

Registered Charity Number: 1159079

The Purey Cust Trust CIO

Trustees' Annual Report and Financial Statements

for the year ended 5 April 2019

The Purey Cust Trust CIO

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Charity information

Trustees	Mr N Shaw (Chair) Dr D Heseltine Mrs M Browne Mrs G Casswell Mrs B Scott (Retired 29 th Oct 2018) Dr J Hamilton Mr P Bodmer (Appointed 26 th Feb 2019)
Secretary	Mrs K Hodges
Registered charity number	1159079
Principal Address	5 Grimston Park Mews Grimston Park Tadcaster LS24 9DB
Independent examiners	Karen Wood, ACMA Outsource Accountancy Services and Independent Examinations Hiscox Building Peasholme Green York YO1 7PR
Accountants	Garbutt & Elliott LLP Triune Court Monks Cross Drive York YO32 9GZ
Bankers	Barclays Bank plc Parliament Street York YO1 8SE
Solicitors	Wrigleys Solicitors LLP 19 Cookridge Street Leeds LS2 3AG
Investment Managers	Brewin Dolphin 10 Wellington Place Leeds LS1 4AN

The Purey Cust Trust CIO

Report of the Trustees for the year ended 5 April 2019

Introduction

The Trustees present their annual report together with the financial statements of the charity for the year ended 5 April 2019.

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 (FRS102) (effective 1 January 2015) (amended 2 February 2016) as detailed in the accounting policies.

Structure, Governance and Management

The Purey Cust Trust CIO (the "Charity") was registered as a charitable incorporated organisation on 16 June 2014, number 1159079.

Trustees are appointed by the board of Trustees and meet four times a year to consider applications and deal with the governance of the charity, Applications for assistance are considered at each meeting and in cases where decisions are needed quickly, the Trustees operate a fast track grant processing system for sums up to £250.

The secretary is appointed by the Trustees to assist in the day to day administration of the charity.

The induction process for newly appointed Trustees comprises an initial meeting with the Trustees to brief them on their legal obligations under charity law, the decision making processes of the charity and its policies and procedures. Trustees are provided with a handbook detailing relevant aspects of the trust.

Risk management

The Trustees have examined the major strategic, business and operational risks which the charity faces and confirm that systems have been established to ensure regular reports are produced for Trustees to ensure all necessary actions are taken to lessen the risks.

Public benefit

The Trustees have complied with the duty in Section 17(5) of the 2011 Charities Act to have due regard to guidance published by the Charity Commission in respect of public benefit and in planning the activities for the year, have kept this in mind.

Objectives and Activities

The primary objective is the promotion of health and healing in and around the City of York by way of charitable grants. This includes both grants to organisations and via third parties to individuals.

Grants to organisations could be for: medical equipment; mental health or other therapies; activity or self help groups; capacity building – ie expansion of services; capital costs for improvements to service delivery (other than building work); training; education or raising awareness of health related conditions; respite care or trips/activities for those with long term or life limiting conditions.

Grants for individuals must be made by a third party referee, such as GP, social worker, housing association or local authority. Such grants could be for: medical or disability related equipment; domestic or personal items for health or disability related issues (including mental health); health or disability related training; activities to alleviate health or disability related conditions (including mental health).

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Report of the Trustees for the year ended 5 April 2019

The demand for grant funding has remained steady throughout the year, with total awards of £72,063. These are split between grants to organisations and grants for individuals, with a split by value of 77% to organisations, 22% to individuals and 1% to organisations to expend amongst a number of individuals. Overall, this is a reduction in the total value of awards in the previous year of £99k, which was the highest level of funding the Trust had ever awarded. The Trustees' ambition remains to steadily increase the value of grants awarded over coming years.

The trust continues to prioritise one off grants for specific purposes rather than supporting ongoing routine or core costs, such as rent, rates and salaries and continues to prioritise making awards that will have the greatest impact.

The trust welcomes applications from all sources, but preferably using the application form available on the Trust's website. The Trustees and Secretary are always willing to informally discuss possible applications to advise if they fall within the remit of the trust.

Achievements and Performance

The trust received 55 applications for grants in 2018/19, this was a decrease from 62 in the previous year and an increase from just 36 in the 2016/17 financial year. These were considered at the quarterly trustee meetings during the year, although awards up to £250 may be made in between meetings in urgent cases.

In total the trustees accepted 39 applications, with the remainder either being rejected, further information being requested or the applications being subsequently withdrawn.

Financial Review

The Trustees awarded charitable grants totalling £72,063. A list of grants can be found in note 11 to the financial statements. The total income for the year was £83,442 and the expenses of administering the charity were £23,189.

Reserves policy

It is the policy of the charity to maintain investments at such a level to generate sufficient cash funds annually to allow it to award in the region of £80,000 in the coming year. These cash funds must also be sufficient to cover the expected annual administrative and governance costs of the charity excluding investment management fees.

Investment powers and policy

Under the constitution, the charity has the power to make any investment which the Trustees see fit. The policy is to invest in a portfolio which will maximise return with a medium to low risk. The Trustees have not adopted an ethical investment policy. The trustees are currently reviewing their investment policy (last reviewed in August 2015) as part of the 3-year review cycle.

Plans for Future Periods

Trustees have been keen to steadily expand the charitable giving of the charity for some time, but have been cautious not to create a demand that cannot be met. However, Trustees invested in a new website in 2018/19 with the aim of making the work of the charity better known and also to promote and increase access to the application process. The new website allows for online applications although it is too early to say if this has had any impact on application numbers.

It is hoped that the website will also enhance relationships with some of the organisations supported by the charity, with space for projects supported to promote their own organisations. The website is due to be updated before the end of 2019/20.

The Purey Cust Trust CIO

Report of the Trustees for the year ended 5 April 2019

Approval

This report was approved by the Board of Trustees on 7 January 2020 and signed on its behalf by:

Nigel Shaw
Chair of Trustees

The Purey Cust Trust CIO

Independent Examiner's report to the Trustees of The Purey Cust Trust CIO

I report on the accounts of the Trust for the year ended 5 April 2019 which are set out on pages 8 to 15.

This report is made solely to the Charity's Trustees, as a body, in accordance with Section 145 of the Charities Act 2011. My independent examination work has been undertaken so that I might state to the Charity's Trustees those matters I am required to state to them in an Independent Examiner's Report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the Charity and the Charity's Trustees as a body, for my independent examination work, for this report, or for the opinions I have formed.

Respective Responsibilities of the Trustees and Examiner

The Charity's Trustees are responsible for the preparation of the accounts. The Charity's Trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 ("the 2011 Act") and that an independent examination is needed.

It is my responsibility to:

- examine the accounts under section 145 of the 2011 Act;
- follow the procedures laid down in the General Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- state whether particular matters have come to my attention.

Basis of Independent Examiner's Report

My examination was carried out in accordance with the General Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the Charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and the seeking of explanations from you as Trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently, no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statement below.

Independent Examiner's Statement

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

- (1) which gives me reasonable cause to believe that, in any material respect, the requirements:
 - to keep accounting records in accordance with section 130 of the 2011 Act; and
 - to prepare accounts which accord with the accounting records and comply with the accounting requirements of the 2011 Act; have not been met; or
- (2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Karen Wood, ACMA

14 January 2020

Outsource Accountancy Services and
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Hiscox Building
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The Purey Cust Trust CIO

Statement of Financial Activities for the year ended 5 April 2019

	Notes	2019 £	2018 £
Income from:			
Gift in kind	2	-	36,860
Investment income	2	83,512	59,056
Other income – rental income		(70)	288
Total income		83,442	96,204
Expenditure on:			
Charitable activities:			
Grants and donations	11	72,063	99,036
Other charitable activities		23,189	23,080
Total expenditure	3	(95,252)	(122,116)
Net expenditure before other recognised gains/(losses)		(11,810)	(25,912)
Other recognised gains/(losses)			
Realised and unrealised gains/(losses) on investments	4	87,140	(62,184)
Net movement in funds for the year		75,330	(88,096)
Funds brought forward at 6 April 2018		2,801,351	2,889,447
Funds carried forward at 5 April 2019	9	2,876,681	2,801,351

All income and expenditure in the comparative and current Statement of Financial Activities was unrestricted.

The Statement of Financial Activities includes all gains and losses recognised in the year.

The notes on pages 10 to 15 form part of these financial statements.

The Purey Cust Trust CIO

Balance Sheet as at 5 April 2019

		2019		2018	
	Notes	£	£	£	£
Fixed assets					
Investments	4		2,677,312		2,604,467
Property	5		155,875		155,875
			2,833,187		2,760,342
Current assets					
Cash at bank and in hand		49,394		46,447	
Debtors	6	-		438	
		49,394		46,885	
Creditors: amounts falling due within one year	7	(5,900)		(5,876)	
Net current assets			43,494		41,009
Net assets			2,876,681		2,801,351
Funds:					
Unrestricted funds	9		2,876,681		2,801,351

The financial statements on pages 8 and 9 were approved by the Trustees on 7 January 2020 and were signed on its behalf by:

Mr N Shaw
Chair of Trustees

The Purey Cust Trust CIO

Notes to the financial statements for the year ended 5 April 2019

1. Accounting policies

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

CIO information

The Purey Cust Trust CIO was registered as a charitable incorporated organisation on 5 November 2014 and is governed by a constitution dated 16 June 2014 and registered with the Charity Commission under charity number 1159079. The charity's principal office address is 5 Grimston Park Mews, Grimston Park, Tadcaster, LS24 9DB.

Accounting convention

The accounts (financial statements) have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 ("Charities SORP (FRS102)"), the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011 and UK Generally Accepted Practice as it applies from 1 January 2015.

Assets and liabilities are initially recognised at cost or transaction value unless otherwise stated in the relevant accounting policy notes.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair view'. This departure has involved following Charities SORP (FRS 102) rather than Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The Purey Cust Trust CIO meets the definition of a public benefit entity under FRS 102.

Going concern

The Trustees have at the time of approving the financial statements a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus they continue to adopt the going concern basis of accounting in preparing the financial statements.

Income

Income is recognised in full in the Statement of Financial Activities ("SoFA") in the year in which it is receivable.

Gifts in kind are recognised in the SoFA as income at the fair value of the goods, services or assets gifted at the date of the gift.

Dividend and interest income from investment funds is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of dividends and interest paid or payable by the Fund Manager.

Interest income from cash deposits and listed investments is recognised in the accounts gross, when receivable.

Expenditure

Expenditure (excluding grants) is included in the SoFA on an accruals basis.

Charitable activities include support expenditure associated with the administration and issuing of grants.

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Notes to the financial statements for the year ended 5 April 2019 (continued)

1. Accounting policies (continued)

Grants

Grants payable are commitments (including payments) made to third parties in the furtherance of the charitable objectives of the charity. Single or multi-year grants are accounted for as grants payable when either the recipient has a reasonable expectation that they will receive a grant and the Trustees have agreed to pay the grant without condition, or the recipient has a reasonable expectation that they will receive a grant and any condition attaching to the grant is outside the control of the charity.

Fixed asset investments

Investments are a form of basic financial instrument.

Investments are stated at market value at the balance sheet date. The investment portfolio is held to generate returns and gains for the charity and accordingly is designated as fair value through profit and loss ("FVTPL"). Under this designation the portfolio is revalued at each period end to its fair value, as determined by reference to quoted market prices and values determined by independent fund managers, with any gains or losses going through the SoFA.

Fixed assets

No depreciation is provided on leasehold buildings as their residual value is considered to approximate or exceed cost such that any depreciation charge would be clearly trivial in the context of the financial statements.

Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments. The Charity only has financial assets and liabilities of a kind that qualify as basic financial instruments in accordance with section 11 of FRS 102. Basic financial instruments are initially recognised at transaction value and are subsequently measured at their settlement value.

The Trust does not acquire put options, derivatives or other complex financial instruments.

Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity held for working capital.

Debtors

Financial assets, other than those held at fair value through profit and loss, are assessed for indicators of impairment at each reporting end date.

Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected. The impairment loss is recognised in the income and expenditure account.

Creditors, loans and provisions

Creditors, loans and provisions are recognised where the Charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors, loans and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Financial liabilities are derecognised when, and only when, obligations are discharged, cancelled or they expire.

Amounts recognised as provisions are best estimates of the consideration required to settle the present obligation at the reporting end date, taking into account the risks and uncertainties surrounding the obligation.

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Notes to the financial statements for the year ended 5 April 2019 (continued)

1. Accounting policies (continued)

Fund accounting

All funds received in the year are unrestricted in their application, the Trustees having full discretion over their use.

Critical accounting estimates and judgements

In the application of the charity's accounting policies, the Trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised, if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The Trustees have judged that there are no estimates or assumptions which have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities.

2. Income

Income from investments	2019	2018
	£	£
Dividends from investment portfolio	83,512	59,056
Interest on current account balances	-	-
	83,512	59,056

The gift in kind in the prior year of £36,860 relates to the book value and accrued income of previously endowed assets held by the predecessor charity The Purey-Cust Trust. During the year the Charity Commission formally approved the discharge of the endowment and the balance has gifted to this charity.

3. Charitable activities expenditure

	Notes	2019	2018
		£	£
Grants	11	72,063	99,036
Administration and accountancy		23,189	23,080
		95,252	122,116

There were no staff employed by the charity (2018 – no staff employed).

The Trustees received no remuneration or benefits from the charity during the year (2018: none). Travel expenses were incurred for one Trustee totalling £12 (2018: £49).

Included within administration and accountancy fees is the Independent Examination fee of £600 (2018 - £600).

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Notes to the financial statements for the year ended 5 April 2019 (continued)

4. Fixed asset investments

	2019	2018
	£	£
Market value as at 6 April 2018	2,604,467	2,563,696
Additions	514,098	2,466,471
Disposals	(528,393)	(2,363,516)
Realised and unrealised investment gains/(losses)	87,140	(62,184)
Market value as at 5 April 2019	2,677,312	2,604,467
Historical cost at 5 April 2019	2,635,210	2,596,651

	2019	2018
	£	£
Investments are represented by:		
Equities	1,826,624	1,791,937
Bonds	695,599	690,200
Multi Asset Funds	155,089	122,330
Value as at 5 April 2019	2,677,312	2,604,467

5. Property

The property represents a 50% share in long leasehold flat in York. The flat is owned jointly between this charity and the Nuffield Trust and was acquired to ensure the continued care of a sitting tenant from the hospital. This tenant remains in the property and pays a below market rate of rent.

6. Debtors

	2019	2018
	£	£
Accrued income	-	438

7. Creditors: amounts falling due within one year

	2019	2018
	£	£
Accruals	5,900	5,876

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Notes to the financial statements for the year ended 5 April 2019 (continued)

8. Financial instruments

	2019 £	2018 £
Carrying amount of financial assets:		
Financial assets carried at amortised cost	49,394	46,885
Financial assets carried at fair value	2,677,312	2,604,467
Carrying amount of financial liabilities:		
Financial liabilities carried at amortised cost	5,900	5,876

9. Funds

	2019 £	2018 £
Unrestricted funds		
Balance at 6 April 2018	2,801,351	2,889,447
Net (expense) before other recognised (losses)/gains	(11,810)	(25,912)
Realised and unrealised gains/(losses)	87,140	(62,184)
Balance at 5 April 2019	2,876,681	2,801,351

10. Related party transactions

At the balance sheet date an amount of £1,800 (2018 - £1,776) inclusive of VAT is included in accruals, this related to an amount due to Garbutt & Elliott LLP, a Limited Liability Partnership in which Nigel Shaw is a Partner, in respect of the preparation of the financial statements.

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Notes to the financial statements for the year ended 5 April 2019 (continued)

11. Grant expenditure

Organisation		£
City of York Council – Individual	190	
City of York Council – Individual	350	
City of York Council – Individual	1,200	
City of York Council – Individual	226	
City of York Council – Individual	250	
City of York Council – Individual	250	
City of York Council – Individual	200	
City of York Council – Individual	158	
City of York Council – Individual	300	
City of York Council – Individual	2,660	
City of York Council – To be distributed to a number of individuals	1,000	
City of York Council – Individual	2,460	
City of York Council – Individual	662	
City of York Council – Individual	250	
City of York Council – Individual	188	
City of York Council – Individual	27	
City of York Council – Individual	175	
City of York Council – Individual	300	
City of York Council – Individual	210	
City of York Council – Individual	399	
City of York Council – Individual	250	
City of York Council – Individual	220	
City of York Council – Individual	5,000	
Grants to individuals		16,925
Breast Cancer Haven	825	
British Wireless for the Blind Fund	2,500	
Carecent	1,000	
Churchfield Open Space Committee	115	
Demential Forward	2,015	
Friends of St Nicholas Field	3,000	
Hearing Dogs for Deaf People	1,500	
Home Start	3,000	
Kyra	5,000	
Leeds Cares	10,000	
Marie Curie Cancer Care	2,000	
My Sight York	4,000	
The Island	4,683	
Wet Wheels Foundation	3,000	
York City FC Foundation	3,500	
York Teaching Hospital Charity	9,000	
Grants to institutions		55,138
Total grants committed and paid		72,063

Grants paid to CYC were all for the relief or improvement of physical or mental ill-health conditions of individuals engaged with CYC social care services.