

**The Monmouthshire County Council  
Welsh Church Act Fund**

**Annual Report and Financial Statements for the  
year ended the 31 March 2018**

Registered Charity Number: 507094

**The Monmouthshire County Council Welsh Church Act Fund  
Annual Report for year ended 31 March 2018**

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**The Monmouthshire County Council Welsh Church Act Fund  
Annual Report for year ended 31 March 2018**

**Trustee, Officers and Advisors**

**Trustee**

Monmouthshire County Council

**Secretary**

Matthew Phillips  
Monitoring Officer  
Monmouthshire County Council

**Registered Office**

Innovation House  
Magor  
PO Box 106  
NP26 9AN

**Auditors**

Wales Audit Office  
24, Cathedral Road  
Cardiff  
CF11 9LJ

**Solicitor**

Matthew Phillips  
Head of Legal Services  
Monmouthshire County Council

**Investment Custodian**

Monmouthshire County Council

**General Management**

Mr Peter Davies  
Director of Resources  
Monmouthshire County Council

**Bankers**

Barclays Bank  
1-5 St David's Way  
St David's Centre  
Cardiff  
CF10 2DP

# **The Monmouthshire County Council Welsh Church Act Fund Annual Report for year ended 31 March 2018**

## **Report of the Trustee for the year ended 31 March 2018**

The Trustee presents its annual report and the audited financial statements for the year ended 31 March 2018 of The Monmouthshire County Council Welsh Church Act Fund ('the Charity').

The information with respect to the Trustee, officers and advisors set out on page 1 forms part of this report.

The 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 the 16<sup>th</sup> July 2014 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011 and the UK Generally Accepted Practice as it applies from the 1<sup>st</sup> January 2015.

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 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 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

### **Structure, Governance and Management**

The Charity is governed by the Welsh Church Act 1914 and the Welsh Church Act (Designation and Specification) Order 1996 and is registered with the Charity Commissioners under charity number 507094. A model scheme for the administration of the fund has been prepared and has been submitted to the Welsh Government for approval.

The Trust covers the Council administrative areas of Blaenau Gwent, Caerphilly, Monmouthshire, Torfaen and the City of Newport, with Monmouthshire County Council being designated as the host Authority. The Monmouthshire Welsh Church Act Fund was established on 1 April 1996, from the former Gwent Welsh Church Act Fund and part of the former Mid Glamorgan Welsh Church Act Fund.

Monmouthshire County Council as the Corporate Body is the Trustee for the Welsh Church Fund and therefore there are no policies and procedures adopted for the induction and training of trustees. The trustees also have regard to the Charity Commission's guidance on public benefit.

The management of the Fund is undertaken by officers of the Council and a calculated proportion of their time is charged to the Fund.

### **Objectives**

The primary object of the Charity for each year, as stated in its governing document, is to assist public groups and individuals for educational, social, recreational and other charitable benefit purposes. Grants are available from the Fund for capital or revenue purposes. Capital grants may be awarded to assist organisations in the furnishing and upkeep of buildings. Revenue grants are designed to further the aims of societies and to assist individuals in their various pursuits.

### **Grants allocation policy**

An annual budget set by the Trustee for grant payments is split between the administrative areas of Blaenau Gwent, Caerphilly, Monmouthshire, Torfaen and Newport on a population basis.

A Committee set up by the Trustee approves grant applications on a basis in line with full Council meetings or as deemed required by the participating authorities. Grants are made in pursuance of the Charity's objectives.

The grant allocation of each financial year is considered in line with the long term financial viability of the trust and to maintain the ability to generate funds in future years for distribution by maintaining sufficient capital assets.

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### **Review of activities and future developments**

The statement of financial activities for the year is set out on page 7 of the financial statements. A summary of the financial results and the work of the Charity are set out below.

The Fund has increased in value by £21,654 (£254,089 increase in 2016/17); this slight increase in value is due to a balancing of Investment income and distributed charitable grant payments.

Income is principally comprised of investment income of £216,152 (£205,979 in 2016/17), The Trust has utilised the Trustee's own investment managers to manage the fund, thus, controlling management fees and therefore maximising returns whilst at the same time maintaining a balanced capital risk strategy.

Charitable resources expended during the year amounted to £173,430 (£187,149 in 2016/17) and principally comprised grant payments of £159,481 (£169,842 in 2016/17). The slight decrease in charitable expenditure was primarily due to Torfaen County Borough Council having utilised all of their brought forward balances in 2016-17 and delays in Caerphilly Borough Council modifying their grant allocation policy to support a greater diversity of applicants and the conditions that are required for grant disbursement. This change in policy will result in a greatly increased utilisation of brought forward grant balances in the 2018-19 financial year for Caerphilly.

Net losses on investments held amounted to £21,068 (£232,417 net gain in 2016/17). These non-realised investment losses have been as a result of the Trusts' current investment strategy, diversifying the portfolio across several investment categories in the last couple of financial years and current volatility in the financial markets. The long term projections on these charity based investments as indicated by the Trustees' Treasury consultants continue to outperform the trust's old pooled investment strategy as reflected by the continuing increased investment returns received during the financial year.

### **Income generation**

The Charity's income was £216,152, compared to £208,821 in 2016/17. The diverse market investment strategy that mainly replaced the pooled investment strategy with Monmouthshire County Council has continued to produce consistent returns in the financial markets due to investment in more specific charitable investment funds. This income generation forms the main basis of the following years grant allocations to ensure continuity and non-degradation of the funds capital assets and to perpetuate the charity as a 'going concern'.

### **Bad debt provision**

There are no bad debts arising in the year of account.

### **Investment powers, policy and performance**

Under the terms of the Trust Deed, the Trustee has general powers of investment, subject to the provisions of the Trustee Act 2000. The investment policy of the Trust is to maximise the rate of investment return, whilst employing a risk strategy that minimises any potential reduction in the capital value of the Fund.

The Trustee has reviewed its investment strategy and produced an investment and fund strategy for 2017/18, which was approved by Monmouthshire County Council in its capacity as sole and corporate trustee, on March 1st 2017.

### **Changes in fixed assets**

The fixed asset investments were re-valued in the 2017-18 financial year in line with the Investment Asset policy of revaluation every year.

### **Reserves**

The Trustee's policy is to maintain the level of investments at a level that provides sufficient annual income to fund the Charity's charitable expenditure. The level of funds held at 31<sup>st</sup> March 2018 is £5,492,332 (5,470,678 in 2016/17). The Trustee has reviewed its Fund strategy and produced an investment and fund strategy for 2017/18 which states that the purpose of reserves is to maintain investments such that they realise sufficient income to provide grants to organisations at a consistent level. Whilst, the strategy is to ensure that there is no long-term detrimental effect on overall reserve balances, recommendations made by the Charity Commission has resulted in grants allocations being made in line with investment returns.

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## **Governance of the Charity**

Representative Councillors from each of the five administrative areas of Blaenau Gwent, Caerphilly, Monmouthshire, Torfaen and Newport are appointed by their respective councils annually to form a committee to oversee fund management. Members are appointed to the committee for the term of the Council.

## **Risk management**

The Trustee has undertaken a review of the major risks to which the Charity is exposed and its risk management and internal control procedures should be updated to ensure that systems are in place to mitigate the risks identified. The risk assessment was considered by Monmouthshire County Council on 1st March 2017 and no risks were identified.

## **Auditors**

The Wales Audit Office was appointed as auditors to the Welsh Church Act Fund in 2007/08.

## **Statement of Trustee's responsibilities**

The Trustee is responsible for preparing financial statements for each financial year which give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of affairs of the charity and its financial activities for that period.

In preparing those financial statements, the Trustee is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards and statements of recommended practice have been followed, subject to any 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 charity will continue in operational existence.

The Trustee confirms that it has complied with the above requirements in preparing the financial statements.

The Trustee is responsible for keeping accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable it to ensure that the financial statements comply with the Charities Act 1993. It is 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.

The Trustee certifies that:

- as far as it is aware, there is no relevant information of which the Charity's auditors are unaware; and
- as Trustee of the Charity, it has taken all the steps that it ought to have taken in order to make itself aware of any relevant audit information and to establish that the Charity's auditors are aware of that information.

**By order of the Trustee**

**Mr Peter Davies  
Director of Resources, Monmouthshire County Council**

**Date:**

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**Report of the Auditor General for Wales to the Trustee of the  
Monmouthshire County Council Welsh Church Act Fund**

I have audited the financial statements of Monmouthshire County Council Welsh Church Act Fund for the year ended 31 March 2018, which comprise the Statement of Financial Activities, the Balance Sheet, Cash Flow Statement and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

**Respective responsibilities of trustee and independent auditor**

As explained more fully in the Trustee Responsibilities Statement set out on page 2, the trustee is responsible for the preparation of financial statements which give a true and fair view.

I have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

My responsibility is to audit the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require me to comply with the Financial Reporting Council's Ethical Standards for Auditors.

**Scope of the audit of the financial statements**

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the charity's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the trustee; and the overall presentation of the financial statements.

In addition, I read all the financial and non-financial information in the Trustee Annual Report, to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by me in the course of performing the audit. If I become aware of any apparent material misstatements or inconsistencies, I consider the implications for my report.

**Opinion on financial statements**

In my opinion the financial statements:

- give a true and fair view of the state of affairs of the charity as at 31 March 2018 and of its incoming resources and application of resources for the year then ended; and
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice and the Charities Act 2011.

**Opinion on other matters**

In my opinion the information in the Trustee Annual Report is consistent with the financial statements.

**Matters on which I am required to report by exception**

I have nothing to report in respect of the following matters where the Charities Act 2011 requires me to report to you if, in my opinion:

- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- I have not received all the information and explanations I require for my audit.

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**Emphasis of Matter**

Your attention is drawn to the fact that the Charity has prepared its financial statements in accordance with the Charities SORP 2015 in preference to the Charities SORP 2005 which is referred to in the extant regulations but has been withdrawn. We understand this has been done in order for the accounts to provide a true and fair view in accordance with United Kingdom Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

Ann-Marie Harkin  
On behalf of the Auditor General for Wales  
Date:

Wales Audit Office  
24 Cathedral Road  
Cardiff CF11 9LJ



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**Statement of financial activities (Sofa) for the year ended 31  
March 2018**

	Notes	2018	2018	2017
		Unrestricted	Total	Total
		Funds	Unrestricted	Unrestricted
		Funds	Funds	Funds
		£	£	£
<b>Income &amp; Endowments from:</b>				
Investment income	2	216,152	<b>216,152</b>	205,979
Other incoming resources		0	<b>0</b>	2,842
<b>Total income &amp; Endowments</b>		<b>216,152</b>	<b>216,152</b>	208,821
<b>Resources Expended</b>				
Raising funds:				
Investment Property Professional fees		(749)	<b>(749)</b>	(1,247)
Management and administration		(3,000)	<b>(3,000)</b>	(2,500)
		<b>(3,749)</b>	<b>(3,749)</b>	(3,747)
<b>Charitable expenditure</b>				
Costs of activities in furtherance of the Charity's objects				
Grants payable	3,4	(159,481)	<b>(159,481)</b>	(169,842)
Management and administration		(4,511)	<b>(4,511)</b>	(4,285)
<b>Other</b>				
Governance Costs	5	(5,689)	<b>(5,689)</b>	(9,275)
<b>Total Resources Expended</b>		<b>(173,430)</b>	<b>(173,430)</b>	(187,149)
Gains/(losses) on investment assets	9,10	(21,068)	<b>(21,068)</b>	232,417
<b>Net Income / Expenditure</b>		<b>21,654</b>	<b>21,654</b>	254,089
<b>Transfers between funds</b>	13	<b>0</b>	<b>0</b>	0
<b>Net movement in funds</b>		<b>21,654</b>	<b>21,654</b>	254,089
Fund balances brought forward April 2017		<b>5,470,678</b>	<b>5,470,678</b>	5,216,589
<b>Fund balances carried forward 31 March 2018</b>	13	<b>5,492,332</b>	<b>5,492,332</b>	5,470,678

All incoming resources and resources expended are derived from continuing activities. There are no recognised gains or losses other than those disclosed above.

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**Balance Sheet as at 31 March 2018**

	Notes	2018 Unrestricted Funds £	2017 Unrestricted Funds £
<b>Fixed assets</b>			
Investment Land	9	418,000	400,501
Investments	10	4,806,332	4,844,898
		<b>5,224,332</b>	<b>5,245,399</b>
<b>Current assets</b>			
Debtors: amounts falling due within one year	11	54,518	180,021
Cash at bank and in hand		368,539	212,271
		<b>423,057</b>	<b>392,292</b>
<b>Current Liabilities</b>			
Creditors: amounts falling due within one year	12	(155,058)	(167,013)
<b>Net current assets or liabilities</b>		<b>268,000</b>	<b>225,279</b>
<b>Net assets or liabilities</b>		<b>5,492,332</b>	<b>5,470,678</b>
<b>The Funds of the Charity:</b>			
Unrestricted Funds	13	5,492,332	5,470,678
<b>Total Charity funds</b>		<b>5,492,332</b>	<b>5,470,678</b>

The accounts on pages 7 to 16 were approved by the Trustee on 31 January 2019, and signed on their behalf by:

**By order of the Trustee**

**Mr Peter Davies  
Director of Resources – Monmouthshire County Council**

Date:

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**Statement of Cash flows as at 31 March 2018**

	note	Total Funds £	Prior Year Funds £
<b>Cash flows from operating activities</b>			
<i>Net cash provided by operating activities</i>	7	(79,882)	(161,900)
<hr/>			
<b>Cashflow from investing activities</b>			
Dividends and rents from investments		216,152	205,979
<hr/>			
<i>Change in cash and cash equivalents in the reporting period</i>		136,270	44,079
<b>Cash and cash equivalents at the beginning of the reporting period</b>		<b>212,271</b>	<b>168,191</b>
<hr/>			
<i>Cash and cash equivalents at the end of the reporting period</i>		<b>348,541</b>	<b>212,271</b>
<hr/>			

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**Notes to the financial statements for the year ended 31 March  
2018**

**1 Principal accounting policies**

The 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 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011.

The trust constitutes a public benefit entity as defined by FRS 102.

The trustees consider that there are no material uncertainties about the Trust's ability to continue as a going concern..

A summary of the principal accounting policies, which have been applied consistently, are set out below.

**Basis of accounting**

The financial statements are prepared in accordance with the historical cost convention, as modified by the inclusion of investments and tangible fixed assets at market value. During the year the Charity reviewed its accounting policies in accordance with FRS 102 'Accounting Policies'. No accounting policies have been changed as a result.

**Incoming Resources**

All income is accounted for on an accruals basis.

**Resources expended**

All expenditure is accounted for on an accruals basis. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with use of the resources.

**Grants payable**

Grants payable are accounted for in full as liabilities of the Charity when approved by the Trustee and accepted by the beneficiaries.

**Management and administration**

Management and administration costs include expenditure on administration of the Charity and, an appropriate apportionment of overheads based upon a time allocation.

**Governance Costs**

Governance costs comprise costs involving the compliance with constitutional and statutory requirements. These costs relate to audit fees payable to the appointed external auditor.

**Irrecoverable VAT**

Any irrecoverable VAT is charged to the statement of financial activities, or capitalised as part of the cost of the related asset, where appropriate.

**Recognition of liabilities**

Liabilities are recognised when an obligation arises to transfer economic benefits as a result of past transactions or events.

**Debtors/ Creditors**

Where revenue and expenditure have been recognised but cash has not been received or paid, a debtor or creditor for the relevant amount is recorded in the Balance Sheet. Where debts may not be settled, the balance of debtors is written down and a charge made to revenue for the income that might not be collected.

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### Fund accounting

Funds are unrestricted funds which are available for use at the discretion of the Trustee in furtherance of the general objectives of the Charity and which have not been designated for other purposes.

### Investment Land and Property

#### *Capitalisation, Replacement and Valuation*

The Trust's policy is to revalue its Investment land on an annual basis in line with the Charities SORP. Valuations will also be undertaken where it is identified that there have been material movements between formal valuations, this has been changed from a five year valuation cycle due to the Land assets being deemed to be Investment Land not tangible fixed assets.

An Independent Valuer of Williams Associates, a qualified Land Valuer and Chartered Surveyors, re-valued all Investment Land as at 1<sup>st</sup> November 2017 and all assets held at year-end are included in the accounts at valuation. Vacant properties are valued at open market value.

### Depreciation

Land is not depreciated. The Fund currently has no buildings on the fixed asset register.

### Investments

Any realised and unrealised gains and losses on revaluation or disposals of investments are included in the statement of financial activities. The Authority is authorised to invest any surplus income or dispose of any investments when it deems appropriate. Investments are strategically placed in investment funds specifically designed for charitable organisations. Investment performance is reviewed periodically in light of prevailing economic changes.

### Fees and similar income

Fees receivable and charges for services and use of premises are accounted for in the period in which the service is provided.

### Cash flow statement

The Charity has produced a cash flow statement under Financial Reporting Standard 102 under section 7 on the basis that it meets the relevant conditions and size criteria specified in the Companies Act.1985.

## 2 Investment income

	2018	2017
	£	£
Investments with Monmouthshire County Council	1,351	1,672
Investment Property Rental Income	3,835	3,060
External Investments	210,966	201,247
	<b>216,152</b>	<b>205,979</b>

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**3 Grants Payable**

	2018	2017
	£	£
Grants have been paid to the following administering Local Authorities for them to make to groups and individuals on behalf of the Fund:		
Monmouthshire County Council	35,054	22,858
Torfaen County Borough Council	30,106	48,858
Newport City Council	49,694	56,180
Blaenau Gwent County Borough Council	27,697	24,396
Caerphilly County Borough Council	16,929	17,550
	<b>159,480</b>	<b>169,842</b>

The management and administration cost of the fund and grants distributed were £5,918 during the year.

**4 Analysis of Grants**

	Grants to Organisations	Grants to Individuals
	£	£
The Advancement of Education	4,883	1,250
The Advancement of Religion	76,519	0
The Relief of Poverty	3,250	30,600
Other Purposes Beneficial to the Community	42,978	0
Total	<b>127,630</b>	<b>31,850</b>

Caerphilly Borough Council, Torfaen County Borough Council, Monmouthshire County Council and Newport City Council have under spent their allocations for 2017/18 by £263,240, £20,597, £11,397 and £845 respectively which will be carried forward for distribution in 2018/19. Grants to Churches and other Religious establishments totaled £76,519 and Community Organisations £42,978 respectively during the financial year. Grants of essential equipment and furnishings to the value of £30,600 were made to individuals for the relief of families in deemed to be in poverty. No organization or Individual applied for more than 1 award during the 2017/18 financial year.

**5 Governance Costs**

	2018	2017
	£	£
Auditor's remuneration	5,689	9,275
	<b>5,689</b>	<b>9,275</b>

Governance costs are now reflective of Wales Audit Office now charging market rates and the balance contained within 2017-18 reflects a re-profiling adjustment in regards to the payment schedule enacted in

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2016-17. The forecast chargeable rate for 2018-19 governance costs will be c£5,880.

No indemnity insurance for Trustee's liability has been purchased by the Charity. Though no specific indemnity insurance has been purchased by the Charity, the Fund is covered by Monmouthshire County Councils' fidelity guarantee insurance. Insurance covers financial losses incurred as a result of fraudulent acts conducted by Authority employees but does not cover the Trustee for any wrong decisions that may have been made. Governance costs have increased during the year as a result of the Public Audit Wales Act and in particular the duty placed on the Wales Audit Office to ensure full cost recovery in its audit fees.

### 6 Taxation

The Charity is a registered charity, and as such is entitled to certain tax exemptions on income and profits from investments, and surpluses on any trading activities carried on in furtherance of the Charity's primary objectives, if these profits and surpluses are applied solely for charitable purposes.

The Charity is not separately registered for VAT because it falls within the Local Authority's VAT Registration as Corporate trustee and accordingly, all their expenditure is recorded exclusive of any VAT incurred.

### 7 Reconciliation of net income/ (expenditure) to net cash flow from operating activities as at 31 March 2018

	Current Year	Prior Year
	£	£
<i>Net income/(expenditure) for the reporting period (as per the statement of financial activities)</i>	21,654	254,089
<b>Adjustments for non-cash transactions</b>		
(Gains) /losses on investments	21,068	(232,417)
Dividends, Interest & Rents from investments	(216,152)	(205,979)
Increase/(decrease) in Provisions	0	0
(Increase)/ decrease in debtors / bad debts	125,503	(32,285)
Increase/(decrease) in creditors	(11,955)	54,692
<b>Net cash provided and (used in) operating activities</b>	<b>(79,882)</b>	<b>(161,900)</b>

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**8 Analysis of cash and cash equivalents as at 31 March 2018**

	<b>Current Year</b>	<b>In Year Movement</b>	<b>Prior Year</b>
	<b>£</b>	<b>£</b>	<b>£</b>
Cash in hand	<b>348,541</b>	136,270	212,271
Overdraft facility repayable on demand	<b>0</b>	0	0
<b>Total cash and cash equivalents</b>	<b>348,541</b>	136,270	212,271



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**9 Investment Land and Property**

	<b>Total</b>
	<b>£</b>
<b>Valuation</b>	
At 1 April 2017	400,501
Disposals	0
Revaluation	17,499
<b>At 31 March 2018</b>	<b>418,000</b>
<b>Depreciation</b>	
At 1 April 2017	0
Charge in year	0
Disposals	0
<b>At 31 March 2018</b>	<b>0</b>
<b>Net book Value</b>	
At 1 April 2017	400,501
<b>At 31 March 2018</b>	<b>418,000</b>

Tangible Investment Assets solely consist of freehold land. All land held by the Fund had been revalued as at 1<sup>st</sup> November 2017. Valuations were carried out in accordance with the valuation policy. A further valuation will be carried out within 2018/19 financial year and on thereafter on an annual rolling basis.

**10 Investments**

	<b>2018</b>	<b>2017</b>
	<b>£</b>	<b>£</b>
CCLA - COIF Property Fund	<b>1,038,108</b>	<b>1,006,356</b>
UBS Multi Asset Income Fund	<b>694,458</b>	<b>712,332</b>
M&G Charibond Fund	<b>689,617</b>	<b>724,274</b>
Schroders Income Maximiser	<b>436,285</b>	<b>453,662</b>
M&G Charifund	<b>531,403</b>	<b>542,527</b>
CCLA - COIF Investment Fund	<b>957,143</b>	<b>943,368</b>
Treasury Stock 2024 2.5%	<b>109,318</b>	<b>112,379</b>
Invested with Monmouthshire County Council	<b>350,000</b>	<b>350,000</b>
	<b>4,806,332</b>	<b>4,844,898</b>

The Trust has investments held with UBS, M&G, Schroeder's, CCLA, HM Treasury and Monmouthshire County Council which are generally managed by the trusts treasury management advisors. Returns from Monmouthshire County Council are generated on a "pooled" basis. The average rate of interest generated on the pooled funds from Monmouthshire was 0.2449% for 2017/18 (0.3338% for 2016/17). The basis of valuation on the market based investments held with CCLA, M&G, UBS and Schroder's, is the

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open market value of the unit holdings on the 31<sup>st</sup> March 2018 multiplied by the units held. There were no additions or disposals of investments during the financial year. The Treasury Stock 2024 valuation is based upon the market value of the Treasury Gilt at the 31<sup>st</sup> March 2018 as listed on the dmo.gov website. The value of the 'pooled' investment with Monmouthshire County Council is the cash value as at the 31<sup>st</sup> March 2018. None of the Investments are held outside of the territorial limits of the United Kingdom and the cost of the revaluations is contained within the charity management fee charged annually from Monmouthshire County Council.

### 11 Debtors

	2018 £	2017 £
<b>Amounts falling due within one year</b>		
<i>Prepayment &amp; accrued income</i>		
Investment Income	51,143	178,430
Other Debtors		
MCC Bank Transfer	0	0
<i>Trade debtors</i>		
Rental income	0	0
Bad debt provision for loss of rental income	0	0
<i>Other Debtors</i>		
HM Revenue and Customs	1,375	1,591
Other Debtors	2,000	0
	<b>54,518</b>	<b>180,021</b>

All investment interest due from the trustee was paid in year in 2017-18.

### 12 Creditors

	2018 £	2017 £
<b>Amounts falling due within one year</b>		
Grant creditors	138,821	151,384
Other creditors	16,237	15,629
	<b>155,058</b>	<b>167,013</b>

Grant creditors are recognised on the amounts awarded by the five constituent authorities of the Welsh Church Fund unpaid at the financial year-end. Other creditors are fees reimbursable for professional services utilised during the financial year by the Charity.

### 13 Funds

	Balance 1 April 2017 £	Incoming resources £	Resources Expended £	Other Recognised Gain / (Loss) £	<b>Balance 31 March 2018 £</b>
Unrestricted funds	5,470,678	216,152	(173,430)	(21,068)	<b>5,492,332</b>

There were no transfers between funds during the 2017-18 financial year.

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### **14 Related party transactions**

During the year transactions with related parties arose as follows:

	<b>2018</b>		2017	
	<b>Receipts</b>	<b>Payments</b>	Receipts	Payments
	<b>£</b>	<b>£</b>	£	£
<b>Monmouthshire County Council</b>	<b>1,352</b>	<b>4,886</b>	4,513	4,537

Members of the Authority have direct control over the Welsh Church Fund's financial and operating policies. Where work or services have been commissioned, or where grants were made during the financial year in which members had an interest, members have a duty to declare such an interest. The Welsh Church Fund must ensure that grants allocated were in full compliance with the Authority's standing orders and that grants were made with proper consideration of declarations of such interests.

During the financial year, members who declared an interest did not take part in any discussion or decision relating to grants made or works or services commissioned. Details of all interests declared are recorded in minutes or relevant meetings and recorded in the Register of Members' Interest, open to public inspection at County Hall, Usk.

There are outstanding balances for expenditure of £4,886 and income of £2,407 at the year-end with Monmouthshire County Council

### **15 Trustee's Expenses, Remuneration and Benefits**

No Expenses, Remuneration or Benefits were incurred during the year of account