resources | | | | | |
| Incoming resources from generated funds | | | | | |
| Voluntary income | 2 | 70,139 | 268,661 | 338,800 | 204,221 |
| Activities for generating funds | 4 | 48,338 | - | 48,338 | 60,738 |
| Investment income | 5 | 417 | - | 417 | 1,352 |
| Incoming resources from charitable activities | | | | | |
| | 6 | 198,471 | - | 198,471 | 200,752 |
| Other incoming resources | 7 | 28,829 | - | 28,829 | 19,044 |
| Total incoming resources | | <u>346,194</u> | <u>268,661</u> | <u>614,855</u> | <u>486,107</u> |
| Resources expended | | | | | |
| Costs of generating funds | | | | | |
| Fundraising trading: cost of goods sold and other costs | 8 | 39,650 | 11,819 | 51,469 | 36,777 |
| Charitable activities | 8 | 301,515 | 9,307 | 310,822 | 338,098 |
| Governance costs | 8 | 4,500 | - | 4,500 | 4,500 |
| Total resources expended | | <u>345,665</u> | <u>21,126</u> | <u>366,791</u> | <u>379,375</u> |
| Net income before transfers | | 529 | 247,535 | 248,064 | 106,732 |
| Transfers | | | | | |
| Gross transfers between funds | | <u>1,200</u> | <u>(1,200)</u> | <u>-</u> | <u>-</u> |
| Net movements in funds | | 1,729 | 246,335 | 248,064 | 106,732 |
| Reconciliation of funds | | | | | |
| Total funds brought forward | | <u>1,386,265</u> | <u>845,447</u> | <u>2,231,712</u> | <u>2,124,980</u> |
| Total funds carried forward | | <u>1,387,994</u> | <u>1,091,782</u> | <u>2,479,776</u> | <u>2,231,712</u> |

The notes on pages 16 to 30 form an integral part of these financial statements.

Aberglasney Restoration Trust (Registration number: 2928618)

Consolidated Balance Sheet as at 31 March 2016

| | | 2016 | | 2015 | |
|---|------|------------------|-------------------------|------------------|-------------------------|
| | Note | £ | £ | £ | £ |
| Fixed assets | | | | | |
| Tangible assets | 13 | | 2,347,520 | | 2,110,897 |
| Current assets | | | | | |
| Stocks and work in progress | | 30,587 | | 41,678 | |
| Debtors | 14 | 102,447 | | 32,733 | |
| Investments | 15 | 1,258,719 | | 1,343,742 | |
| Cash at bank and in hand | | 211,475 | | 199,404 | |
| | | <u>1,603,228</u> | | <u>1,617,557</u> | |
| Creditors: Amounts falling due within one year | 16 | <u>(172,345)</u> | | <u>(97,409)</u> | |
| Net current assets | | | <u>1,430,883</u> | | <u>1,520,148</u> |
| Net assets | | | <u><u>3,778,403</u></u> | | <u><u>3,631,045</u></u> |
| The funds of the charity: | | | | | |
| Endowment funds | | | 1,258,719 | | 1,343,742 |
| Restricted funds | | | 1,091,782 | | 845,447 |
| Unrestricted funds | | | | | |
| Unrestricted income funds | | | <u>1,427,902</u> | | <u>1,441,856</u> |
| Total charity funds | | | <u><u>3,778,403</u></u> | | <u><u>3,631,045</u></u> |

The notes on pages 16 to 30 form an integral part of these financial statements.

Aberglasney Restoration Trust (Registration number: 2928618)

Consolidated Balance Sheet as at 31 March 2016

..... *continued*

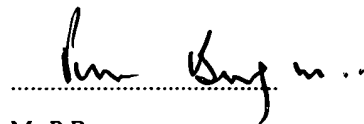
For the financial year ended 31 March 2016, the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the charity 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 and with the Financial Reporting Standard for Smaller Entities (effective April 2008 January 2015).

Approved by the Board on 28 July 2016 and signed on its behalf by:



Mr P Burgess
Trustee



Mr D R Evans OBE
Trustee

The notes on pages 16 to 30 form an integral part of these financial statements.

Aberglasney Restoration Trust (Registration number: 2928618)

Parent Company Balance Sheet as at 31 March 2016

| | | 2016 | 2015 |
|---|------|------------------|------------------|
| | Note | £ | £ |
| Fixed assets | | | |
| Tangible assets | 13 | 2,345,046 | 2,107,598 |
| Current assets | | | |
| Stocks and work in progress | | 266 | 972 |
| Debtors | 14 | 100,844 | 38,922 |
| Investments | 15 | 4 | 4 |
| Cash at bank and in hand | | 190,494 | 172,403 |
| | | <u>291,608</u> | <u>212,301</u> |
| Creditors: Amounts falling due within one year | 16 | <u>(156,878)</u> | <u>(88,187)</u> |
| Net current assets | | <u>134,730</u> | <u>124,114</u> |
| Net assets | | <u>2,479,776</u> | <u>2,231,712</u> |
| The funds of the charity: | | | |
| Restricted funds | | 1,091,782 | 845,447 |
| Unrestricted funds | | | |
| Unrestricted income funds | | <u>1,387,994</u> | <u>1,386,265</u> |
| Total charity funds | | <u>2,479,776</u> | <u>2,231,712</u> |

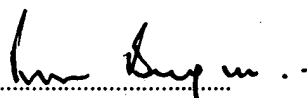
For the financial year ended 31 March 2016, the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

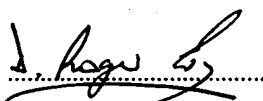
The members have not required the charity to obtain an audit of its accounts for the year in question in accordance with section 476.

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 and with the Financial Reporting Standard for Smaller Entities (effective April 2008 January 2015).

Approved by the Board on 28 July 2016 and signed on its behalf by:


.....
Mr P Burgess
Trustee


.....
Mr D R Evans OBE
Trustee

The notes on pages 16 to 30 form an integral part of these financial statements.

Aberglasney Restoration Trust

Notes to the Financial Statements for the Year Ended 31 March 2016

1 Accounting policies

Basis of preparation

The financial statements have been prepared under the historical cost convention and in accordance with the Statement of Recommended Practice 'Accounting and Reporting by Charities (SORP 2005)', issued in March 2005, the Financial Reporting Standard for Smaller Entities (effective January 2015) and the Companies Act 2006.

Fund accounting policy

Unrestricted income funds are general funds that are available for use at the trustees' discretion in furtherance of the objectives of the charity.

Restricted funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

Income generated from the endowment fund is treated as restricted income.

Further details of each fund are disclosed in note 22.

Incoming resources

Voluntary income including donations and grants that provide core funding or are of a general nature is recognised where there is entitlement, certainty of receipt and the amount can be measured with sufficient reliability.

Deferred income represents amounts received for future periods and is released to incoming resources in the period for which, it has been received. Such income is only deferred when:

- The donor specifies that the grant or donation must only be used in future accounting periods; or
- The donor has imposed conditions which must be met before the charity has unconditional entitlement.

Incoming resources from tax reclaims are included in the statement of financial activities at the same time as the gift to which they relate.

Shop income and income derived from events is recognised as earned (that is, as the related goods or services are provided).

Investment income is recognised on a receivable basis.

Income from charitable activities includes income recognised as earned (as the related goods or services are provided) under contract.

Resources expended

Liabilities are recognised as soon as there is a legal or constructive obligation committing the charity to the expenditure. All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

Costs of generating funds are the costs of trading for fundraising purposes.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Aberglasney Restoration Trust

Notes to the Financial Statements for the Year Ended 31 March 2016

..... continued

Governance costs

Governance costs include costs of the preparation and examination of the statutory accounts, the costs of trustee meetings and the cost of any legal advice to trustees on governance or constitutional matters.

Irrecoverable VAT

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

Fixed assets

Individual fixed assets costing £500 or more are initially recorded at cost.

The Mansion House at Aberglasney Gardens is considered to be a heritage-like asset, the cost of which is unknown. The Trustees regularly maintain the property and under go significant improvements when cashflow allows. Based on this, the Trustees do not feel that the property should be depreciated.

Depreciation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

| | |
|--|---|
| Freehold land and buildings | No depreciation charged |
| Plant and machinery including motor vehicles | 20% Reducing Balance |
| Fixtures, fittings and equipment | 25% Reducing Balance & 33.33% Straight Line |

Investments

Investments are stated at market value on the balance sheet date. The Statement of Financial Activities (SoFA) includes the net gains and losses arising on revaluations and disposals throughout the year. The funds are largely invested to generate an above inflationary return.

Stock

Stock is valued at the lower of cost and net realisable value, after due regard for obsolete and slow moving stocks. Net realisable value is based on selling price less anticipated costs to completion and selling costs. Items donated for resale or distribution are not included in the financial statements until they are sold or distributed.

Operating leases

Rentals payable under operating leases are charged in the statement of financial activities on a straight line basis over the lease term.

Pensions

The charity operates a defined contribution pension scheme. Contributions are charged in the statement of financial activities as they become payable in accordance with the rules of the scheme.

Aberglasney Restoration Trust

Notes to the Financial Statements for the Year Ended 31 March 2016

..... continued

Government Grants

Revenue government grants are recognised in the statement of financial activities so as to match them with the expenditure to which they are intended to contribute.

Capital government grants are recognised in the statement of financial activities over the expected useful economic life of the fixed asset to which they relate.

Basis of Consolidation

The consolidated financial statements include the financial statements of the charity and its 100% wholly owned trading subsidiary undertakings made up to 31st March 2016. It also includes the Cabot Endowment Fund, a separate unincorporated charity of which Aberglasney Restoration Trust is the sole trustee.

2 Voluntary income

| | Unrestricted Funds £ | Restricted Funds £ | Endowment Funds £ | Total Funds 2016 £ | Total Funds 2015 £ |
|-------------------------------|----------------------------|--------------------------|-------------------------|--------------------------|--------------------------|
| Donations and legacies | | | | | |
| Appeals and donations | 8,144 | 13,680 | - | 21,824 | 1,316,931 |
| Gift Aid tax reclaimed | 32,066 | - | - | 32,066 | 31,875 |
| | <u>40,210</u> | <u>13,680</u> | <u>-</u> | <u>53,890</u> | <u>1,348,806</u> |
| Grants | | | | | |
| UK Government grants | - | 224,910 | - | 224,910 | 95,415 |
| Grants receivable | 66 | - | - | 66 | 87 |
| | <u>66</u> | <u>224,910</u> | <u>-</u> | <u>224,976</u> | <u>95,502</u> |
| | <u>40,276</u> | <u>238,590</u> | <u>-</u> | <u>278,866</u> | <u>1,444,308</u> |

3 Grants receivable

| | Unrestricted Funds £ | Restricted Funds £ | Endowment Funds £ | Total Funds 2016 £ | Total Funds 2015 £ |
|----------------------|----------------------------|--------------------------|-------------------------|--------------------------|--------------------------|
| UK Government grants | - | 224,910 | - | 224,910 | 95,415 |

Aberglasney Restoration Trust
Notes to the Financial Statements for the Year Ended 31 March 2016

..... continued

4 Activities for generating funds

| | Unrestricted Funds £ | Restricted Funds £ | Endowment Funds £ | Total Funds 2016 £ | Total Funds 2015 £ |
|---|----------------------------|--------------------------|-------------------------|--------------------------|--------------------------|
| Fundraising - Functions & Events | | | | | |
| Functions & events | 35,338 | - | - | 35,338 | 39,476 |
| Aberglasney Enterprise Ltd | | | | | |
| Sales Aberglasney Enterprises Ltd | 80,701 | - | - | 80,701 | 79,173 |
| Educational Services | | | | | |
| Training assessments | - | - | - | - | 9,262 |
| | <u>116,039</u> | <u>-</u> | <u>-</u> | <u>116,039</u> | <u>127,911</u> |

5 Investment income

| | Unrestricted Funds £ | Restricted Funds £ | Endowment Funds £ | Total Funds 2016 £ | Total Funds 2015 £ |
|-----------------------------------|----------------------------|--------------------------|-------------------------|--------------------------|--------------------------|
| Income from listed investments | - | - | 44,397 | 44,397 | 21,687 |
| Interest on cash deposits | 417 | - | 152 | 569 | 1,506 |
| | <u>417</u> | <u>-</u> | <u>44,549</u> | <u>44,966</u> | <u>23,193</u> |

6 Incoming resources from charitable activities

| | Unrestricted Funds £ | Restricted Funds £ | Endowment Funds £ | Total Funds 2016 £ | Total Funds 2015 £ |
|---------------------------------------|----------------------------|--------------------------|-------------------------|--------------------------|--------------------------|
| Garden & Mansion House | | | | | |
| Visitor Income | <u>198,471</u> | <u>-</u> | <u>-</u> | <u>198,471</u> | <u>200,372</u> |

Aberglasney Restoration Trust

Notes to the Financial Statements for the Year Ended 31 March 2016

..... continued

7 Other incoming resources

| | Unrestricted Funds £ | Restricted Funds £ | Endowment Funds £ | Total Funds 2016 £ | Total Funds 2015 £ |
|--|----------------------------|--------------------------|-------------------------|--------------------------|--------------------------|
| Other income | | | | | |
| Rental income | 45,180 | - | - | 45,180 | 42,481 |
| Other | 12,794 | - | - | 12,794 | - |
| (Profit)/loss on sale of tangible fixed assets held for charity's own use | - | - | - | - | 380 |
| | <u>57,974</u> | <u>-</u> | <u>-</u> | <u>57,974</u> | <u>42,861</u> |

Aberglasney Restoration Trust
Notes to the Financial Statements for the Year Ended 31 March 2016

8 Total resources expended

| | Fundraising - Functions & Events | Aberglasney Enterprise Ltd | HLF Training Facility | Garden & Mansion House | Governance | Total |
|---------------------------------------|---|---|--------------------------------------|---|-------------------|----------------|
| | £ | £ | £ | £ | £ | £ |
| Direct costs | | | | | | |
| Publicity costs | 26,271 | - | - | - | - | 26,271 |
| Cost of goods sold | - | 63,400 | - | - | - | 63,400 |
| Establishment costs | - | 414 | - | 48,635 | - | 49,049 |
| Repairs and maintenance | - | - | 11,819 | 6,004 | - | 17,823 |
| Employment costs | - | 42,955 | - | 165,808 | - | 208,763 |
| Establishment costs | - | - | - | 14,819 | - | 14,819 |
| Repairs and maintenance | - | 1,599 | - | 21,172 | - | 22,771 |
| Office expenses | - | 224 | - | 5,803 | - | 6,027 |
| Printing, posting and stationery | - | - | - | 6,323 | - | 6,323 |
| Subscriptions and donations | - | - | - | 649 | - | 649 |
| Sundry and other costs | - | 340 | - | 1,949 | - | 2,289 |
| Advertising and promotion | 13,380 | - | - | 14,782 | - | 28,162 |
| Accountancy fees | - | 1,200 | - | 1,518 | - | 2,718 |
| Auditors' remuneration | - | - | - | - | 4,500 | 4,500 |
| Legal and professional costs | - | 358 | - | 2,004 | - | 2,362 |
| Bank charges | - | 1,411 | - | 3,384 | - | 4,795 |
| Depreciation of tangible fixed assets | - | 825 | - | 17,851 | - | 18,676 |
| | <u>39,651</u> | <u>112,726</u> | <u>11,819</u> | <u>310,701</u> | <u>4,500</u> | <u>479,397</u> |

Aberglasney Restoration Trust

Notes to the Financial Statements for the Year Ended 31 March 2016

9 Trustees' remuneration and expenses

No trustees received any remuneration during the year.

10 Net income

Net income is stated after charging/(crediting):

| | 2016 | | 2015 |
|---|---------------|---|---------------|
| | £ | £ | £ |
| Auditors' remuneration - audit services | 4,500 | | 4,500 |
| Profit on disposal of tangible fixed assets | - | | (380) |
| Depreciation of tangible fixed assets | <u>18,676</u> | | <u>17,365</u> |

11 Employees' remuneration

The average number of persons employed by the charity (including trustees) during the year, analysed by category, was as follows:

| | 2016 No. | 2015 No. |
|----------------------------|-------------|-------------|
| Charitable activities | 13 | 13 |
| Support and administration | <u>5</u> | <u>5</u> |
| | <u>18</u> | <u>18</u> |

The aggregate payroll costs of these persons were as follows:

| | 2016 £ | 2015 £ |
|---------------------|----------------|----------------|
| Wages and salaries | 180,036 | 185,511 |
| Social security | 10,362 | 10,726 |
| Other pension costs | <u>1,100</u> | <u>1,100</u> |
| | <u>191,498</u> | <u>197,337</u> |

Senior employees

During the year, defined contribution pension contributions on behalf of these staff amounted to £nil (2015 - £nil).

12 Taxation

The company is a registered charity and is, therefore, exempt from taxation.

Aberglasney Restoration Trust

Notes to the Financial Statements for the Year Ended 31 March 2016

..... continued

13 Tangible fixed assets

| | Freehold interest in land and buildings (including heritage assets) £ | Plant and machinery including motor vehicles £ | Fixtures, fittings and equipment £ | Total £ |
|-----------------------|--|--|---|------------------|
| Cost | | | | |
| As at 1 April 2015 | 2,062,575 | 227,641 | 35,132 | 2,325,348 |
| Additions | 232,988 | 18,034 | 4,277 | 255,299 |
| As at 31 March 2016 | <u>2,295,563</u> | <u>245,675</u> | <u>39,409</u> | <u>2,580,647</u> |
| Depreciation | | | | |
| As at 1 April 2015 | - | 195,369 | 19,082 | 214,451 |
| Charge for the year | - | 10,061 | 8,615 | 18,676 |
| As at 31 March 2016 | <u>-</u> | <u>205,430</u> | <u>27,697</u> | <u>233,127</u> |
| Net book value | | | | |
| As at 31 March 2016 | <u>2,295,563</u> | <u>40,245</u> | <u>11,712</u> | <u>2,347,520</u> |
| As at 31 March 2015 | <u>2,062,575</u> | <u>32,272</u> | <u>16,050</u> | <u>2,110,897</u> |

14 Debtors

| | 2016 £ | 2015 £ |
|--------------------------------|----------------|---------------|
| Trade debtors | 4,200 | 4,771 |
| Other debtors | 95,393 | 20,086 |
| Prepayments and accrued income | 2,854 | 7,876 |
| | <u>102,447</u> | <u>32,733</u> |

Aberglasney Restoration Trust

Notes to the Financial Statements for the Year Ended 31 March 2016

..... continued

15 Current asset investments

| | 2016 £ | 2015 £ |
|--------------------|------------------|------------------|
| Listed investments | 1,252,341 | 1,321,902 |
| Cash deposits | 6,378 | 21,840 |
| | <u>1,258,719</u> | <u>1,343,742</u> |

All current asset investments were held in the UK.

Listed investments

Investments having a net book value of £1,252,341 (2015 - £1,321,902) are listed on a recognised stock exchange and had a market value of £1,252,341 at the end of the year (2015 - £1,321,902).

16 Creditors: Amounts falling due within one year

| | 2016 £ | 2015 £ |
|------------------------------|----------------|---------------|
| Trade creditors | 15,177 | 62,125 |
| Taxation and social security | 3,056 | 441 |
| Other creditors | 139,374 | 17,458 |
| Accruals and deferred income | 14,738 | 17,385 |
| | <u>172,345</u> | <u>97,409</u> |

Creditors amounts falling due within one year includes deferred income:

| | 2016 £ | 2015 £ |
|---------------------------------------|------------|------------|
| As at 1 April 2015 | 261 | 348 |
| Amount released to incoming resources | (66) | (87) |
| As at 31 March 2016 | <u>195</u> | <u>261</u> |

17 Members' liability

The charity is a private company limited by guarantee and consequently does not have share capital. Each of the members is liable to contribute an amount not exceeding £1 towards the assets of the charity in the event of liquidation.

Aberglasney Restoration Trust
Notes to the Financial Statements for the Year Ended 31 March 2016

..... continued

18 Operating lease commitments

As at 31 March 2016 the charity had annual commitments under non-cancellable operating leases as follows:

Operating leases which expire:

| | Land and Buildings | |
|---------------------------|---------------------------|---------------|
| | 2016 | 2015 |
| | £ | £ |
| Within one year | 10,500 | - |
| Within two and five years | - | 10,500 |
| | <u>10,500</u> | <u>10,500</u> |

19 Other financial commitments

During the year, Aberglasney Restoration Trust entered into a contractual agreement with David A Siggery Ltd for the completion of the restoration works for the Piggeries Project Phase 2. At the 31st March 2016, the project was still on going and the Charity was committed to paying the remaining contract expenses.

In addition to the Piggeries Project, Aberglasney Restoration Trust also entered into a contractual agreement with David A Siggery Ltd for the installation of a new boiler system. At the 31st March 2016, the project was still on going and the Charity was committed to paying the remaining contract expenses.

During the year, Aberglasney Restoration Trust entered into a loan agreement with the Carbon Trust. The purpose of the loan is to aid the purchase and installation of energy saving equipment namely the new boiler system. At the balance sheet date, no transfer of monies had been received by the Charity as the installation had not been completed in full.

There is a registered charge, dated 18th March 2016, held by the Trustees of the National Heritage Memorial Fund over some of the property & land belonging to Aberglasney Restoration Trust. The charge was necessary to meet the grant funding conditions in respect of the monies received by the Charity for the Piggeries Project- Phase 2.

20 Pension scheme

Defined contribution pension scheme

The charity operates a defined contribution pension scheme. The pension cost charge for the period represents contributions payable by the charity to the scheme and amounted to £1,100 (2015 - £1,100).

There were no outstanding or prepaid contributions at either the beginning or end of the financial year.

Aberglasney Restoration Trust
Notes to the Financial Statements for the Year Ended 31 March 2016

..... *continued*

21 Related parties

Controlling entity

The charity is controlled by the trustees who are all directors of the company.

Related party transactions

During the year, Aberglasney Enterprise Limited made a Gift Aid donation of £nil (2015:10,000) to Aberglasney Restoration Trust. At the year end, an amount of £nil (2015:£8,478) was due to the parent, Aberglasney Restoration Trust.

During the year, the Cabot Endowment fund made a cash transfer of £60,000 to Aberglasney Restoration Trust. This transfer was made within the terms & conditions noted within the Trust Deed.

Aberglasney Restoration Trust

Notes to the Financial Statements for the Year Ended 31 March 2016

..... continued

22 Analysis of funds

| | At 1 April 2015 | Incoming resources | Resources expended | Transfers | Other recognised gains/losses | At 31 March 2016 |
|---|--------------------|-----------------------|-----------------------|---------------|-------------------------------------|---------------------|
| | £ | £ | £ | £ | £ | £ |
| General Funds | | | | | | |
| Unrestricted income fund | 1,441,856 | 413,177 | (458,261) | 31,130 | - | 1,427,902 |
| Restricted Funds | | | | | | |
| Mansion Phase V Restoration Piggeries | 692,990 | - | - | - | - | 692,990 |
| Project - Phase 1 | 129,706 | (15,011) | - | - | - | 114,695 |
| Piggeries Project - Phase 2 (Capital) Piggeries | - | 195,764 | (2,941) | 24,817 | - | 217,640 |
| Project - Phase 2 (Activity) Cultural | - | 44,157 | (11,819) | 5,254 | - | 37,592 |
| Heritage Grant Strengthening Tourism Appeal in Rural | 10,156 | - | (5,071) | - | - | 5,085 |
| Carmarthenshire Bridge Project | 2,595 | - | (1,295) | - | - | 1,300 |
| Wisteria Arch Fund | 10,000 | 8,580 | - | - | - | 18,580 |
| | - | 5,100 | - | (1,200) | - | 3,900 |
| | <u>845,447</u> | <u>238,590</u> | <u>(21,126)</u> | <u>28,871</u> | <u>-</u> | <u>1,091,782</u> |
| Endowment Funds | | | | | | |
| Cabot Endowment Fund | 1,343,742 | 44,549 | (10) | (60,001) | (69,561) | 1,258,719 |
| | <u>3,631,045</u> | <u>696,316</u> | <u>(479,397)</u> | <u>-</u> | <u>(69,561)</u> | <u>3,778,403</u> |

Aberglasney Restoration Trust

Notes to the Financial Statements for the Year Ended 31 March 2016

..... *continued*

Mansion Phase V Restoration Works

This restricted fund represents capital grants receivable from CADW and the Welsh Assembly Government towards the Mansion Phase V Restoration works. It also includes a transfer from the unrestricted fund for the costs incurred by Aberglasney Restoration Trust.

The Piggeries Project - Phase 1

This restricted fund represents capital grants receivable from the Heritage Lottery Fund towards the development of the Piggeries area of the gardens.

The Piggeries Project - Phase 2 (Capital & Activity)

This restricted fund represents capital & revenue grants receivable from the Heritage Lottery Fund towards the delivery phase of the Piggeries area of the gardens.

The Bridge Project

The funding for this project has been received by way of kind donation in order to construct a new bridge in the Aberglasney Gardens.

Cultural Heritage Grant

This restricted fund represents grants received from Carmarthenshire County Council for three heritage interpretation projects.

Strengthening Tourism Appeal in Rural Carmarthenshire

This restricted fund represents capital grants receivable from Carmarthenshire County Council for the purchase of assets.

Wisteria Arch Fund

The funding for this project has been received by way of kind donation for the planting & production of a Wisteria Arch in the Aberglasney Gardens.

The Cabot Endowment Fund

The Cabot Endowment Fund was established under the terms of the trust deed between the Quatre Vents Foundation and Aberglasney Restoration Trust. The fund has been made available to further the work of Aberglasney Restoration Trust, which is to restore, preserve and maintain for public benefit the land, buildings and gardens at Aberglasney.

Aberglasney Restoration Trust

Notes to the Financial Statements for the Year Ended 31 March 2016

..... *continued*

23 Transfers

Transfers from the Cabot Endowment Fund of £60,000 equates to a cash transfer from the endowment fund to the Trust. This transfer has been made within the terms of the Trust Deed of the Endowment Fund. The transfers from General Funds into the Piggeries Project- Phase 2 (Capital & Activity) represents Aberglasney Restoration Trusts cash contribution to the HLF project.

The remaining transfers into the General Funds from the Cabot Endowment Fund are to help with the general cashflow of the Trust during the project works.

Transfers from the Wisteria Arch Project to the General Funds represents under spend on the capital project.

Aberglasney Restoration Trust
Notes to the Financial Statements for the Year Ended 31 March 2016

24 Net assets by fund

| | Unrestricted Funds | Restricted Funds | Endowment Funds | Total Funds 2016 | Total Funds 2015 |
|--|-----------------------|---------------------|--------------------|---------------------|---------------------|
| | £ | £ | £ | £ | £ |
| Tangible assets | 1,305,693 | 1,041,827 | - | 2,347,520 | 2,110,897 |
| Current assets | 232,449 | 177,917 | 1,258,719 | 1,603,228 | 1,617,557 |
| Creditors: Amounts falling due within one year | (110,240) | (127,962) | - | (172,345) | (97,409) |
| Net assets | <u>1,427,902</u> | <u>1,091,782</u> | <u>1,258,719</u> | <u>3,778,403</u> | <u>3,631,045</u> |