

# **Treasurer's Report to the Swansea Canal Society**

## **Trustees' Open Meeting on Tuesday 7<sup>th</sup> Novemberber 2023**

As requested at the last meeting I have reviewed the accumulated depreciation figure. The relevant entry in the accounting standards to which we work:

***Tangible fixed assets for use by charity***

*These are capitalised if they can be used for more than one year and cost at least £500.00. They are valued at cost or a reasonable value on receipt.*

The accompanying sheet shows the capitalisation of all relevant purchases over £500 and the resulting accumulated depreciation. It is now my opinion that only individual assets exceeding £500 should be capitalised in which case £11,051.40 excess depreciation may now be taken back into the unallocated current surplus.

Because the accounting standards to which we operate require all grants to be reflected in the accounts as soon as the trustees can be reasonably certain that they will be received the Shared Prosperity Fund grant obtained by John Davies has now been included in the accounts raising both the total income this year and the current gross assets of the society to over a million pounds requiring us to be fully audited this year. This will increase the audit fee to more than double its current level.

I attended the SPF grant opening meeting on Friday morning where I was assured that the quarterly grant claims required by UK government can include pro-forma invoices and that evidence of defrayment is not required at the time of claiming. There will therefore be no cash flow problems requiring James Daley to wait an excessive time for payment as mistakenly happened with the Transforming Towns grant.

The profit and loss account and balance sheet for his financial year as at 5<sup>th</sup> November are attached to the email together with the depreciation summary.

Please make sure you have a copy of this report and its attachments if you wish to refer to them during the meeting.

John Gwalter  
Hon. Treasurer