

Company registration number: 05133939

Charity registration number: 1105114

Moretonhampstead Development Trust

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 31 December 2018

Wortham Jaques Limited
Chartered Accountants & Charity Advisers
130a High Street
Crediton
Devon
EX17 3LQ

Moretonhampstead Development Trust

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Moretonhampstead Development Trust

Reference and Administrative Details

Trustees	Mr John Willis Mrs Jenny Bates Mr Cameron Caverhill Ms Emily Dooley (appointed 2 August 2018) Mrs Andrea Foxwell Mr Richard Foxwell Ms Alison Hastie Mr Frank Loft Ms Liz Prince Mr Henry Reddaway Mr Bob Small Mr Alastair Wimberley
Secretary	Ms Liz Prince
Principal Office	Green Hill Fore Street Moretonhampstead Devon TQ13 8LL
Registered Office	Green Hill Fore Street Moretonhampstead Devon TQ13 8LL
Company Registration Number	05133939
Charity Registration Number	1105114
Bankers	Lloyds TSB Okehampton Fore Street Okehampton Devon
Independent Examiner	Wortham Jaques Limited Chartered Accountants & Charity Advisers 130a High Street Crediton Devon EX17 3LQ

Moretonhampstead Development Trust

Trustees' Report

The trustees, who are directors for the purposes of company law, present the annual report together with the financial statements of the charitable company for the year ended 31 December 2018.

This report has been compiled with regard to the Charity Commission's public benefit guidance, to show how activities are in line with our objectives and benefit our community.

Objects of the Trust

These are the promotion, for the benefit of the public, of rural regeneration in areas of social or economic deprivation (in particular Moretonhampstead Parish) by all or any of the following means:

1. the advancement of education and training, including to unemployed people
2. the provision of workspace, buildings and land
3. the maintenance, improvement or provision of public amenities
4. the preservation of buildings or sites of historic or architectural importance
5. the provision of recreational facilities for the public at large, or those who by any reason of their youth, age, infirmity or disablement, financial hardship or social and economic circumstances, have need of such facilities
6. the support and promotion of local small businesses, including the provision for sale of arts and crafts
7. the provision of facilities for public health and social care
8. the provision of facilities for generating renewable energy
9. the provision of affordable housing
10. any other means subject to approval by the Charities Commission

Activities and Achievements

In this our 24th year, we have consolidated the sustainable development of the Green Hill Centre for Arts, Heritage and Youth. We have expanded our community arts work under the Dartmoor Vision project, continued to support our new Care Agency as it grows, reluctantly closed down the Two Valleys Community Energy project, and taken on a lease of the community hospital building. Once again we have worked with the Parish Council and with local businesses on community events such as Christmas activities.

1. Green Hill (Objects 2,4,5)

This provides

- A high-quality base for young people in the town
- A centre for local heritage and artist exhibitions
- Studios for artists and craftspeople, offices and workshops for businesses
- Services such as the Parish Council and our own office all under one roof.

For Green Hill Arts, year has been another successful one, with high visitor numbers, successful varied exhibitions, and a fully occupied building. **In Extremis Images of Landscape:** Deborah Westmancoat and Dick Brownridge showed work concerned with understanding our landscape and our place within it. Robert Lenkiewicz **Selected Works.** provided insight into the controversial Plymouth artist's ideas and inspiration. **Four Views on Dartmoor:** contemporary photographers, Cecil Hunt, John Curno and Cedar Shaw showed black and white images alongside early 20th century photographs from the archive of the artist Cecil Hunt, and **Dartmoor 365 Square Miles:** Anita Reynolds showed prints and paintings from her ambitious project exploring Dartmoor National Park.

Moretonhampstead Development Trust

Trustees' Report

The new Dartmoor Vision project had an impressive impact and lots of community engagement with the school, Health Centre (ArtRaft), Coppelia House, History Society, Youth Club and many more. We worked with artists to commission new art works with a particular focus on pollinators, growing food, healthy connections to the environment, and marked the centenary of the 1918 Armistice.

These successes are in large part to commitment to the project by all involved, and a snowball effect, with momentum building from our initial inspired 'dreaming up of a project' to successful translation of these ideas into a winning bid document; followed by the 'magic key' - Georgiana Lingard's infectious motivating energy. As our Project Manager and Arts Officer Georgie has developed invaluable trust in between different strands of the community. It would be fair to say that Green Hill Arts and Dartmoor Vision have become major catalysts for change, providing a platform for the fledgling cooking and educative skills of Liz Gavrilenko's Knead to Connect, and the Wellmoor initiatives exemplified by the work of Art Raft. None of this would be possible without the Green Hill Arts Programming Group; Bill and Judy Hardiman and the Moretonhampstead History Society; and our strong team of volunteers who have kept the gallery programmed, open and running, whilst joining in many of the extra activities.

Moretonhampstead Association for Youth continues to provide a very popular Youth Club three nights a week in the Centre. They are now trialling a Saturday morning session as well. They have impressed the Big Lottery Fund (Reaching Communities) which has granted funding for five years - the first time MAY has been secure since Devon Youth Services had to withdraw.

2. Business Support and Website (Objects 2,3,5,6)

We have re-launched the Business Association as a network, which is working well as a communication hub. Green Hill, which provides premises for artists and small businesses to rent (all let), as well as a gallery that is a tourist attraction and a focus for the creative industries on Dartmoor, continues to be a busy business hub.

We have continued the previous MBA Christmas activities and plan to do so in the coming year as well. The illuminated Christmas trees that go up on the front of buildings make the town look very festive - we co-ordinate a great team of volunteers who put these up and take them down. The evening when the town lights go on, choirs sing carols, the children are given presents in the grotto, and so on, was extremely successful.

Unfortunately, our funding application for a Cycle Hub on the Animal Crackers site adjoining the Wray Valley Trail, fell at the last hurdle. However, we hope that when the Trail opens at the end of 2019 there will be new opportunities.

3. Health and Social Care (Object 7)

North East Dartmoor Care CIC, a wholly owned subsidiary of the Trust, is providing a full service and is growing rapidly in its client numbers while providing a high quality: its first inspection by the Care Quality Commission supported this. It has taken out a loan from the Resonance scheme for social enterprises, on the basis of a business plan with demanding growth targets. provide the full service. This work is led on a daily basis by the Registered Manager (Simon Tickner) and the Executive Director, Julia Darby.

Moretonhampstead Development Trust

Trustees' Report

We are now actively leading Wellmoor, a project to co-ordinate health provision across the NE Dartmoor area. With the help of external funds, we have convened valuable sharing between professionals, and run a successful festival “Wellfest”. The Wellmoor Co-ordinator takes referrals from GPs of people who need some sort of “social prescribing” to improve their health; she is based in the Community Hospital, which we lease from the NHS Property service, and where NED Care are also based - along with a new social enterprise Knead to Connect. We have plans to develop our use of the building further if funds can be found.

4. Renewable Energy (Object 8)

Working with our partners in Two Valleys Community Energy, we ran a feasibility study into a new scheme for hydro-electricity outside the parish, on the Teign at Chudleigh, but unfortunately it proved impracticable and we are not working in this field at present.

5. Housing (Object 9)

We have not participated in any further discussions on plans for new affordable housing, because no landowners have come forward since the previous failure to gain support for a site. We continue to be willing to support North East Dartmoor Community Land Trust in their plans for community-led housing and self-build, should they be successful in finding land on which to build.

Financial Statement and Reserves Policy

This year has been one of continued viability for Green Hill, and stability for the Trust’s finances. We have built up our reserves to £7,000 to pay staff and running costs in the event that the Trust has to close down. These cover the notice period for staff (1 month), and the costs of keeping the building running until the end of our notice period on the lease of Green Hill.

If reserves drop below this level the Finance Officer will inform the Treasurer immediately who will consult the Finance Committee to agree a plan to bring the level back up. If the plan involves major decisions such as staff redundancies, this will be taken to the full Board of Trustees.

We also have a Building Fund of £6,210 for repairs to the fabric that are more than routine maintenance. When we spend any of this, as we have to do at present, our policy is to top it up again from our rental income.

Statement of Trustees' Responsibilities

The trustees (who are also the directors of Moretonhampstead Development Trust for the purposes of company law) are responsible for preparing the trustees' report and the financial statements in accordance with the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;

Moretonhampstead Development Trust

Trustees' Report

Statement of Trustees' Responsibilities

- 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 adequate accounting records that are sufficient to show and explain the charitable company's transactions and 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.

Small companies provision statement

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

The annual report was approved by the trustees of the charity on 19 September 2019 and signed on its behalf by:

.....
Mr John Willis
Trustee

Moretonhampstead Development Trust

Independent Examiner's Report to the trustees of Moretonhampstead Development Trust

I report to the charity trustees on my examination of the accounts of the charity for the year ended 31 December 2018 which are set out on pages 7 to 27.

Respective responsibilities of trustees and examiner

As the charity's trustees of Moretonhampstead Development Trust (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of Moretonhampstead Development Trust are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe:

1. accounting records were not kept in respect of Moretonhampstead Development Trust as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities [applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)].

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

.....
David Wortham BA FCA
Chartered Accountants & Charity Advisers
ICAEW

130a High Street
Crediton
Devon
EX17 3LQ

19 September 2019

Moretonhampstead Development Trust

Statement of Financial Activities for the Year Ended 31 December 2018 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Restricted funds £	Total 2018 £
Income and Endowments from:				
Donations and legacies	3	5,917	41,158	47,075
Charitable activities	4	56,869	2,738	59,607
Other trading activities	5	412	-	412
Investment income	6	17	-	17
Total income		<u>63,215</u>	<u>43,896</u>	<u>107,111</u>
Expenditure on:				
Charitable activities	7	<u>(64,001)</u>	<u>(49,390)</u>	<u>(113,391)</u>
Total expenditure		<u>(64,001)</u>	<u>(49,390)</u>	<u>(113,391)</u>
Net expenditure		(786)	(5,494)	(6,280)
Transfers between funds		<u>(1,267)</u>	<u>1,267</u>	<u>-</u>
Net movement in funds		(2,053)	(4,227)	(6,280)
Reconciliation of funds				
Total funds brought forward		<u>104,897</u>	<u>35,155</u>	<u>140,052</u>
Total funds carried forward	18	<u>102,844</u>	<u>30,928</u>	<u>133,772</u>
	Note	Unrestricted funds £	Restricted funds £	Total 2017 £
Income and Endowments from:				
Donations and legacies	3	7,760	45,157	52,917
Charitable activities	4	48,480	1,999	50,479
Investment income	6	<u>6</u>	<u>-</u>	<u>6</u>
Total income		<u>56,246</u>	<u>47,156</u>	<u>103,402</u>
Expenditure on:				
Charitable activities	7	<u>(66,822)</u>	<u>(14,004)</u>	<u>(80,826)</u>
Total expenditure		<u>(66,822)</u>	<u>(14,004)</u>	<u>(80,826)</u>
Net (expenditure)/income		(10,576)	33,152	22,576
Transfers between funds		<u>484</u>	<u>(484)</u>	<u>-</u>
Net movement in funds		(10,092)	32,668	22,576
Reconciliation of funds				
Total funds brought forward		<u>114,989</u>	<u>2,487</u>	<u>117,476</u>

Moretonhampstead Development Trust

Statement of Financial Activities for the Year Ended 31 December 2018 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Restricted funds £	Total 2017 £
Total funds carried forward	18	<u>104,897</u>	<u>35,155</u>	<u>140,052</u>

All of the charity's activities derive from continuing operations during the above two periods.

Moretonhampstead Development Trust

(Registration number: 05133939)
Balance Sheet as at 31 December 2018

	Note	2018 £	2017 £
Fixed assets			
Tangible assets	13	120,158	127,472
Investments	14	<u>500</u>	<u>500</u>
		<u>120,658</u>	<u>127,972</u>
Current assets			
Debtors	15	4,385	1,575
Cash at bank and in hand		<u>76,503</u>	<u>80,858</u>
		80,888	82,433
Creditors: Amounts falling due within one year	16	<u>(12,230)</u>	<u>(12,045)</u>
Net current assets		<u>68,658</u>	<u>70,388</u>
Total assets less current liabilities		189,316	198,360
Creditors: Amounts falling due after more than one year	17	<u>(55,544)</u>	<u>(58,308)</u>
Net assets		<u><u>133,772</u></u>	<u><u>140,052</u></u>
Funds of the charity:			
Restricted funds		30,927	35,155
Unrestricted income funds			
Unrestricted funds		<u>102,845</u>	<u>104,897</u>
Total funds	18	<u><u>133,772</u></u>	<u><u>140,052</u></u>

For the financial year ending 31 December 2018 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

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

Moretonhampstead Development Trust

(Registration number: 05133939)
Balance Sheet as at 31 December 2018

The financial statements on pages 7 to 27 were approved by the trustees, and authorised for issue on 19 September 2019 and signed on their behalf by:

.....
Mr John Willis
Trustee

.....
Ms Liz Prince
Trustee

Moretonhampstead Development Trust

Notes to the Financial Statements for the Year Ended 31 December 2018

1 Charity status

The charity is limited by guarantee, incorporated in , and consequently does not have share capital. Each of the trustees is liable to contribute an amount not exceeding £10 towards the assets of the charity in the event of liquidation.

The address of its registered office is:

Green Hill
Fore Street
Moretonhampstead
Devon
TQ13 8LL

The principal place of business is:

Green Hill
Fore Street
Moretonhampstead
Devon
TQ13 8LL

These financial statements were authorised for issue by the trustees on 19 September 2019.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102). They also comply with the Companies Act 2006 and Charities Act 2011.

Basis of preparation

Moretonhampstead Development Trust meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

Moretonhampstead Development Trust

Notes to the Financial Statements for the Year Ended 31 December 2018

Exemption from preparing a cash flow statement

The charity opted to early adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cash flow statement in these financial statements.

Exemption from preparing group accounts

The charity has taken advantage of the exemption in section 398 of the Companies Act 2006 from the requirement to prepare consolidated financial statements, on the grounds that it is a small sized group.

Income and endowments

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of the income receivable can be measured reliably.

Donations and legacies

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the charity before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that these conditions will be fulfilled in the reporting period.

Grants receivable

Grants are recognised when the charity has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

Donated services and facilities

Where services or facilities are provided to the charity as a donation that would normally be purchased from our suppliers, this benefit is included in the financial statements at its fair value unless its fair value cannot be reliably measured, then at the cost to the donor or the resale value of goods that are to be sold.

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Charitable activities

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.

Moretonhampstead Development Trust

Notes to the Financial Statements for the Year Ended 31 December 2018

Governance costs

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees's meetings and reimbursed expenses.

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Tangible fixed assets

Individual fixed assets costing £50.00 or more are initially recorded at cost.

Depreciation and amortisation

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:

Asset class	Depreciation method and rate
Improvements to leasehold property	Over the life of the lease
Office furniture and equipment	15% reducing balance basis

Fixed asset investments

Fixed asset investments, other than programme related investments, are included at market value at the balance sheet date. Realised gains and losses on investments are calculated as the difference between sales proceeds and their market value at the start of the year, or their subsequent cost, and are charged or credited to the Statement of Financial Activities in the period of disposal.

Unrealised gains and losses represent the movement in market values during the year and are credited or charged to the Statement of Financial Activities based on the market value at the year end.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the charity will not be able to collect all amounts due according to the original terms of the receivables.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Moretonhampstead Development Trust

Notes to the Financial Statements for the Year Ended 31 December 2018

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the charity does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Foreign exchange

Transactions in foreign currencies are recorded at the rate of exchange at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are reported at the rates of exchange prevailing at that date.

The results of overseas operations are translated at the average rates of exchange during the period and their balance sheets at the rates ruling at the balance sheet date. Exchange differences arising on translation of the opening net assets and results of overseas operations are reported in other comprehensive income and accumulated in equity (attributed to non-controlling interests as appropriate).

Other exchange differences are recognised in the Statement of Financial Activities in the period in which they arise except for:

- 1) exchange differences on transactions entered into to hedge certain foreign currency risks (see above);
- 2) exchange differences arising on gains or losses on non-monetary items which are recognised in other comprehensive income; and
- 3) in the case of the consolidated financial statements, exchange differences on monetary items receivable from or payable to a foreign operation for which settlement is neither planned nor likely to occur (therefore forming part of the net investment in the foreign operation), which are recognised in other comprehensive income and reported under equity.

Moretonhampstead Development Trust

Notes to the Financial Statements for the Year Ended 31 December 2018

Fund structure

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

Designated funds are unrestricted funds set aside for specific purposes at the discretion of the trustees.

Restricted income 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.

Financial instruments

Classification

Financial assets and financial liabilities are recognised when the charity becomes a party to the contractual provisions of the instrument.

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

Recognition and measurement

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transaction. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets and liabilities are only offset in the statement of financial position when, and only when there exists a legally enforceable right to set off the recognised amounts and the charity intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Financial assets are derecognised when and only when a) the contractual rights to the cash flows from the financial asset expire or are settled, b) the charity transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the charity, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party.

Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

Moretonhampstead Development Trust

Notes to the Financial Statements for the Year Ended 31 December 2018

Debt instruments

Debt instruments which meet the following conditions are subsequently measured at amortised cost using the effective interest method:

(a) The contractual return to the holder is (i) a fixed amount; (ii) a positive fixed rate or a positive variable rate; or (iii) a combination of a positive or a negative fixed rate and a positive variable rate.

(b) The contract may provide for repayments of the principal or the return to the holder (but not both) to be linked to a single relevant observable index of general price inflation of the currency in which the debt instrument is denominated, provided such links are not leveraged.

(c) The contract may provide for a determinable variation of the return to the holder during the life of the instrument, provided that (i) the new rate satisfies condition (a) and the variation is not contingent on future events other than (1) a change of a contractual variable rate; (2) to protect the holder against credit deterioration of the issuer; (3) changes in levies applied by a central bank or arising from changes in relevant taxation or law; or (ii) the new rate is a market rate of interest and satisfies condition (a).

(d) There is no contractual provision that could, by its terms, result in the holder losing the principal amount or any interest attributable to the current period or prior periods.

(e) Contractual provisions that permit the issuer to prepay a debt instrument or permit the holder to put it back to the issuer before maturity are not contingent on future events, other than to protect the holder against the credit deterioration of the issuer or a change in control of the issuer, or to protect the holder or issuer against changes in levies applied by a central bank or arising from changes in relevant taxation or law.

(f) Contractual provisions may permit the extension of the term of the debt instrument, provided that the return to the holder and any other contractual provisions applicable during the extended term satisfy the conditions of paragraphs (a) to (c).

Debt instruments that are classified as payable or receivable within one year on initial recognition and which meet the above conditions are measured at the undiscounted amount of the cash or other consideration expected to be paid or received, net of impairment.

With the exception of some hedging instruments, other debt instruments not meeting these conditions are measured at fair value through profit or loss.

Commitments to make and receive loans which meet the conditions mentioned above are measured at cost (which may be nil) less impairment.

Fair value measurement

The best evidence of fair value is a quoted price for an identical asset in an active market. When quoted prices are unavailable, the price of a recent transaction for an identical asset provides evidence of fair value as long as there has not been a significant change in economic circumstances or a significant lapse of time since the transaction took place. If the market is not active and recent transactions of an identical asset on their own are not a good estimate of fair value, the fair value is estimated by using a valuation technique.

Moretonhampstead Development Trust

Notes to the Financial Statements for the Year Ended 31 December 2018

3 Income from donations and legacies

	Unrestricted funds			
	General £	Restricted funds £	Total 2018 £	Total 2017 £
Donations and legacies;				
Donations from companies, trusts and similar proceeds	-	-	-	10,000
Donations from individuals	704	20,873	21,577	13,269
Gift aid reclaimed	2,213	-	2,213	845
Grants, including capital grants;				
Grants from other charities	-	19,717	19,717	-
Donations from community groups	-	-	-	22,850
Regular giving and capital donations	-	568	568	433
Donated services and facilities	3,000	-	3,000	5,520
	<u>5,917</u>	<u>41,158</u>	<u>47,075</u>	<u>52,917</u>

4 Income from charitable activities

	Unrestricted funds			
	General £	Restricted funds £	Total 2018 £	Total 2017 £
Centre management	32,510	43	32,553	43,215
Community services	4,354	2,487	6,841	6,830
Arts and heritage	20,005	208	20,213	434
	<u>56,869</u>	<u>2,738</u>	<u>59,607</u>	<u>50,479</u>

5 Income from other trading activities

	Unrestricted funds	
	General £	Total 2018 £
Local fundraising and street collection income	412	412
	<u>412</u>	<u>412</u>

Moretonhampstead Development Trust

Notes to the Financial Statements for the Year Ended 31 December 2018

6 Investment income

	Unrestricted funds		
	General	Total	Total
	£	2018	2017
		£	£
Interest receivable and similar income;			
Interest receivable on bank deposits	17	17	6

Moretonhampstead Development Trust

Notes to the Financial Statements for the Year Ended 31 December 2018

7 Expenditure on charitable activities

	Activity undertaken directly £	Total 2018 £
Centre management	29,025	29,025
Community services	30,038	30,038
Arts	51,328	51,328
	<u>110,391</u>	<u>110,391</u>

£64,001 (2017 - £47,248) of the above expenditure was attributable to unrestricted funds and £49,390 (2017 - £78,707) to restricted funds.

In addition to the expenditure analysed above, there are also governance costs of £3,000 (2017 - £5,520) which relate directly to charitable activities. See note 8 for further details.

8 Analysis of governance and support costs

Governance costs

	Unrestricted funds General £	Total 2018 £	Total 2017 £
Independent examiner fees			
Examination of the financial statements	1,000	1,000	2,520
Other fees paid to examiners	2,000	2,000	3,000
	<u>3,000</u>	<u>3,000</u>	<u>5,520</u>

Moretonhampstead Development Trust

Notes to the Financial Statements for the Year Ended 31 December 2018

9 Net incoming/outgoing resources

Net (outgoing)/incoming resources for the year include:

	2018 £	2017 £
Depreciation of fixed assets	7,314	7,922
Finance charges payable	<u>2,950</u>	<u>3,384</u>

10 Trustees remuneration and expenses

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

No trustees have received any other benefits from the charity during the year.

11 Independent examiner's remuneration

	2018 £	2017 £
Examination of the financial statements	<u>1,000</u>	<u>2,520</u>
Other fees to examiners		
All other services	<u>2,000</u>	<u>3,000</u>

12 Taxation

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

Moretonhampstead Development Trust

Notes to the Financial Statements for the Year Ended 31 December 2018

13 Tangible fixed assets

	Land and buildings £	Furniture and equipment £	Total £
Cost			
At 1 January 2018	<u>576,691</u>	<u>65,025</u>	<u>641,716</u>
At 31 December 2018	<u>576,691</u>	<u>65,025</u>	<u>641,716</u>
Depreciation			
At 1 January 2018	472,175	42,069	514,244
Charge for the year	<u>3,871</u>	<u>3,443</u>	<u>7,314</u>
At 31 December 2018	<u>476,046</u>	<u>45,512</u>	<u>521,558</u>
Net book value			
At 31 December 2018	<u><u>100,645</u></u>	<u><u>19,513</u></u>	<u><u>120,158</u></u>
At 31 December 2017	<u><u>104,516</u></u>	<u><u>22,956</u></u>	<u><u>127,472</u></u>

Included within the net book value of land and buildings above is £Nil (2017 - £Nil) in respect of freehold land and buildings and £100,645 (2017 - £104,516) in respect of leaseholds.

Moretonhampstead Development Trust

Notes to the Financial Statements for the Year Ended 31 December 2018

14 Fixed asset investments

Shares in group undertakings and participating interests

	Subsidiary undertakings £	Total £
Cost		
At 1 January 2018	500	500
At 31 December 2018	500	500
Net book value		
At 31 December 2018	500	500
At 31 December 2017	500	500

Details of undertakings

Details of the investments in which the charity holds 20% or more of the nominal value of any class of share capital are as follows:

Undertaking	Country of incorporation	Holding	Proportion of voting rights and shares held	Principal activity
Subsidiary undertakings				
NEDCare Greenhill, Fore Street, Moretonhampstead, Devon, TQ13 8LL	England and Wales	Ordinary shares	100%	Provision of social care

Moretonhampstead Development Trust

Notes to the Financial Statements for the Year Ended 31 December 2018

Subsidiaries

The financial period end of NEDCare is 31 March. The loss for the financial period of NEDCare was £11,019 and the aggregate amount of capital and reserves at the end of the period was £(19,305).

15 Debtors

	2018 £	2017 £
Other debtors	<u>4,385</u>	<u>1,575</u>

16 Creditors: amounts falling due within one year

	2018 £	2017 £
Trade creditors	6,979	6,738
Other loans	2,764	2,630
Other taxation and social security	522	267
Other creditors	1,965	1,263
Accruals	-	1,147
	<u>12,230</u>	<u>12,045</u>

17 Creditors: amounts falling due after one year

	2018 £	2017 £
Other loans	<u>55,544</u>	<u>58,308</u>

Moretonhampstead Development Trust

Notes to the Financial Statements for the Year Ended 31 December 2018

18 Funds

	Balance at 1 January 2018 £	Incoming resources £	Resources expended £	Transfers £	Balance at 31 December 2018 £
Unrestricted funds					
<i>General</i>					
Unrestricted income fund	63,499	63,215	(64,001)	(1,866)	60,847
<i>Designated</i>					
Fixed asset depreciation	33,788	-	-	-	33,788
Property maintenance	5,610	-	-	600	6,210
Contingency fund	2,000	-	-	-	2,000
	<u>41,398</u>	<u>-</u>	<u>-</u>	<u>600</u>	<u>41,998</u>
Total Unrestricted funds	<u>104,897</u>	<u>63,215</u>	<u>(64,001)</u>	<u>(1,266)</u>	<u>102,845</u>
Restricted funds					
Gallery	-	3,877	(3,877)	-	-
Flag Festival	686	251	(797)	-	140
Wellmoor	1,874	9,231	(11,742)	3,000	2,363
MBA	1,348	1,875	(1,129)	(168)	1,926
Two Valleys energy project	21,247	-	(10,633)	(25)	10,589
Dartmoor Vision	10,000	28,662	(21,212)	(1,541)	15,909
	<u>35,155</u>	<u>43,896</u>	<u>(49,390)</u>	<u>1,266</u>	<u>30,927</u>
Total restricted funds	<u>35,155</u>	<u>43,896</u>	<u>(49,390)</u>	<u>1,266</u>	<u>30,927</u>
Total funds	<u>140,052</u>	<u>107,111</u>	<u>(113,391)</u>	<u>-</u>	<u>133,772</u>

Moretonhampstead Development Trust

Notes to the Financial Statements for the Year Ended 31 December 2018

	Balance at 1 January 2017 £	Incoming resources £	Resources expended £	Transfers £	Balance at 31 December 2017 £
Unrestricted funds					
<i>General</i>					
Unrestricted income fund	76,333	56,246	(66,822)	(2,258)	63,499
<i>Designated</i>					
Fixed asset depreciation	33,788	-	-	-	33,788
Property maintenance	4,868	-	-	742	5,610
Contingency fund	-	-	-	2,000	2,000
	<u>38,656</u>	<u>-</u>	<u>-</u>	<u>2,742</u>	<u>41,398</u>
Total unrestricted funds	<u>114,989</u>	<u>56,246</u>	<u>(66,822)</u>	<u>484</u>	<u>104,897</u>
Restricted funds					
Gallery	-	6,802	(6,802)	-	-
Flag Festival	266	684	(264)	-	686
Wellmoor	-	2,600	(726)	-	1,874
MBA	1,258	1,800	(1,710)	-	1,348
Two Valleys energy project	963	20,860	(92)	(484)	21,247
Dartmoor Vision	-	10,000	-	-	10,000
ArtRaft	-	4,410	(4,410)	-	-
	<u>2,487</u>	<u>47,156</u>	<u>(14,004)</u>	<u>(484)</u>	<u>35,155</u>
Total restricted funds	<u>2,487</u>	<u>47,156</u>	<u>(14,004)</u>	<u>(484)</u>	<u>35,155</u>
Total funds	<u>117,476</u>	<u>103,402</u>	<u>(80,826)</u>	<u>-</u>	<u>140,052</u>

Moretonhampstead Development Trust

Notes to the Financial Statements for the Year Ended 31 December 2018

The specific purposes for which the funds are to be applied are as follows:

Designated funds:

The fixed asset depreciation fund was set up to help absorb future depreciation on fixed assets.

The property maintenance fund was set up with money received from the Devon Youth Service for property dilapidations when they ended their lease of the youth centre early.

Restricted funds:

The Gallery fund represents money received specifically for the running of Green Hill Arts, its gallery and its exhibitions.

Flag Festival grants were towards the cost of running workshops for the community to make flags for a festival in the town as a precursor to the Festival of Food, Drink and the Arts.

Inspiring our Community: Funds from the Arts Council, D'Oyly Carte Foundation, WG Edwards Trust and SW Water for outreach arts work in the community, especially with young people and older people. This has funded workshops in a residential home, youth activities, a photography project and other ways of engaging in our local community.

Wellmoor: A project to help relieve health and social welfare issues not addressed by statutory or other voluntary organisations.

MBA: Funds received for running the Moretonhampstead Business Association and to assist with the continuing development of the town's website, moretonhampstead.com

Film Club: Funds received for running Film Club meetings.

NEDCare: Grants received from Groundwork UK and others for a feasibility study into setting up a local care-at-home service

Tourism project: A grant from the Moretonhampstead Parish Council to pay for the costs of making a bid for funding for a major tourism project.

Two Valleys energy project: A project to create renewable energy sources within the community.

Dartmoor Vision: Our proposed multi-sited & multifaceted programme, will enable Green Hill Arts to extend our reach and impact by engaging a rural community (who currently have little access to contemporary visual arts), in the creative process with artists. Working on projects that are directly relevant to this place, it will create a deeper sense of ownership for participants and by extension their families, friends & neighbours

ArtRaft: Art Raft for Health, an arts-based project to help local older people who are living with dementia or social isolation

Moretonhampstead Development Trust

Notes to the Financial Statements for the Year Ended 31 December 2018

19 Analysis of net assets between funds

	Unrestricted funds		Restricted funds	Total funds
	General £	Designated £	£	£
Tangible fixed assets	86,370	33,788	-	120,158
Fixed asset investments	500	-	-	500
Current assets	41,754	8,210	30,924	80,888
Current liabilities	(12,230)	-	-	(12,230)
Creditors over 1 year	(55,544)	-	-	(55,544)
Total net assets	<u>60,850</u>	<u>41,998</u>	<u>30,924</u>	<u>133,772</u>

20 Related party transactions

During the year the charity made the following related party transactions:

Mr John Willis

(Trustee)

One trustee and his wife paid for photocopying and room hire supplied to them as part of the Trust's normal operating activities and on standard commercial terms. Invoices to John Willis and his wife, amounted to £433 (2017: £439).. At the balance sheet date the amount due to/from Mr John Willis was £Nil (2017 - £Nil).

Andrea Foxwell

(Trustee)

One trustee paid for photocopying supplied to her as part of the Trust's normal operating activities and on standard commercial terms. Invoices to Andrea Foxwell, amounted to £Nil (2017 £8).. At the balance sheet date the amount due to/from Andrea Foxwell was £Nil (2017 - £Nil).