

REGISTERED CHARITY NUMBER: 206294

THE DUNWICH TOWN TRUST

**REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017**

THE DUNWICH TOWN TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2017

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THE DUNWICH TOWN TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2017

The trustees present their report with the financial statements of the charity for the year ended 31 December 2017. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number 206294

Principal Address:

24 Church View
Holton
Halesworth
Suffolk
IP19 8PB

Trustees: representative:

Mrs A Abell	(Chair)
Mr R C Clay	(Treasurer)
Mr K Maunder	
Ms G Schacke-Andersen	(Vice-chair)
Dr D Cox	
Mr M Whitby	(resigned September 2017)

Trustees: co-opted:

Miss N Mayo
Mrs V Bethell

Officers

Mr J Lavery	(Clerk)
Mrs N Kinahan	(Bookkeeper)

Independent Examiner

Ensors Accountants LLP
Blyth House
Rendham Road
Saxmundham
IP17 1WA

Bankers

Barclays Bank plc
36 Thoroughfare
Halesworth
IP19 8LF

THE DUNWICH TOWN TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2017

REFERENCE AND ADMINISTRATIVE DETAILS - continued

Solicitors

Nicholsons
23 Alexandra Road
Lowestoft
NR32 1PP

Property Agent

Clarke & Simpson
Well Close Square
Framlingham
Suffolk
IP13 9DU

COMMENCEMENT OF ACTIVITIES

The Dunwich Town Trust was formed under a Charity Commission Scheme in 1889 to administer the property of the dissolved Corporation of Dunwich. The Pension Charity was founded in 1899 under a separate Charity Commission Scheme to administer the endowments of a charity known as The Hospital of St James and The Maison Dieu. Since then there have been several revisions to both Schemes culminating in the current Scheme, dated 1 January 2010, which amalgamated the above two charities maintaining the original Pension Charity as a restricted fund.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes an unincorporated charity.

Recruitment and appointment of Trustees

In accordance with the Charity's governing Scheme six trustees are appointed by the Dunwich Parish Meeting at meetings held according to the ordinary practice of that body; and three trustees are co-opted at special meetings of the trustees. All trustees serve for a term of three years. The trustees who have served during the year are set out on page 1.

Risk management

The Trustees have a duty to identify and review the risks to which the Charity is exposed and to ensure that the appropriate controls are in place to provide reasonable assurance against fraud and error.

OBJECTIVES AND ACTIVITIES

Charitable objectives

- (1) The object of the charity is to further the general benefit of the inhabitants of the area of benefit in such charitable ways for the public benefit as the trustees think fit.
- (2) In exceptional cases the trustees may further the objects of the charity outside the area of benefit if they are satisfied that to do so is in the best interests of the charity.

Charitable activities

The charitable activities include awarding grants to institutions or individuals for purposes which benefit the community of Dunwich as a whole.

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A restricted fund awards grants to individuals in need and the elderly for a range of purposes from provision of care alarms to help with tertiary education expenses, emergency problems in the home and help with fuel costs; and makes grants of money to other bodies who provide assistance to those in need.

Object of the restricted fund

The income from the restricted fund is to be applied for the following objects:

- (1) The relief of persons resident in the area of benefit who are in need, hardship or distress.
- (2) The trustees may relieve such persons in need, hardship or distress by:
 - (a) making grants of money to them; or
 - (b) providing or paying for goods, services or facilities for them; or
 - (c) making grants of money to other persons or bodies who provide goods, services or facilities to those in need.
- (3) In exceptional cases the trustees may decide to assist someone (who is otherwise qualified) who is:
 - (a) resident outside the area of benefit; or
 - (b) only temporarily resident in the area of benefit.

Trustees to act jointly

- (1) Subject to the exception stated in sub-clause (2) of this clause, the trustees must exercise their powers jointly at properly convened meetings.
- (2) The trustees may appoint a committee of not less than three of their number to deal with applications for assistance from the charity which cannot await the trustees' next meeting. The decisions of such a committee must be reported.

Use of income and capital - the restricted fund

- (1) The trustees must firstly apply:
 - a) The income of the restricted fund; and
 - b) If the trustees think fit, expendable endowment; and
 - c) When the expenditure can properly be charged to it, its permanent endowment in meeting the proper costs of administering the restricted fund and of managing its assets (including the repair and insurance of its buildings).
- (2) After payment of these costs, the trustees must apply the remaining income in furthering the object of the restricted fund.
- (3) The trustees may also apply for the object of the restricted fund:
 - a) expendable endowment; and
 - b) permanent endowment, but only on such terms for the replacement of the amount spent as the Commission may approve in advance or is permitted by law.

Use of income and capital - the unrestricted fund

- (1) The trustees must firstly apply:
 - (a) the income of the charity; and
 - (b) if the trustees think fit, expendable endowment; and
 - (c) when the expenditure can properly be charged to it, its permanent endowment in meeting the proper costs of administering the charity and of managing its assets (including the repair and insurance of its buildings)
- (2) After payment of these costs, the trustees must apply the remaining income in furthering the object of the charity.

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- (3) The trustees may also apply for the object of the charity:
- (a) expendable endowment; and
 - (b) permanent endowment, but only on such terms for the replacement of the amount spent as the Commission may approve in advance or is permitted by law.

Questions relating to the Scheme

The Commission may decide any question put to it concerning:

- (1) the interpretation of this scheme: or
- (2) the propriety or validity of anything done or intended to be done under it.

ACHIEVEMENT AND PERFORMANCE

Governance

Mrs A Abell was re-elected chairman. Mr R C Clay continued as treasurer and Ms G Schacke-Anderson as vice chairman. All policies were reviewed and minor amendments adopted.

Meetings

In addition to the regular bi-monthly meetings the Report of the Trustees and Financial Statement for 2016 were presented at the Annual Meeting of the Parish Meeting in April. An open meeting followed at which the findings of a metal detectorist who had worked on Gallows Field were on display.

Housing

A programme of minor repairs and renovation included the external decoration of both Town Houses and the fitting of a wood burning stove in 1 Maison Dieu. All the houses were inspected for Electrical Inspection Condition Reports and any failings addressed.

Grants

Twenty seven winter grants were awarded. Five individuals were awarded grants for specific needs and fifteen care alarms have been provided to vulnerable parishioners. To benefit the village as a whole grants were awarded: to Dunwich Reading Room and Museum Charity to help with running costs and to allow Dunwich organisations to use the Reading Room free of charge. A regular taxi service to Saxmundham was funded to help those residents who had relied on the local bus service which no longer runs.

Other activities

Repairs to the paling fence at the foot of the cliff are ongoing. Five traditional apple and pear trees were planted in a new small orchard area.

Conservation land which had been gifted to the Trust by Brian Duncan was formally registered at the Land Registry.

Treasury

A change of tenant in 1 Barne Cottages resulted in a short period when this was unoccupied. Rents were increased slightly in September for all properties except Barne Cottages and Town House 1. Overall the annual income from domestic rents increased by 2 percent over the previous year. The income from domestic rents accounted for 48 percent of the total income of the charity (91 percent of the unrestricted fund)

THE DUNWICH TOWN TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2017

A five year rent review was carried out on the Car Park and Flora Tea Rooms, resulting in a 7.7 percent increase being applied to the Tea Rooms. Rental income remains the main source of income for the restricted fund, contributing 76 percent of the income.

The unrestricted fund paid a further £20,000 as the final repayment of the loan given by the restricted fund to help finance the building of the affordable houses.

Surplus funds from the restricted fund's current account were used to purchase additional COIF units and build up the Inundation Fund.

The COIF investment funds yielded 3.34 percent over the year.

Charitable giving increased from the previous year overall by 36 percent.

Unrestricted Funds

As part of its continuous review of financing future projects and making prudent provision for adverse conditions, the trustees have allocated the following designated funds for the 2017 year:

	£
General Reserve	120,553
Capital Fund	1,577,000
Flood Protection Fund	100,000
Property Renovation Fund	50,000
Total Funds	1,847,553

Restricted Funds

As part of its continuous review of financing projects and making prudent provision for adverse conditions, the trustees have allocated the following designated funds for the 2017 year:

	£
General Reserve	6,687
Capital Fund	465,000
Inundation Fund	757,735
Total Funds	1,229,422

ALL FUNDS	3,076,975
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Unrestricted Grants

	£
Dunwich Reading Room and Museum – use of room by Dunwich organisations	1,000
Dunwich Parish Meeting	210
Westleton Village Hall	1,000
Total	2,210

THE DUNWICH TOWN TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2017

Restricted Grants

	£
Contact Care Alarms	2,891
Winter Grants	15,900
General Relief	7,812
Macmillan Nurses	1,000
St Elizabeth Hospice	1,000
Cruse Bereavement Care	1,500
Disability Advice Service	1,000
Headway Suffolk	1,000
Middleton and Yoxford Schools	2,000
Education	1,000
Total	35,103

FINANCIAL REVIEW

Reserves policy

- (1) General Reserve Fund for unforeseen liabilities and fluctuation in demand for grant giving.
- (2) Capital and Flood Protection Fund to contribute funds towards anticipated construction of banks and sea defences.
- (3) Property Renovation Fund for major works to the Dunwich Town Trust properties.
- (4) Inundation Fund for the anticipated inundation of its major asset, The Flora Tea Rooms, and expenditure anticipated in the furtherance of protection of its property by coastal erosion.

Grant making policy

The charity will receive applications from individuals and institutions in the parish of Dunwich and adjoining parishes if they are for the general benefit of the people of Dunwich or for the relief of distress of individuals. Decisions relating to grants are at the absolute discretion of the trustees.

Investment policy and objectives

There are no restrictions on the charity's power to invest. The investment strategy is set by the trustees and takes account of recent demands for funds. The trustees also consider the income requirements.

On BEHALF OF THE BOARD



Mrs A Abell
Trustee

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF THE DUNWICH TRUST

I report on the accounts of the Trust for the year ended 31 December 2017 which are set out on pages 8 to 19.

RESPECTIVE RESPONSIBILITIES OF TRUSTEES AND EXAMINER

As the charity's trustees you are responsible for the preparation of the accounts; you consider that the audit requirement of section 144(2) of the Charities Act 2011 (the Act) does not apply. It is my responsibility to state, on the basis of procedures specified in the General Directions given by the Charity Commissioners under section 145(5)(b) of the Act, 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 Commissioners. 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 seeking 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 I do not express an audit opinion on the view given by the accounts.

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 Act; and
 - to prepare accounts which accord with the accounting records and to comply with the accounting requirements of the Acthave 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.



CARL PAGE FCCA
ENSORS ACCOUNTANTS LLP
BLYTH HOUSE
SAXMUNDHAM
IP17 1WA

DUNWICH TOWN TRUST
STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 DECEMBER 2017

		Unrestricted	Restricted	2017	2016
	Notes	Funds	Funds	Total	Total
		£	£	Funds	Funds
				£	£
INCOME					
Income and endowments from:					
Charitable activities	2	49,320	36,269	85,589	83,865
Investments	3	3,143	11,199	14,342	14,415
Other	4				538
Total		52,463	47,468	99,931	98,818
EXPENDITURE					
Expenditure on:					
Charitable activities					
Investment management costs	5	31,609	2,473	34,082	15,306
Grants payable	6	2,210	35,103	37,313	27,401
Management and administration	7	3,860	2,890	6,750	9,064
Total		37,679	40,466	78,145	51,771
Net income/(expenditure)		14,784	7,002	21,786	47,047
Other recognised gains/losses					
Gains/losses on investment assets		7,590	70,421	78,011	285,203
		22,374	77,423	99,797	332,250
Extraordinary item					
Gift of conservation plot		10,000		10,000	
Net movement in funds		32,374	77,423	109,797	332,250
Total funds brought forward		1,815,179	1,151,999	2,967,178	2,634,928
TOTAL FUNDS CARRIED FORWARD		1,847,553	1,229,422	3,076,975	2,967,178

The notes on pages 10 to 19 form part of the financial statements.

DUNWICH TOWN TRUST
BALANCE SHEET

AT 31 DECEMBER 2017

	Notes	Unrestricted Funds £	Restricted Funds £	2017 Total Funds £	2016 Total Funds £
FIXED ASSETS					
Tangible assets	11				
Investments					
Investment property	12	1,727,000	465,000	2,192,000	2,182,000
Programme related investments	13	95,134	757,735	852,869	724,858
		<u>1,822,134</u>	<u>1,222,735</u>	<u>3,044,869</u>	<u>2,906,858</u>
CURRENT ASSETS					
Debtors: amounts falling due in					
one year	14	2,684	1,364	4,048	7,880
Amounts falling due after one year	16				20,000
Cash at bank		25,942	5,473	31,415	59,220
		<u>28,626</u>	<u>6,837</u>	<u>35,463</u>	<u>87,100</u>
CREDITORS					
Amounts falling due in one year	15	(3,207)	(150)	(3,357)	(6,780)
Amounts falling due after one year	16				(20,000)
		<u>25,419</u>	<u>6,687</u>	<u>32,106</u>	<u>60,320</u>
NET CURRENT ASSETS					
		<u>25,419</u>	<u>6,687</u>	<u>32,106</u>	<u>60,320</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
		<u>1,847,553</u>	<u>1,229,422</u>	<u>3,076,975</u>	<u>2,967,178</u>
NET ASSETS					
		<u>1,847,553</u>	<u>1,229,422</u>	<u>3,076,975</u>	<u>2,967,178</u>
FUNDS					
Unrestricted funds	17			1,847,553	1,815,179
Restricted funds				1,229,422	1,151,999
				<u>3,076,975</u>	<u>2,967,178</u>

The financial statements were approved by the Board of Trustees on 14 March 2018 and were signed on its behalf:-

Mrs A Abell
Trustee

Angela Abell

The notes on pages 10 to 19 form part of the financial statements.

DUNWICH TOWN TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2017

1 ACCOUNTING POLICIES

Basis of preparation

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice and in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) issued on 16 July 2014 and the Charities Act 2011.

In preparing the accounts, the trustees have considered whether in applying the accounting policies required by FRS 102 and the Charities SORP FRS 102 a restatement of comparative items was needed. No restatements were required.

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

Preparation of accounts on a going concern basis

The assessment of the trustees is that the charity is a going concern.

Income

All incoming resources are included on the Statement of Financial Activities when the charity has sufficient certainty that receipt of the income is probable and the amount can be measured reliably. Income from investments and from rental income is included on an accrual basis for the period which the income relates.

Expenditure

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party. It has been classified under headings that aggregate all costs related to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources. The charity is not registered for VAT and accordingly expenditure is shown gross of irrecoverable VAT. Grants offered subject to conditions which have not been met at the year end date are noted as commitment but not accrued as expenditure.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off the cost less residual value of each asset over its estimated useful life.

Fencing and water supply	10% on cost
Equipment	25% on cost

All assets costing more than £500 are capitalised.

Investment property

Investment property is stated at market value at the balance sheet date. The statement of financial activities includes the net gains and losses arising on the revaluations and disposals throughout the year.

DUNWICH TOWN TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2017

1 ACCOUNTING POLICIES - continued

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donors, or which have been raised by the charity for a particular purpose, or which are imposed by the scheme which governs the charity. The cost of raising and administering such funds is charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income and gains are allocated to the appropriate fund.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

2 ACTIVITIES FOR GENERATING FUNDS

	Unrestricted Funds 2017 £	Restricted Funds 2017 £	2016 £
Rent receivable			
Town Houses, Maison Dieu and Spinney	35,527		34,107
Barne Cottages	12,619		13,128
Corporation Marshes	866		866
Filming fee			40
Winch Hut Licences	150		180
Car Park		22,500	22,500
Flora Tea Rooms		13,750	13,000
Wayleave		19	19
Allotment	133		
Mortuary - storage	25		25
	<hr/> 49,320	<hr/> 36,269	<hr/> 83,865

DUNWICH TOWN TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2017

3 INVESTMENT INCOME

	Unrestricted Funds 2017 £	Restricted Funds 2017 £	2016 £
Dividends receivable	3,143	10,451	12,595
Interest on loan		748	1,820
	<u>3,143</u>	<u>11,199</u>	<u>14,415</u>

4 OTHER

	2017 £	2017 £	2016 £
Grants			
AONB - Amenity and Accessibility Fund			538
			<u>538</u>

5 CHARITABLE ACTIVITIES - INVESTMENT MANAGEMENT COSTS

	2017 £	2017 £	2016 £
Agents fees	6,555	1,980	6,837
Council Tax			
Insurance	2,653		2,509
Repairs and renewals	21,653	493	4,140
Interest on loan	748		1,820
	<u>31,609</u>	<u>2,473</u>	<u>15,306</u>

6 CHARITABLE ACTIVITIES - GRANTS PAYABLE

The total grants paid to institutions during the year were as follows:-

	2017 £	2017 £	2016 £
Dunwich Reading Room and Museum	1,000		1,250
Dunwich Parish Meeting	210		1,200
Coffee4U Group			125
Macmillan Nurses (East Suffolk)		1,000	1,000
St Elizabeth Hospice		1,000	1,000
Westleton Village Hall	1,000		
Glebe Meadow Westleton			1,000
c/fwd	<u>2,210</u>	<u>2,000</u>	<u>5,575</u>

DUNWICH TOWN TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2017

6 CHARITABLE ACTIVITIES - GRANTS PAYABLE - continued

	Unrestricted Funds 2017 £	Restricted Funds 2017 £	2016 £
b/fwd	2,210	2,000	5,575
Cruse Bereavement Care		1,500	1,500
Disability Advice Service		1,000	1,000
Headway Suffolk		1,000	1,000
Middleton and Yoxford Schools		2,000	1,500
	2,210	7,500	10,575

The total grants paid to individuals during the year were as follows:-

	2017 £	2017 £	2016 £
Contact Care Alarms		2,891	1,945
Winter Grants		15,900	12,950
General Relief		7,812	1,931
Education		1,000	
		27,603	16,826
Total grants payable	2,210	35,103	27,401

7 CHARITABLE ACTIVITIES - MANAGEMENT COSTS

	2017 £	2017 £	2016 £
Honorarium (see note 10)	1,752	1,752	3,420
Independent Examiner's fee	444	444	876
Bookkeeping	476	476	984
Legal fees			1,470
Professional fees	920		1,668
Room hire			100
Trustee meetings	81	81	124
Trustees Indemnity insurance			175
Subscriptions			
Postage and stationery	75	75	121
Clerk's expenses	44	44	90
Trustees' expenses			
Domain registration and website	18	18	36
Sundry	50		
	3,860	2,890	9,064

DUNWICH TOWN TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2017

8 TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2017 nor for the year ended 31 December 2016.

Trustees' expenses

There were trustees' expenses of £nil paid for the year ended 31 December 2017 (2016:nil)

9 STAFF COSTS

There were no staff costs for the year ended 31 December 2016 nor for the year ended 31 December 2017.

10 HONORARIUM

	2017	2016
	£	£
Clerk's fees	3,504	3,420
	<u>3,504</u>	<u>3,420</u>

The clerk is also reimbursed for out of pocket expenses incurred during the year totalling £88 (2016:£90)

11 TANGIBLE FIXED ASSETS

	Fencing and Water Supply £	Total £
COST		
At 1 January 2017 and 31 December 2017	<u>4,929</u>	<u>4,929</u>
DEPRECIATION		
At 1 January 2017	4,929	4,929
Charge for the year		
	<u>4,929</u>	<u>4,929</u>
NET BOOK VALUE		
At 31 December 2017	<u>0</u>	<u>0</u>
At 31 December 2016	<u>0</u>	<u>0</u>

DUNWICH TOWN TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2017

12 INVESTMENT PROPERTY

	£
MARKET VALUE	
At 1 January 2017	2,182,000
Additions - Conservation plot	10,000
Revaluation	
At 31 December 2017	<u>2,192,000</u>

	Unrestricted Fund	Restricted Fund	Total
	£	£	£
No 1 Maison Dieu	198,000		198,000
No2 Maison Dieu	198,000		198,000
No 1 Town House	248,000		248,000
No 2 Town House	248,000		248,000
The Spinney	305,000		305,000
Allotment	30,000		30,000
Corporation Marshes	15,000		15,000
Old Mortuary	25,000		25,000
Flora Tea Rooms and Car Park		390,000	390,000
Agricultural Land		75,000	75,000
Conservation plot	10,000		10,000
No1 Barne Cottage	220,000		220,000
No 2 Barne Cottage	230,000		230,000
	<u>1,727,000</u>	<u>465,000</u>	<u>2,192,000</u>

All investment properties are held in the UK.

The latest professional valuation was carried out on 6 May 2016 by Clarke & Simpson Chartered Surveyors, an independent external valuer, on all properties except the Conservation Plot which was valued in February 2018.

1 and 2 Barne Cottages have been valued at open market value, ignoring the Section 106 requirements for affordable housing. This allows the valuation to compare with other properties held by the Trust but does not remove the restriction of Section 106.

These valuations reflect the open market value at the Balance Sheet date.

DUNWICH TOWN TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2017

16 AMOUNTS FALLING DUE AFTER ONE YEAR

A loan of £100,000 was agreed from the Restricted Fund to the Unrestricted Fund to fund the building of the affordable housing.

Interest was paid at the rate of 3.74% equivalent to the return if the Restricted Fund had invested this amount.

The loan was repaid during the year.

17 MOVEMENT IN FUNDS

	Balance b/fwd 1.1.2017 £	Net movements £	Transfers £	Balance c/fwd 31.12.2017 £
Unrestricted funds				
General Fund	78,179	42,374		120,553
Capital Fund	1,567,000	10,000		1,577,000
Flood Protection Fund	100,000			100,000
Loan Repayment Fund	20,000	(20,000)		
Property Maintenance and Renovation Fund	50,000			50,000
	<u>1,815,179</u>	<u>32,374</u>		<u>1,847,553</u>
Restricted Funds				
General Fund	11,361		(4,674)	6,687
Capital Fund	465,000			465,000
Inundation Fund	675,638	77,423	4,674	757,735
	<u>1,151,999</u>	<u>77,423</u>		<u>1,229,422</u>
TOTAL FUNDS	<u><u>2,967,178</u></u>	<u><u>109,797</u></u>		<u><u>3,076,975</u></u>

DUNWICH TOWN TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2017

17 MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:-

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General Fund	62,463	37,679	7,590	32,374
Capital Fund				
	<u>62,463</u>	<u>37,679</u>	<u>7,590</u>	<u>32,374</u>
Restricted Funds				
General Fund	47,468	40,466		7,002
Capital Fund				
Inundation Fund			70,421	70,421
	<u>47,468</u>	<u>40,466</u>	<u>70,421</u>	<u>77,423</u>
Tangible Fixed Assets £	Fixed Asset Investments £	Net Current Assets £	Total Funds 2017 £	Total Funds 2016 £
Unrestricted Funds				
General Fund	95,134	25,419	120,553	78,179
Designated Funds				
Capital Fund	1,577,000		1,577,000	1,567,000
Flood Protection Fund	100,000		100,000	100,000
Loan Repayment Fund				20,000
Property Maintenance and Renovation Fund	50,000		50,000	50,000
	<u>1,822,134</u>	<u>25,419</u>	<u>1,847,553</u>	<u>1,815,179</u>
Restricted Funds				
General Fund		6,687	6,687	11,361
Designated Funds				
Capital Fund	465,000		465,000	465,000
Inundation Fund	757,735		757,735	675,638
	<u>1,222,735</u>	<u>6,687</u>	<u>1,229,422</u>	<u>1,151,999</u>
Total Funds	<u>3,044,869</u>	<u>32,106</u>	<u>3,076,975</u>	<u>2,967,178</u>

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17 MOVEMENT IN FUNDS - continued

The General Fund represents the free funds of the charity which are not designated for particular purposes.

The Capital Fund has been set up to assist in identifying those funds that are not free funds.

The Flood Protection Fund has been created as a provision for possible future contributions towards consulting, plans or works relating to the protection of Dunwich from flooding and coastal erosion.

The Property Maintenance and Renovation Fund has been designated by the trustees for future repairs to the charity's properties.

All restricted funds represent the funds of the old Pension Charity assets and income which were merged with the old Town Trust under the new scheme.

The trustees are very aware that a time will arise when the beach car park, which is the principal income source for the Restricted Fund, will be inundated by the sea. With no expectation that coastal defence works would be carried out and assets subsequently recovered, in 1996, the trustees set up an Inundation Fund to which it was agreed that unallocated year end surpluses from the Restricted Fund would be transferred. The trustees are committed to continue to build the Inundation Fund by increasing the Fund's portfolio of COIF investment units. These will ultimately provide a replacement income when that generated by the car park is lost.

The Coastal Erosion Fund had been designated by the trustees for future work on the experimental beach stabilising project in front of the Coastguard cottages. As Suffolk Coastal District Council have agreed that they are responsible for future costs in respect of this project the Trustees agreed that this fund should be combined with the Inundation Fund and would now be known as the Inundation Fund (September 2013).

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13 PROGRAMME RELATED INVESTMENTS

	COIF Income Shares £	COIF Accumulation Shares £	Total £
MARKET VALUE			
At 1 January 2017	378,618	346,240	724,858
Purchases		50,000	50,000
Disposals			
Revaluations	32,826	45,185	78,011
At 31 December 2017	<u>411,444</u>	<u>441,425</u>	<u>852,869</u>

14 DEBTORS

	Unrestricted Funds 2017 £	Restricted Funds 2017 £	2016 £
Due from Restricted Fund			2,853
Due from Unrestricted Fund		1,364	
Prepayments	2,684		5,027
	<u>2,684</u>	<u>1,364</u>	<u>7,880</u>

15 CREDITORS

	2017 £	2017 £	2016 £
Sundry creditors	378	150	352
Contact Care Alarms			2,134
Due to Unrestricted Fund			2,853
Due to Restricted Fund	1,364		
Deferred income	577		577
Accrued expenses	888		864
	<u>3,207</u>	<u>150</u>	<u>6,780</u>