

Company number: 09923402

Charity number: 1169016

Longleigh Foundation (a company limited by guarantee)

Report and Financial Statements

For the year ending 31 March 2018

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Longleigh Foundation (a company limited by guarantee)

Registered No. 09923402

Charity No. 1169016

Administrative Details

Members and Trustees

Anne Dokov (appointed 01 October 2017)

Elizabeth Morris

Stuart Shore

Susan Terry

Ronald Williamson

Company Secretary

Anne Harling

Charity Address and Registered Office

100 Longwater Avenue

Green Park

Reading

RG2 6GP

Auditors

Crowe UK LLP

Aquis House

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Reading

Berkshire RG1 1PL

Bankers

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Principal Donor

Stonewater Ltd

Suite C

Lancaster House

Grange Business Park

Enderby Road

Whetstone

Leicester

LE8 6EP

Trustees' Report

The Trustees of Longleigh Foundation, who are also directors of the charity for the purposes of the Companies Act, are pleased to present their report and financial statements for the year ended 31 March 2018.

Trustees

The Trustees have been appointed based on their relevant experience and knowledge of both the charity and housing sectors.

Structure, Governance and Management

The Trustees are supported in the day-to-day management of Longleigh Foundation by the Interim Director. The Interim Director supports the Foundation by reviewing all grant applications and making grant recommendations to the Trustees in accordance with agreed grant-making policies. Trustees make decisions about grants at Trustee Meetings which are typically held on a monthly basis.

Longleigh Foundation receives administrative and accounting support from Stonewater Limited.

Related Parties

The charitable company is supported and primarily funded through donations from Stonewater Limited. The Trustees recognise their charitable responsibilities and state formally that the charity's activities will always be consistent with achieving its objects. Any benefit which may accrue to Stonewater Limited from Longleigh Foundation's activities will be incidental and outweighed by the contribution to the Foundation's charitable objectives. Please see note 14 for further Related Party transaction details.

Risk Management

The Trustees have conducted a review of the major risks to which Longleigh Foundation is exposed. Risks are assessed on the basis of their likelihood and potential impact, along with the mitigation strategies in place to manage them in line with the board's risk appetite. They are recorded in a risk register which is regularly reviewed by the Trustees and is updated and approved annually. Where appropriate, systems or procedures have been established to manage the risks the charity faces. The Trustees continually monitor changes in risk levels or emergence of new risks that may impact upon the organisation.

The Trustees consider the following to be the key risks that Longleigh Foundation faces:

- *Funding from our principal donor, Stonewater Limited, reduces or stops:* Longleigh Foundation maintains a close relationship with the donor, regularly updating them on the valuable work their funding supports. The Foundation has, so far, received £2m in donations from Stonewater Limited. If this risk were to materialise, our key concern would be to ensure that any ongoing grant commitments to partner organisations can be met. This is mitigated by our reserves policy.

- *External financial, organisational or programmatic failure:* We work through partners who deliver projects to achieve our goals with our funding. There is a risk that our partners may lack capacity, especially when operating in challenging contexts, and therefore that some of the projects we support may fail to achieve their objectives or that funds could be misused. Apart from failing to deliver effective support, this could also damage our reputation with our donor. To mitigate this, we conduct thorough due diligence on our partners before providing funding. We monitor all of our projects biannually. Where concerns are noted, we provide feedback to partners and follow up on minor issues. If major concerns arise, our standard grant agreement terms and conditions enable us to terminate a grant.
- *Internal financial control failure:* Risks are minimised by the implementation of procedures for authorisation of transactions and projects. An annual review will be completed of all processes using the Charity Commission's Internal Financial Controls Checklist. Any findings from our annual external audit will also be considered and acted upon.

Objects of the charity

The objects of the charity are the relief of persons in need through poverty, age, chronic sickness or disability (either mental or physical) and in particular the relief of such persons by the provision of housing and associated facilities, amenities or services. The purpose of the Foundation over the reporting period was to help people who are in poverty. As a grant-giving organisation we seek out other non-governmental organisations, charities and not-for-profit organisations working in the field of poverty alleviation to offer them the opportunity to apply for funding to deliver their projects.

The Longleigh Foundation's vision is for everyone to be given the opportunity to live a better life. The Foundation wants to ensure finance is not a barrier to opportunity, and aims to support people to live well once their initial housing needs have been met. Examples of how the Foundation seeks to fulfil its charitable objectives are:

- the provision of support to people at all stages of their lives – whether that is helping individuals to access the skills and training needed to gain employment, or helping to address many of the gaps in supported living to older people.
- help for young people to unlock their potential, for example by funding training and skills development, or addressing circumstances that have arisen as a result of hardship.
- actions to break negative cycles and improve the quality of life for beneficiaries, for instance in situations of domestic abuse.

The trustees have identified the following groups as priorities for grant funding: young people, older people, those suffering domestic abuse and people with disabilities.

To achieve our purpose, the Trustees have set a grant-making policy which states that we will fund the following types of project:

- Year One – Employment and Training
- Years One & Two – Health and Wellbeing
- Years One & Two – Inclusion and Isolation
- Year Two – Community Cohesion
- Year Two – Positive Intervention

The Foundation's grant-making policy further states that each organisation must:

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- benefit a community rather than individuals
- be a not-for-profit organisation
- be pursuing charitable purposes

The Foundation's fundraising strategy states that it will seek to attract further partners and funding to its work, so that over time its potential to support individuals and communities across England, and become a stronger voice in the grant-giving sector representing these causes is amplified. In the short-term, it is seeking to form relationships with other funders, so that a positive reputation around the Foundations work is developed and fostered. The Foundation has jointly funded a local project with the Berkshire Community Foundation to address social isolation and a youth volunteering programme in Dorset with the Dorset Community Foundation and the Office for Civil Society.

Fundraising

The charity had no fundraising activities requiring disclosure under S162A of the Charities Act 2011.

Public benefit

The trustees have given adequate consideration to Charity Commission published Guidance on the operation of the Public Benefit requirement.

Review of charitable activities

During the reporting year, Longleigh Foundation received £1,076,534 (2017: £1,467,356) in donations. Stonewater Ltd donated £1,067,500 (2017: £1,450,000) of the total. The Foundation approved grants and donations in the year amounting to £217,292 (2017: £173,076); support and other overhead costs totalled £148,169 (2017: £146,740). The Foundation works closely with project partners to ensure the greatest impact of the funds it invests in projects.

During the year the Foundation has approved seven project grants, four aimed at older persons; one based in a young person's foyer, another for a women's refuge and a partnership grant aimed reducing isolation among adults in Reading. An end of year evaluation of the grant programme will be undertaken, in consultation with stakeholders, to ensure that it is achieving the aims set by the trustees.

The projects approved during the year were as follows:

Southampton Women's Refuge, Recovery Toolkit

Following the success of the Longleigh-funded pilot project, the Foundation has awarded a 3 year grant for a structured programme of one to one support for residents at the Refuge. The funding will enable the delivery of a recovery toolkit aimed at developing the skills and confidence of these women and supporting them into independent living.

Steps to Independence

This project aims to equip the young people housed across a number of foyers to 'move on' and live independently. Longleigh funding will be used to develop and implement a formal, structured and externally credited personal development programme for individuals, which will support them to gain the skills and qualifications they need to thrive as independent young adults.

Personal Housing Plans

The Homelessness Reduction Act 2018 places a duty on local authorities to help to prevent or relieve homelessness without regard to a household's priority need status or whether their homelessness is intentional, involving developing a personal housing plan for each applicant. Grant funding was awarded to Shelter to undertake research amongst those with experience of homelessness, to find out what they would have found useful during this time. The project aimed to identify the actions it would have been useful for the local authority to take, the degree of responsibility that beneficiaries would have felt able to take for resolving their own homelessness and the manner in which personal housing plans should be developed.

Alphabets LGBTQ

Funding has been provided for social education programme for Lesbian, Gay, Bisexual, Trans and Questioning (LGBTQ) young people aged 13-19 in Swindon. Over a three-year period, Stonewater and The Diversity Trust will co-deliver monthly sessions at a safe-space with a focus on improving mental health and wellbeing and reducing social isolation.

Local Welfare Assistance

In 2013 the discretionary elements of the Social Fund were abolished and replaced with local welfare assistance schemes. The Foundation awarded a grant to Shelter to document the scale of provision currently available and understand the true extent to which that meets the needs of

households moving into tenancies. This will inform practical policy recommendations, exploring how local authorities, housing associations and other agencies can better meet the need for local welfare assistance.

Catalysing the Women Re-building supported housing scheme

Longleigh Foundation has provided funding to the Community Foundation for Calderdale, working in partnership with WomenCentre Ltd, to catalyse a project for women experiencing domestic abuse or other acute need. Longleigh's funding will unlock significant additional resources to enable the development of a supported housing scheme providing accommodation and personalised support for vulnerable women locally. The grant will fund a scheme manager, who will identify additional funding streams and work up the plans for the scheme.

Scheme based support

Longleigh Foundation has also made grants for smaller projects, led by staff and residents within Stonewater housing schemes. The Foyer in Exeter received funding for IT equipment, together with first year stationery and refreshment costs, for a weekly drop in scheme helping residents to access employment and training opportunities.

Hardship Grants

Our hardship grant programme has operated continuously through the year, providing support for Stonewater residents who are experiencing short-term hardship or crisis situations.

Investment and reserves policy

Our reserves policy states that cash reserves will be held at a level which ensures that 12 months of the Longleigh's Foundation's committed expenditure can be met, and any remaining funds will be either spent on new projects or retained as reserves. This is a cautious approach bearing in mind that the charity relies on donations from Stonewater Limited.

At the end of the reporting year, our total funds held were £1,858,613 (2017: £1,147,540). £1,364,723 (2017: £680,184) is restricted funding which we are required to use in accordance with the donor's specifications as described in Note 10. The balance, £493,890 (2017: £467,356), is unrestricted reserves. This meets the requirements of our stated reserves policy.

Longleigh Foundation has no tangible fixed assets or programme related investments therefore all assets can be realised immediately.

Approved by the trustees on 4 July 2018 and signed on their behalf by:



Susan Terry

Trustee

Statement of Trustees' responsibilities

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

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 the incoming resources and application of resources, including the 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 judgments 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 adequate accounting records that are sufficient to show and explain the charitable company's transactions, 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 and the provisions of the charity's constitution. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Independent Auditor's Report to the Members and Trustees of Longleigh Foundation

Opinion

We have audited the financial statements of Longleigh Foundation for the year ended 31 March 2018 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit 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 auditor's 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 the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2018 and of its incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charitable company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion based on the work undertaken in the course of our audit

- the information given in the trustees' report, which includes the directors' report prepared for the purposes of company law, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report included within the trustees' report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report included within the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption in preparing the trustees' report.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 8, 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, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the

Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.



Janette Joyce

Senior Statutory Auditor

For and on behalf of

Crowe UK LLP

Statutory Auditor

Aquis House

49-51 Blagrove Street

Reading

Berkshire

RG1 1PL

Date 23.7.18

Statement of financial activities (including income and expenditure account) for the year ended 31 March 2018

	Notes	Year ended 31 March 2018			15 month period ended 31 March 2017		
		Unrestricted funds £	Restricted funds £	Total funds £	Unrestricted funds £	Restricted funds £	Total funds £
Income and endowments from:							
Donations	3	<u>76,534</u>	<u>1,000,000</u>	<u>1,076,534</u>	<u>467,356</u>	<u>1,000,000</u>	<u>1,467,356</u>
Total income		<u>76,534</u>	<u>1,000,000</u>	<u>1,076,534</u>	<u>467,356</u>	<u>1,000,000</u>	<u>1,467,356</u>
Expenditure on:							
Charitable activities	4	<u>50,000</u>	<u>315,461</u>	<u>365,461</u>	-	<u>319,816</u>	<u>319,816</u>
Total expenditure		<u>50,000</u>	<u>315,461</u>	<u>365,461</u>	-	<u>319,816</u>	<u>319,816</u>
Net income		26,534	684,539	711,073	467,356	680,184	1,147,540
Funds brought forward		<u>467,356</u>	<u>680,184</u>	<u>1,147,540</u>	-	-	-
Funds carried forward		<u>493,890</u>	<u>1,364,723</u>	<u>1,858,613</u>	<u>467,356</u>	<u>680,184</u>	<u>1,147,540</u>

The notes on pages 15 to 20 form part of these financial statements.

Longleigh Foundation (a company limited by guarantee)

Registered No. 09923402

Charity No. 1169016

Balance sheet as at 31 March 2018

	Notes	2018 £	2017 £
Current assets			
Prepayments		4,596	5,000
Debtor – amount owed by Stonewater Limited		517,500	450,000
Cash at bank		<u>1,508,425</u>	<u>842,840</u>
		2,030,521	1,297,840
Creditors: amounts falling due within one year	8	<u>171,908</u>	<u>150,300</u>
Net current assets		<u>1,858,613</u>	<u>1,147,540</u>
Represented by:			
Reserves - unrestricted funds	9	493,890	467,356
- restricted funds	10	<u>1,364,723</u>	<u>680,184</u>
Total funds	11	<u>1,858,613</u>	<u>1,147,540</u>

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 4 July 2018



Susan Terry
Trustee

The notes on pages 15 to 20 form part of these financial statements.

Statement of Cash Flows for the year ended 31 March 2018

	Year ended 31 March 2018 £	<i>15 month period ended 31 March 2017 £</i>
Cash provided by operating activities		
Net incoming resources (as per Statement of Financial Activities)	711,073	<i>1,147,540</i>
(Increase) in debtors	(67,096)	<i>(455,000)</i>
Increase in creditors	<u>21,608</u>	<i><u>150,300</u></i>
Net cash from operating activities and increase in cash in the period	665,585	<i>842,840</i>
Cash and cash equivalents at the beginning of the period	<u>842,840</u>	<i><u>-</u></i>
Total cash and cash equivalents at the end of the period	<u><u>1,508,425</u></u>	<i><u><u>842,840</u></u></i>
Cash at bank	<u><u>1,508,425</u></u>	<i><u><u>842,840</u></u></i>

The notes on pages 15 to 20 form part of these financial statements.

Notes to the financial statements

Charity Information

The Charity is a company limited by guarantee (registered number 09923402, charity number 1169016), which is incorporated in the UK. The address of the registered office is 100 Longwater Avenue, Green Park, Reading, RG2 6GP.

1. Accounting policies

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 2015), applicable UK accounting standards including the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), and the Companies Act 2006.

Longleigh Foundation 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 note(s).

The principal accounting policies adopted in the preparation of the financial statements are as follows:

Fund accounting

- The charity's general fund consists of funds which the charity may use for its purposes at its discretion.
- Restricted funds are funds that can only be used for specific restricted purposes within the objects of the charity as laid down by the donor. Expenditure which meets this criteria is charged to the fund. Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Income

All incoming resources are recognised once the charity has entitlement to the resources, it is probable that the resources will be received and the monetary value of incoming resources can be measured with sufficient reliability. Services received in kind are recognised in the financial statements where the amounts are quantifiable.

Donations are recognised on a receivable basis where there is certainty of receipt and the amount can be reliably measured. Donations are accounted for as unrestricted, unless there are restrictions under the terms on which they are received or solicited.

Expenditure

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered and is reported as part of the expenditure to which it relates:

- Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries.
- It includes the grants that are given to the partners subject to their adherence to their memorandum of understanding.
- It also includes costs of an indirect nature necessary to support the activities.

Governance costs

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include audit fees and costs linked to strategic management of the charity

Going concern

No material uncertainties that would cast doubt about the ability of the foundation to continue as a going concern have been identified by the Trustees.

Financial Instruments

The company only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. All basic financial instruments are held at amortised cost.

Creditors

Short term creditors are measured at the transaction price. Other financial liabilities are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at Fair Value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

2. Significant Judgements and Estimates

The trustees consider that there are no material judgements in applying accounting policies or key sources of estimation uncertainty.

3. Donations

	Year ended 31 March 2018		
	Unrestricted funds £	Restricted funds £	Total £
Stonewater Limited	67,500	1,000,000	1,067,500
Other	<u>9,034</u>	<u>-</u>	<u>9,034</u>
	<u><u>76,534</u></u>	<u><u>1,000,000</u></u>	<u><u>1,076,534</u></u>

	15 month period ended 31 March 2017		
	Unrestricted funds £	Restricted funds £	Total £
Stonewater Limited	450,000	1,000,000	1,450,000
Other	<u>17,356</u>	<u>-</u>	<u>17,356</u>
	<u><u>467,356</u></u>	<u><u>1,000,000</u></u>	<u><u>1,467,356</u></u>

4. Expenditure on charitable activities

	Year ended 31 March 2018		
	Unrestricted funds £	Restricted funds £	Total £
Project Grants	-	195,460	195,460
Hardship Grants	-	12,832	12,832
Strategic Grants	-	9,000	9,000
Other Expenditure	<u>-</u>	<u>139,270</u>	<u>139,270</u>
	-	356,562	356,562
Governance Costs	<u>-</u>	<u>8,899</u>	<u>8,899</u>
	<u><u>-</u></u>	<u><u>365,461</u></u>	<u><u>365,461</u></u>

	<i>15 month period ended 31 March 2017</i>		
	<i>Unrestricted</i>	<i>Restricted</i>	<i>Total</i>
	<i>funds</i>	<i>funds</i>	
	£	£	£
Project Grants	-	171,600	171,600
Hardship Grants	-	1,476	1,476
Other Expenditure	-	<u>138,662</u>	<u>138,662</u>
	-	311,738	311,738
Governance Costs	-	<u>8,078</u>	<u>8,078</u>
	-	<u><u>319,816</u></u>	<u><u>319,816</u></u>

5. Employees

	2018	2017
	£	£
Staff costs consists of:		
Wages and salaries	5,200	-
Social security costs	530	-
Other pension costs	127	-
Total	<u>5,857</u>	<u>-</u>

The Charity employed one staff member during 2018 (2017: none) who was not paid more than £60,000.

6. Governance expenditure and Trustee remuneration

Total governance costs were £8,899 (2017: £8,078).

During the year the charity incurred £5,880 (2017: £4,950) in governance expenditure which came in respect of the Auditor's remuneration.

Susan Terry, Trustee, has been paid £3,266 (2017: £nil) in respect of her role as Chairman. The Charity Commission have approved remuneration for Susan Terry up to a maximum of £4,500 per annum.

Four Trustees claimed £3,019 (2017: £3,128) for travel expenses.

7. Tax

The company is a charity within the meaning of Para 1 Schedule 6 Finance Act 2010. Accordingly the company is potentially exempt from taxation in respect of income or capital gains within categories covered by Chapter 3 of 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.

No tax charge arose in the period.

8. Creditors: amounts falling due within one year

	2018 £	2017 £
Other creditors		
Stonewater Ltd	35,546	70,184
Accruals for grants payable	123,650	73,576
Taxation & social security	847	-
Other Accruals	<u>11,865</u>	<u>6,540</u>
	<u><u>171,908</u></u>	<u><u>150,300</u></u>

9. Unrestricted funds – movement in year

	Balance at 1 April 2017 £	Incoming resources £	Resources expended £	Balance at 31 March 2018 £
General funds	<u>467,356</u>	<u>76,534</u>	<u>50,000</u>	<u><u>493,890</u></u>

10. Restricted funds – movement in year

	Balance at 1 April 2017 £	Incoming resources £	Resources expended £	Balance at 31 March 2018 £
Stonewater Ltd	<u>680,184</u>	<u>1,000,000</u>	<u>315,461</u>	<u><u>1,364,723</u></u>

Stonewater restricted funds are to be used for the benefit of Stonewater residents, members of residents' families living in Stonewater properties and the communities within which Stonewater operates.

11. Analysis of net assets between funds

	Net current assets 2018 £	<i>Net current assets 2017 £</i>
Unrestricted funds	493,890	467,356
Restricted funds	<u>1,364,723</u>	<u>680,184</u>
	<u>1,858,613</u>	<u><i>1,147,540</i></u>

12. Financial Instruments

Financial Assets measured at amortised cost: Cash held £1,508,425 (2017: £842,840), Debtors £517,500 (2017: £450,000).

Financial Liabilities measured at amortised cost: Creditors excluding tax and social security £171,061 (2017: £150,300)

13. Issued share capital

The company is limited by guarantee and does not have share capital.

14. Related party transactions

Stonewater Limited donated £1,067,500 (2017: £1,450,000) to Longleigh Foundation during the year ending to 31 March 2018. Of this, £67,500 was unpaid at the year end and is included in debtors.

During the year Stonewater Limited incurred £50,173 (2017: £21,500) in respect of administrative and accounting services provided. This was recharged to Longleigh Foundation and at the year-end £33,449 (2017: £1,792) was outstanding and owed to Stonewater Limited. During the year Stonewater Ltd acted as an administrator for the Longleigh Foundation and at the year end the Longleigh Foundation owed Stonewater Ltd £2,098 (2017: £68,392) in respect of invoices incurred by the Longleigh Foundation and paid by Stonewater Ltd.

Susan Terry (Trustee) was a Stonewater Board member and shareholder until 26 September 2017 when she resigned from the Stonewater Board.

Anne Dokov (Trustee) is a Stonewater Board member and shareholder.

15. Grant commitments

Some grants made are subject to additional conditions being met by the recipients before they are due. These grants are only recognised in the accounts when they become unconditional. The commitment to these grants at the year-end was £234,606 (2017: £nil).

