

GLADSTONE'S LIBRARY

GROUP ANNUAL REPORT AND FINANCIAL STATEMENTS

for the year ended

31 December 2022

CHARITY REGISTRATION NO. 701399

COMPANY REGISTRATION NO. 02363642

GLADSTONE'S LIBRARY

Legal and Administrative Information

Trustees	Damian Barr Gregory Cameron David Cannadine Victoria Collins Virginia Davies Patrick Derham Scott Evenbeck Charles Gladstone Louisiana Lush Tamara Harvey Llyr Williams
Company secretary	Andrea Russell
Charity number	701399
Company number	02363642
Registered office	Church Lane Hawarden Deeside Flintshire CH5 3DF
Auditor	Mitchell Charlesworth (Audit) Limited 24 Nicholas Street Chester CH1 2AU

GLADSTONE'S LIBRARY

Contents

	Page
Trustees' report	1 - 13
Independent auditor's report	14 – 17
Group statement of financial activities (Incorporating the income and expenditure account)	18 – 19
Group balance sheet	20
Company balance sheet	21
Group statement of cash flows	22
Notes to the accounts	23 - 42

GLADSTONE'S LIBRARY

Trustees' Report (including Directors' Report) For the year ended 31 December 2022

The Trustees, four of whom are also directors for the purposes of company law, present their annual report and the financial statements of the charity and the group for the year ended 31 December 2022.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's Memorandum and Articles of Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

Warden's Introduction to the Annual Report 2022. Revd. Dr Andrea Russell

2022 was a year of significant change for Gladstone's Library. As the Library began the slow recovery from the Covid closure, the Warden Peter Francis announced his retirement, to take effect in July 2022. Peter had been Warden at the Library for 25 years and had expertly and sensitively steered the Library through the most significant challenge it had ever faced. It is to his great credit, and that of his small team and the Board of Trustees at the time, that the Library not only survived the pandemic but began to see a modest increase in those visiting through the year and the reintroduction (albeit in a truncated form) of the beloved Gladfest in September 2022. I want to personally thank Peter for all he did during his time here.

Peter's departure in July 2022 led to a period of 3 months during which the Library operated without a Warden. The Trustees, and in particular the vice-chair Llyr Williams, ensured that the staff team were cared for and the Library's day to day running was not interrupted. In October 2022 I took up the post of Warden, the 13th in the Library's history and the first woman.

This time of change and flux was also reflected in a reshaping of the Board of Trustees and the appointment of a new chair, Patrick Derham, whose outstanding support, encouragement and expertise have ensured that the changes have occurred as smoothly as possible.

My first impression of the Library during those final months of 2022 was that the warmth of welcome, from both the staff team and the guests, was second to none. There was a real sense of expectation and hope, alongside a deep weariness born out of the testing times that the Library had faced that year. The staff team are excellent—their commitment to the Library, their hard work, often in challenging circumstances, is frequently reflected in guest feedback. The final quarter of the year saw occupancy rates still on the low side, but an increase in those visiting Food for Thought and the amount of bookings for the Gladstone's Christmas lunch during December kept spirits high. A staff Christmas dinner in Chester on the final day before the closure for the Christmas break, was well-earned and there was a real sense of community and friendship.

1. Objectives and Activities

1.1. Memorandum of Association

In Gladstone's Library's Memorandum of Association, the objects for which the Charity is established are clearly stated:

- (a) The promotion of religion and education and the promotion of divine learning in connection with the Church of England and the Church of Wales as historical branches of the Catholic Church and in conformity to the living spirit of the Church of England and the Church in Wales.
- (b) The advancement of education for the public benefit by the maintenance and development of Gladstone's Library's collections, the encouragement of research, writing and debate on Gladstone's core subjects:
 - Theology and Spirituality
 - History and Current Affairs
 - Contemporary and Classical Literary Culture

GLADSTONE'S LIBRARY

Trustees' Report (including Directors' Report) For the year ended 31 December 2022

1.2. Mission Document – By Way of Definition

The statements printed below were produced in 2010 by Freddie Baveystock in conjunction with staff, Trustees and users of Gladstone's Library as a defining statement, or set of words, to guide the development and future direction of Gladstone's Library.

Gladstone's Library is...

A residential library and meeting place dedicated to dialogue, debate and learning for open-minded individuals and groups who are looking to explore pressing questions and to pursue study and research in an age of distraction and easy solutions.

We help people engage more deeply in the questions that concern them.

We are committed to maintaining Gladstone's legacy of engagement with political, social, moral and spiritual questions.

We do not seek to provide the answers.

We offer resources for people to pursue those questions for themselves – through individual study as well as group debate.

Moreover . . . we are one of a kind.

We offer a comfortable, sociable and stimulating environment in which to pursue live questions.

We provide the resources for creative study including renowned collections of religious, historical, cultural, and political materials.

We believe that the mind works best when the body is well catered for.

We enable our guests to enjoy solitude as well as social interaction.

We like everyone to leave having encountered something they weren't expecting – a book, an idea or a person, for example.

Moreover... We have an evolving programme of events that keeps us connected with a wide network of writers and thinkers – and makes us worth revisiting.

These are the values we seek to embody:

Welcoming: Friendly people in a comfortable environment; happy to accommodate special requests; open to long or short visits, groups and individuals; making our riches available to the widest audience possible.

Intelligent: Voracious readers; thoughtful about where we can make a difference.

Open-minded: Unafraid to explore ideas; hungry for new avenues of enquiry; engaged with contemporary questions and exploration of the connections between them; liberal in values and attitude; respectfully accommodating different points of view.

Surprising: Having more to us than meets the eye; maintaining the pace of innovation.

Diverse: Celebrating difference and inclusion; giving people space to be themselves.

Ethical: Defining value in social terms; pursuing progressive standards; caring for the environment.

In summary . . .

We are proudly Gladstonian, as these are the self-same liberal values he lived, breathed and bequeathed us.

The Trustees have given due regard to the Charity Commission's guidance on public benefit and believe that the aims, objectives and services provided by the charity are compliant.

GLADSTONE'S LIBRARY

Trustees' Report (including Directors' Report)

For the year ended 31 December 2022

Gladstone's Library responds to these aims and objectives in the following ways:

2. Achievements and Performance

The Library was opened fully during 2022.

2.1. Library Collections

The Reading Rooms remain a thriving, happy space filled with a broad demographic of users. The immediate post-pandemic boom is here to stay and we're beginning to better understand the new rhythm of our year and the tides of researchers, revisers and readers. International visitors are beginning to return in significant numbers, which is wonderful to see.

The Library has always been a significant national research base but the increase in researchers and their publications is particularly noticeable at present. Whether it's working with the collections here at the Library, or contacting us for permissions regarding an independent project, it's clear that knowledge of the Library is standard practice for any researcher in the relevant fields.

Usage remained as high or higher than pre-pandemic, with 2022 seeing 10,208 visits to the reading rooms by the three forms of registered user:

- 5183 Reader visits
- 258 Researcher visits
- 4767 Resident visits

Note: these numbers represent individual daily people, e.g. John Smith enters five times on 3rd March, six times on 4th March and seven times on 5th March = 3 visits by one person.

It's also useful to reflect on the total number of access points (every time a card or key is tapped on the Reading Rooms' entry pad). There were a total of 24,445 across 2022; divided across the 50 weeks the Reading Rooms are open that's 489 instances every week, or 70 every day.

We don't currently keep statistics on the number of 'drop-in visitors' – tourist or leisure visitors who would like to spend 5-10 minutes visiting the Reading Rooms – but at busy times such as Christmas or a half-term these can reach 20 every day.

Our aim is that everything we produce – be that a new cover for a book, or a catalogue record – be sustainable, enduring, and as compatible as possible with predicted future projects. Therefore all work is done to required standards and best practice as far as is achievable and practicable within the confines of the Library's budget and environment. We work closely with the Library's Warden, Andrea Russell, to promote harmony between Reading Room and Library aims and outcomes.

The current staffing represents the first permanent, broadly full-time team that the Reading Rooms have had. Although in an ideal world we'd grow the team, it's clear to see the benefits brought by permanent colleagues who have time to develop and grow. A recent 'core competencies' training pilot reviewed the Reading Room Assistants' job description. Working with the RRA, we developed their job from tasks and responsibilities at its original 'student/trainee' level to something more detailed, competent and sophisticated. Both report increased comfort and confidence at work as a result.

Importantly, the team are happy. As with any space inhabited by members of the public, stresses and strains do appear; most GLAM and cultural spaces in the UK are reporting unusual levels of stress and anxiety related behaviours in both staff and users. Gladstone's isn't immune, but we're very pleased to report that our team feel supported and confident in their work.

GLADSTONE'S LIBRARY

Trustees' Report (including Directors' Report) For the year ended 31 December 2022

2.2. Archives

2022 was the busiest year for which we have records, with three times more archives-related enquiries than any other year.

Reprographic, research and copyright enquiries also continue to increase and are handled very effectively between the Reading Room and Digitisation teams.

Alongside delivering the archive service, we continue to review and improve the arrangement and cataloguing of a range of archives; the Glynne-Gladstone, British Crime Writing, Jim Cotter and Eric James archives all began. This is work that all previous archivists have struggled with (largely due to their part-time hours) and it is testament to Alexandra Foulds, the Library's Archivist, that so much has been achieved.

Alexandra has also produced outstanding training documentation which has improved staff competency and confidence, leading to improved service.

2.3. Outreach and Public Engagement

Collection use continues to grow, with figures suggesting that both 2022 and 2023 will exceed pre-pandemic years. Initiatives such as themed bookshelves and social media posts show remarkable results. Although we still have many users who consider us a space for work, rather than a portal to printed collections, the average person in the Library now uses at least one book during their time here. This is a real improvement on previous years.

We have returned to buying books, focusing mostly on periodicals and magazines as their turnover means these are read most often by most readers, and they have a large visible impact. While we compile acquisitions lists work begins on a significant review of our Acquisitions Policy, delayed from 2019's Annual Plan for 2020. This is an exciting time for the Reading Rooms, as this is an opportunity to set the tone for the future.

Access to our rarest books continues to improve due to the diligent catalogue review underway by Isobel Goodman, the Librarian. Her work on individual catalogue records brings them into recognisable standards for researchers. Isobel continues to achieve fantastic results on the de-accessioning project.

2.4. Outreach and Public Engagement

Our successful university placements returned in 2022 and it's worth quoting feedback from one student in full:

I would like to wholeheartedly thank you and everyone else for the time spent at Gladstone's Library. Each one of you made me feel welcome from the start despite the library's outwardly intimidating appearance. I unexpectedly got the chance to engage with some sensitive parts of history that link to my own heritage as a Black British person. However, the placement appealed to me in so many ways, not only through working with the printed books but also learning about the conservation of old text and archival standards. Overall, taking part in the Gladstone's Writing project sparked an interest in subjects that I had only briefly explored before, and it feel enriching to see your organisation's constant attempts to develop and improve approaches to public access and engagement. I would love to work with you all again and I cannot wait to see the future projects that the library engages with.

After ten years and three terms, Louisa stepped down as an ILA committee member. She was formally thanked for her work in transforming the ILA Annual Conference into a lively, international networking opportunity.

GLADSTONE'S LIBRARY

Trustees' Report (including Directors' Report) For the year ended 31 December 2022

The team continue to represent Gladstone's Library in national and international professional communities. Alexandra is now the Curator and Archives Liaison on the British Association of Victorian Studies, while Isobel is a member of the CILIP RBSCG (Rare Books and Special Collections Group) Bibliographic Standards Committee. Louisa remains a Trustee of the Portico Library in Manchester. All three posts were the result of competitive application.

The team contribute significantly to the Library's social media. The Reading Room assistants (James Southerby and Louise Roberts) have developed.

Volunteers have been a victim of their own success! After an initial recruitment period that required significant staff time the teams now require light supervision from Isobel and Alexandra. The Reading Room volunteer teams – Conservation, Condition Checking, Cataloguing, and Digitisation – are on a recruitment pause due to numbers. The Warden and Director of Collections and Research are working on a strategy for volunteers across the Library, as numbers have reached the maximum possible under the current staffing.

Foundation Volunteers – longer-term work experience for those hoping to make GLAM a career – continue as they are naturally fewer in number and we're still working out how best to proceed with our commitment to working with recent graduate students in the North West and North Wales.

2.5. Digitisation

We have learned huge amounts from the Writing Gladstone project. The \$400,000 secured from Carnegie by Peter Francis and Annette Lewis in 2018 has had a transformative impact. It is no exaggeration to say that without the eighteen months leading up to March 2020, in which we constantly discussed cloud storage and online collaborative working, the necessary IT adjustments during lockdown would have been significantly harder. Funds were also redirected by permission of the Carnegie Corporation, to secure staffing.

The project saw multiple challenges and setbacks and the current team have worked incredibly hard to deliver results in line with the original aim and spirit of the bid.

2.6. Achievements and Performance: Programme

Events: 2022 brought us a number of sell-out events. The sponsored Nunkie Theatre M. R. James night and the 2022 Founder's Day event with Lord Andrew Adonis sold out extremely quickly and brought in additional income on a donation basis. The one-off Timmy Mallet event early in the year sold out, and the food-and-talk themed Alice in Wonderland talk attracted great interest. Gladfest, Hearth and Alibis in the Archive continue to grow back and bring in new audience members.

2.6.1. Theology and Spirituality

January:

- Can the Church heal? A talk featuring activist Andrew Grayston (offered as an in person talk and online)

March:

- Confessions of a Recovering Fundamentalist with Keith Ward (weekend course)
- The 2022 John Shelby Spong Lecture

April:

- Liberal Christianities Ian Bradley (short residential course)
- Art, Faith and the Ages of the Human with Dr Deborah Lewer.

November:

- Walking, Thinking, Writing: turning a pilgrimage into The Crossway. An evening with Guy Staggs

GLADSTONE'S LIBRARY

Trustees' Report (including Directors' Report) For the year ended 31 December 2022

2.6.2. Use of Chapel

Chapel services were cancelled during the period 'between Wardens'. Since taking up her role the Warden has continued to use the liturgy compiled by Peter Francis, with some changes and has rearranged the space. The use of poetry in the Chapel services has continued to be appreciated.

The Chapel is a space that is also used for other events. Other groups who use the Chapel regularly include yoga and mindfulness groups. It is also used as a place of quiet contemplation throughout the day by residents and day visitors. The Chapel is often chosen as a venue for lectures and conferences and provides comfortable seating, excellent acoustic and a reliable sound system.

2.6.3. Arts and Literary Culture

February

- Hearth
- Utterly brilliant! Timmy Mallett. An in person talk.

March

- An evening with Caoilinn Hughes – On Embracing Uncertainty
- An evening with Sarah Watling - Noble Savages: Discovering the Olivier Sisters

April

- Sad Little Men with Richard Beard and Peter Francis
- An evening with Robert Poole – Writing and Radicalism: Samuel Bamford and the Victorian Literary Scene
- An evening with Glen James Brown – The inconvenient facts of writing fiction.
- The Strongest Voice: Writing Vivid, Memorable Characters. A Masterclass with Glen James Brown

May

- Reading Race: The Power of Literature - An Online Panel
- Human/Nature: a discursive poetry reading with Rebecca Watts. Distilling a mass of research into a single book; a masterclass with Sarah Watling.

June:

- Alibis in the Archive (weekend)

July

- Gladstone Umbrella (weekend)

August:

- The Inklings with Michael J. Christensen (weekend)
- Latin in a week

September:

- Gladfest

October:

- A Pleasing Terror: Two ghost stories by M R James performed by R M Lloyd Parry
- 150 years of Through the Looking Glass – and what Alice found in Oxford and North Wales. Mark J. Davies

2.6.4. History and Politics

July:

- The Gladstone Umbrella, an annual gathering of Gladstone scholars and enthusiasts .

GLADSTONE'S LIBRARY

Trustees' Report (including Directors' Report) For the year ended 31 December 2022

2.7. Achievements and Performance: Visitors

In 2022 the Library continued to see growth in the number of visitors and guests staying at the library. Occupancy of our bedrooms increased to 66% average occupancy compared to 64% in the 4 months of trading in 2021. Revenue from our restaurant was up 21% illustrating the growth in visitors to our Food for Thought restaurant.

2.8. Achievements and Performance: Marketing

2.8.1 Social Media

Our social media reach grew in 2022. These stats are taken from the period of January 2022-December 2022 (compared to the same period in 2021). Please note: the Library closure, and gradual re-staffing which continued into late 2021 unnaturally depressed figures that year whilst the reopening led to a spike.

Overall, across Twitter, Instagram, Facebook and LinkedIn: 6.5K posts (up 3.1K from 3.4K), 3.9M impressions (up 1.6M from 2.3M impressions in 2021), 2.1M users (572K up from 1.5M), 4.82% engagement rate (up 0.37 from 4.45%). Our expenditure on online and print ads has been minimal (sub £400, most of this on targeted Gladfest or special offer advertising), meaning this is mostly organic growth.

2.8.2 PR and Press

Outbound press releases (e.g., [The Hunt for Writers in Residence](#), the installation of [Andrea Russell as Warden](#) and the [Suffragette Lego display](#)) have been supported by the local press. We have facilitated national press coverage in publications such as [The Guardian](#), [Nation Cymru](#), and [Wales Online](#).

3. Development

3.1. Staffing

After 24 years the Library's long serving Development Manager Anette Lewis retired in December 2021. In June 2022, Jim Creed was appointed as the Library's new Fundraising and Development Officer, working three days a week (18 hours).

3.2. Development of future project ideas

Between June and October 2022, Jim Creed supported the developmental work of Peter Francis (now employed as the Library's Fundraising Consultant) and Patrick Derham (Trustee). This focused on developing a combination of project concepts under the working title of Gladstone 125, this including Gladstone themed events, awards, and capital projects.

3.3. Grant Applications

After submitting a successful expression of interest (EOI) in November, the Library was invited to submit a formal funding application to the National Heritage Memorial Fund (NHMF) for over £700,000 to undertake major restorations and repairs to the Library's roof and front porch. The application will be submitted by February 2023 with an outcome due in April 2023.

In November, an expression of interest (EOI) was submitted to the Heritage Fund (Lottery) to expand and develop the Library's engagement opportunities for new audiences both on-site and digitally. This included the conversion and repurposing of Stephen Gladstone Hall (Grade 2 listed) into a new state of the art cultural hub/engagement space, sustainable upgrades to the Library building and grounds, and new learning opportunities. If the EOI is successful, the Library will be invited to apply for a development phase grant (by January 2024) to support the design and development of a major project application (up to £5 million).

GLADSTONE'S LIBRARY

Trustees' Report (including Directors' Report) For the year ended 31 December 2022

3.4. Friends of Gladstone's Library

Initial research into updating and refreshing Friends of Gladstone's Library was undertaken with the premise of making it easier for visitors to sign up to regular giving and to reduce associated administration for staff. In November and December, the Library held a series of in person and online 'Meet the New Warden' exclusive events for Friends.

3.5. U.S. Friends of Gladstone's Library

The Library was awarded a grant of \$20,000 from U.S. Friends of Gladstone's Library, which was accrued thanks to the Library's U.S. based supporters and donors.

3.6. Sponsorship

Over £2,000 was successfully raised in corporate sponsorship from locally based businesses for Gladfest 2022, which was the Library's first in person festival since 2019. Supporters included Castell Howell Foods, Mitchell Charlesworth, Hartsheath Trust, Rawson, Mug-run Coffee, Taylors of Harrogate, North West Produce, and Johnsons.

In November, Canda Copying Ltd. kindly sponsored a sold-out J. R. James performance at the Library by Nunkie Theatre.

4. Operations

In 2022 the Library was fully open and operational, although it took some time for guests to return after the uncertainty of Covid. The main focus for 2022 was to both protect and increase (where possible) the revenue on our way to full recovery from the uncertainty of 2021. The main tasks were to retain, train and develop our team to the new way of service in Food for Thought (FFT). This included working with the chefs to enhance our offering in FFT to include more appealing and less confusing menus, that were still good value for money and connecting our Reading Room users and the local community to FFT.

In the final quarter of the year the Operations Manager and Warden worked together to review the staffing structure, as the business model had changed substantially post Covid. The aim was to increase our efficiency without having any negative impact to our team, and there was a particular focus on the reception team. The plans were set in place ready for implementation in 2023.

Some of the success for 2022 have been:

- Implementing a monthly stock take.
- Starting a weekly Operations meeting
- A significant increase in conference revenue
- Increase in the daily FFT revenue
- Introducing a new Restaurant supervisor role
- Starting free NVQ qualifications to enable individual progression and encourage staff retention.

GLADSTONE'S LIBRARY

Trustees' Report (including Directors' Report) For the year ended 31 December 2022

5. Financial Review

5.1. Financial Results

The Library reopened in September 2021 after being closed for 18 months due to Covid. In 2022 the Library continued to increase occupancy and revenue to pre Covid levels. 2022 average room night occupancy increased from 64% to 66% with a 5% increase in average weekly revenue.

2022	Room	
Room nights	Nights	Occupancy
Jan	382	51%
Feb	425	58%
Mar	529	66%
Apr	542	69%
May	520	65%
June	556	71%
July	574	71%
August	636	79%
Sept	503	64%
Oct	533	66%
Nov	509	65%
Dec	265	57%

Total 5974 66%

Total unrestricted and restricted income was up 68% due to charitable activities and trading income. Expenditure increased by 69%. We monitor our expenditure very closely and incurred significant increases in food, energy and wage costs in the year.

The overall reduction in funds was impacted by the net loss on investments of £118,809 compared to a gain of £89,320 in 2021. Our investments are reviewed on a quarterly basis by our Finance Committee and stock broker.

5.2. Reserves

At the 2022 year end the unrestricted reserves were equivalent to 8 months normal expenditure.

The reserves policy of the charity is to hold unrestricted, free reserves equivalent to 12 months expenditure of a typical trading year. The Trustees designate unrestricted reserves in respect of known forthcoming projects or liabilities. Details of the charity's designated reserves can be seen in these accounts. After taking into account the designated reserves identified by the charity, the remaining level of free, unrestricted reserves fell short of the charity's policy. The Trustees are aware of this and will aim to work towards achieving the required level over future months.

GLADSTONE'S LIBRARY

Trustees' Report (including Directors' Report) For the year ended 31 December 2022

6. Structure, Governance and Management

6.1. The Board of Trustees and Directors of the Company

The Trustees of Gladstone's Library agreed to review the Charity's governance and structure, in order to make the Board of Trustees more compact and accountable, and to ensure that the structure of the Charity is fit for purpose. To this end, the Charity is working towards finalising the agreement reached and approved by the Trustees.

The first part of this process was to look at the number of Trustees on the Board of the Charity. Having taken into account the range of skills required by the Board of Trustees to fulfil its duties to the Charity, it was agreed that the number of Trustees should be reduced, and as at 31st December 2022, the Trustees of Gladstone's Library were:

- Damian Barr
- Gregory Cameron
- David Cannadine
- Toria Collins
- Virginia Davies
- Patrick Derham (Chair)
- Charles Gladstone (President of Gladstone's Library)
- Tamara Harvey
- Louisiana Lush
- Llyr Williams (Vice Chair)

It was felt that the Trustees named above had the broad range of skills and expertise required for the successful oversight of the Charity, save that the Trustees agreed to find and appoint a Trustee with expertise in Charity finance and accounts. As at 31st December 2022, the search is ongoing.

The Trustees also set up an Advisory Committee, made up of the former Trustees and other members who had experience, skills, and knowledge that could assist and expand those of the Trustees, and to be available to the Trustees and Library Staff for consultation and discussion on a more ad hoc basis.

It is hoped that the changes to the structure, governance, and management of the Library will be completed during 2023.

Peter Francis remained Company Secretary and Warden of Gladstone's Library until 8.7.22. Andrea Russell was appointed Company Secretary and Warden of Gladstone's Library on 25.10.22.

6.2. Gladstone's Library Services Limited

A separate sister company, Gladstone's Library Services Ltd, has responsibility for all financial activities that are not core to the charitable purposes of Gladstone's Library. The directors of Gladstone's Library Services Ltd are:

- Peter Francis (resigned 8.7.22)
- Andrea Russell (appointed 25.10.22)
- Sarah Robertson
- Llyr Williams

GLADSTONE'S LIBRARY

Trustees' Report (including Directors' Report) For the year ended 31 December 2022

6.3. Gladstone's Library Staff

As at 31 December 2022, Gladstone's Library had the following members of staff:

Management and Department Head

Andrea Russell	Warden and Director
Sarah Robertson	Finance Manager and Director
Louisa Yates	Director of Collections and Research
Oussama Mantashe	Operations Manager

Admin/Other

Elizabeth Newmarch	PA to the Warden / HR and H&S Officer
Jim Creed	Fundraising and Development Officer
Margaret Cartner	Finance Assistant
Rhian Waller	Digital Marketing Officer

Collections: Reading Rooms and Archives

Isobel Goodman	Librarian
Alexandra Foulds	Archivist
Louise Roberts	Library Assistant
James Southerby	Library Assistant
Geoff Scotland	Digitisation Officer
Paul Hooper	Digitisation Officer

Food for Thought Restaurant

Matthew Gibson	Head Chef
Gareth Messham	Sous Chef
Charly James	Demi Chef de Partie
Nicola Jones	Restaurant Team Leader
Angela Evans	Restaurant
Charlotte Pritchard	Restaurant
Cheryl Green	Restaurant
Denise Payne	Restaurant
Alison Stevens	Restaurant
Matthew John	Restaurant (casual)
Pamela Griffiths	Restaurant
Jessica Waterson	Restaurant (casual)
Elizabeth Oakland	Pot Wash
Morgan Roberts	Pot Wash
Oliver Jones	Pot Wash

Housekeeping

Adrian Stefanescu	Head Housekeeper
Samantha Newall	Housekeeping
Caroline Sayer	Housekeeping
Rosie Parry	Housekeeping

Maintenance and Night Porter

Dominic King	Night Porter
Gareth Jones	Night Porter
Evan John	Maintenance Officer

GLADSTONE'S LIBRARY

Trustees' Report (including Directors' Report) For the year ended 31 December 2022

Reception

Caroline Jeffrey	Reception
Victoria Leary	Reception
Helene Webster	Reception
Nicola Whalley	Reception

7. Reference and Administrative Details

Registered Charity Name	Gladstone's Library
Charity number	701399
Company registration number	2363642
Registered office	Gladstone's Library Church Lane Hawarden Flintshire CH5 3DF
Auditor	Mitchell Charlesworth (Audit) Limited 24 Nicholas Street Chester CH1 2AU
Bankers	Lloyds TSB Plc P.O. Box 251 8 Foregate Street

8. Trustees' Annual Report

The Trustees, four of whom are also directors for the purposes of company law, present their annual report and the financial statements of the charity for the year ended 31st December 2022.

8.1. Foundation

Gladstone's Library was founded by William Ewart Gladstone (1809-1898), arguably Britain's greatest Prime Minister, in 1889. It is the only Prime Ministerial Library in the UK and is unique in being a residential library with 26 bedrooms. The present Grade 1 listed building was opened in 1902 as the National Memorial to Gladstone. The Library was created around Gladstone's original donation of 28,000 books. It houses a world-renowned collection of theology and nineteenth century studies. The collection is up to date and now boasts more than 200,000 items.

8.2. Governance

Gladstone's Library is a charity (Registered Charity Number: 701399) and, as such, is run by a Warden (Andrea Russell) who reports to the Trustees. The Library is also a company registered in England and Wales as a Company Limited by Guarantee (Number 2363642). At present, of the Trustees are directors of the company for the purposes of the Companies Act. The Trustees are a body of not less than five and not more than twenty-four members. The Trustees meet at least twice a year - for the Founder's Day meeting of the Trustees which includes the AGM of the Company. The Chair may call other meetings of the Trustees or whenever he is summoned to do so by two or more Trustees. The Fundraising and Finance Sub-committees are delegated by the Trustees to act on their behalf. All acts and decisions taken under such delegated powers shall be reported to the Trustees and confirmed by them.

GLADSTONE'S LIBRARY

Trustees' Report (including Directors' Report) For the year ended 31 December 2022

8.3. Risk

Gladstone's Library monitors its risk register on an ongoing basis. This forms part of the work plan of the Board.

8.4. Auditors

Having expressed a willingness to continue in office, a resolution for the appointment of Mitchell Charlesworth (Audit) Limited will be proposed at the forthcoming Annual General Meeting.

9. Trustees' Responsibilities

Those Trustees who are directors of Gladstone's Library are, for the purposes of company law, responsible for preparing the Trustees' Annual Report and the Financial Statements in accordance with applicable legal and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accountancy Practice). Company law requires the directors to prepare financial statements for each financial year that give a true and fair 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 directors 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 operation.

The Trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that financial statements comply with the Companies Act 2006. The Trustees are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Each of the Trustees has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditor is aware of such information.

The Trustees' report was approved by the Board of Trustees.

Registered Office:
Gladstone's Library
Church Lane
Hawarden
Flintshire
CH5 3DF

Signed by order of the Trustees:

The Revd Dr Andrea Russell
Company Secretary

GLADSTONE'S LIBRARY

Independent Auditor's Report To the Members of Gladstone's Library

Opinion

We have audited the financial statements of Gladstone's Library (the 'charity') and its subsidiaries (the 'group') for the year ended 31 December 2022 which comprise the Group Statement of Financial Activities, the Group Balance Sheet, the Company Balance Sheet, the Group Statement of Cash Flows and the notes to the accounts, 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).

In our opinion, the financial statements:

- give a true and fair view of the state of the group's and the charitable company's affairs as at 31 December 2022 and of the group's 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 charity 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

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. 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. 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 course of the audit, or otherwise appears to be misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. 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 accounts are prepared is consistent with the accounts; and
- the Directors' Report included within the Trustees' Report has been prepared in accordance with applicable legal requirements.

GLADSTONE'S LIBRARY

Independent Auditor's Report (continued) To the Members of Gladstone's Library

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the group and charity 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 returns adequate for our audit have not been received from branches not visited by us; or
- the accounts 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 accounts in accordance with the small companies' regime and take advantage of the small companies' exemptions in preparing the Trustees' Report and from the requirement to prepare a Strategic Report.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees, who are also the directors of the charity for the purpose 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 directors 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 group and charity'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 group or 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

Extent to which the audit was considered capable of detecting irregularities, including fraud

We identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and then design and perform audit procedures responsive to those risks, including obtaining audit evidence that is sufficient and appropriate to provide a basis for our opinion.

GLADSTONE'S LIBRARY

Independent Auditor's Report (continued) To the Members of Gladstone's Library

Identifying and assessing potential risks related to irregularities

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, we considered the following:

- the nature of the industry and sector, control environment and business performance;
- the charity's own assessment of the risks that irregularities may occur either as a result of fraud or error;
- the results of our enquiries of management and trustees of their own identification and assessment of the risks of irregularities;
- any matters we identified having obtained and reviewed the charity's documentation of their policies and procedures relating to:
 - identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance;
 - detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud; and
- the internal controls established to mitigate risks of fraud or non-compliance with laws and regulations; and
- the matters discussed among the audit engagement team regarding how and where fraud might occur in the financial statements and any potential indicators of fraud.

As a result of these procedures, we considered the opportunities and incentives that may exist within the organisation for fraud and identified the greatest potential for fraud in the following areas:

(i) The presentation of the charity's Statement of Financial Activities, (ii) the charity's accounting policy for revenue recognition and (iii) the charity's use of restricted funds. In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override.

We also obtained an understanding of the legal and regulatory framework that the company operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included the UK Companies Act, and the Statement of Recommended Practice - 'Accounting and Reporting by Charities' issued by the joint SORP making body.

In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the company's ability to operate or to avoid a material penalty. This includes regulations concerning Data Protection Regulations.

Audit response to risks identified

As a result of performing the above, we identified the safeguarding of the building and collection, and revenue recognition as the key audit matters related to the potential risk of fraud.

Our procedures to respond to risks identified included the following:

- reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with relevant laws and regulations described above as having a direct effect on the financial statements;
- enquiring of management and members of the Board of Trustees concerning actual and potential litigation and claims;
- performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- reading minutes of meetings of those charged with governance and reviewing correspondence with relevant authorities where matters identified were significant;
- in addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments; assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluating the business rationale of any significant transactions that are unusual or outside the normal course of business.

We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

GLADSTONE'S LIBRARY

Independent Auditor's Report (continued) To the Members of Gladstone's Library

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: <http://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Use of our report

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 auditors' 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.

Robert Hall (Senior Statutory Auditor)
for and on behalf of Mitchell Charlesworth (Audit) Limited

Accountants
Statutory Auditor

24 Nicholas Street
Chester
CH1 2AU

GLADSTONE'S LIBRARY

Group statement of Financial Activities (including Income and Expenditure Account) For the year ended 31 December 2022

	Notes	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £	Total 2021 £
Income from:					
Donations and legacies	3	214,122	23,249	237,371	151,564
Grant income	3	-	8,000	8,000	188,067
Charitable activities	4	448,475	-	448,475	139,463
Investments	5	17,494	41,784	59,278	70,946
Trading company income	14	354,252	-	354,252	107,479
Total income		1,034,343	73,033	1,107,376	657,519
Expenditure on:					
Raising funds	6	31,784	6,752	38,536	51,877
Charitable activities	7	608,257	421,578	1,029,835	601,398
Investment costs	11	1,611	7,658	9,269	8,600
Trading company expenses	14	96,317	-	96,317	32,342
Total resources expended		737,969	435,988	1,173,957	694,217
Net (losses)/gains on investments	12	(25,448)	(93,361)	(118,809)	89,320
Net incoming resources before transfers		270,926	(456,316)	(185,390)	52,622
Gross transfers between funds	13	-	-	-	-
Net income for the year/Net movement in funds		270,926	(456,316)	(185,390)	52,622
Total funds brought forward		706,825	1,816,031	2,522,856	2,470,234
Total funds carried forward		977,751	1,359,715	2,337,466	2,522,856

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

GLADSTONE'S LIBRARY

Group statement of Financial Activities (including Income and Expenditure Account) For the year ended 31 December 2022

Comparative information in respect of the preceding period is as follows:

	Notes	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
Income from:				
Donations and legacies	3	136,264	15,300	151,564
Grant income	3	-	188,067	188,067
Charitable activities	4	139,463	-	139,463
Investments	5	48,589	22,357	70,946
Trading company income	14	107,479	-	107,479
Total income		431,795	225,724	657,519
Expenditure on:				
Raising funds	6	49,607	2,270	51,877
Charitable activities	7	487,930	113,468	601,398
Investment costs	11	1,730	6,870	8,600
Trading company expenses	14	32,342	-	32,342
Total resources expended		571,609	122,608	694,217
Net (losses)/gains on investments	12	8,274	81,046	89,320
Net incoming resources before transfers		(131,540)	184,162	52,622
Gross transfers between funds	13	27,000	(27,000)	-
Net income for the year/Net movement in funds		(104,540)	157,162	52,622
Total funds brought forward		811,365	1,658,869	2,470,234
Total funds carried forward		706,825	1,816,031	2,522,856

GLADSTONE'S LIBRARY

Group Balance Sheet As at 31 December 2022

	Notes	£	2022 £	£	2021 £
Fixed assets					
Intangible assets	15		5,552		6,138
Tangible assets	16		383,292		420,428
Investments	17		1,320,839		1,240,056
			<u>1,709,683</u>		<u>1,666,622</u>
Current assets					
Stocks	18	3,343		3,533	
Debtors	19	9,783		7,783	
Cash at bank and in hand		858,160		1,108,405	
		<u>871,286</u>		<u>1,119,721</u>	
Creditors: amounts falling due within one year	20	<u>(243,503)</u>		<u>(263,487)</u>	
Net current assets			<u>627,783</u>		<u>856,234</u>
Total assets less current liabilities			<u>2,337,466</u>		<u>2,522,856</u>
Income funds					
Restricted funds	21		1,359,715		1,816,031
Unrestricted funds	22		977,751		706,825
			<u>2,337,466</u>		<u>2,522,856</u>

The accounts were approved by the Trustees on _____.

Llyr Williams
Chairperson of Trustees

GLADSTONE'S LIBRARY

Company Balance Sheet As at 31 December 2022

	Notes	£	2022 £	£	2021 £
Fixed assets					
Intangible assets	15		5,552		6,138
Tangible assets	16		383,292		420,428
Investments	17		1,320,840		1,240,057
			<u>1,709,684</u>		<u>1,666,623</u>
Current assets					
Stocks	18	3,343		3,533	
Debtors	19	9,783		7,783	
Cash at bank and in hand		858,160		1,108,405	
			<u>871,286</u>	<u>1,119,721</u>	
Creditors: amounts falling due within one year	20	<u>(243,524)</u>		<u>(263,508)</u>	
Net current assets			<u>627,762</u>		<u>856,213</u>
Total assets less current liabilities			<u>2,337,446</u>		<u>2,522,836</u>
Income funds					
Restricted funds	21		1,359,715		1,816,031
Unrestricted funds	22		977,731		706,805
			<u>2,337,446</u>		<u>2,522,836</u>

The accounts were approved by the Trustees on _____.

Llyr Williams
Chairperson of Trustees

Company Registration No. 02363642

GLADSTONE'S LIBRARY

Group Statement of Cash Flows For the year ended 31 December 2022

		2022		2021	
	Notes	£	£	£	£
Cash flows from operating activities					
Cash generated from operations	25		(225,522)		60,287
Investing activities					
Dividends, interest and rents from investments		59,278		70,946	
Proceeds from the sales of PPE		-		249	
Purchase of Property, Plant and Equipment		(3,218)		(269,405)	
Purchase of intangible asset		-		-	
Net proceeds from movement on investments		(80,783)		(115,749)	
Net cash (used in)/generated from investing activities			(24,723)		(313,959)
Cash flows from financing activities:					
Repayments of borrowing		-		(100,000)	
Cash inflows from new borrowing		-		-	
Net cash provided by (used in)/generated from financing activities			-		(100,000)
Change in cash and cash equivalents in the reporting period			(250,245)		(353,672)
Cash and cash equivalents at beginning of year			1,108,405		1,462,077
Cash and cash equivalents at end of the year			858,160		1,108,405

GLADSTONE'S LIBRARY

Notes to the Financial Statements For the year ended 31 December 2022

1. Accounting policies

Charity information

Gladstone's Library is a private company limited by guarantee incorporated in England and Wales. The registered office is Church Lane, Hawarden, Flintshire, CH5 3DF, North Wales.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's Memorandum of Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The charity is a Public Benefit Entity as defined by FRS 102.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The accounts have been prepared under the historical cost convention, modified to include the revaluation of certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements and having due regard to the impact of COVID-19, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus, the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Basis of consolidation

The consolidated financial statements incorporate those of Gladstone's Library and its subsidiary (i.e. an entity that the group controls through its power to govern the financial and operating policies so as to obtain economic benefits). Subsidiary financial statements are made up to 31 December 2022 and accounting policies used therein are in line with those used by Gladstone's Library.

All intra-group transactions, balances and unrealised gains on transactions between group companies are eliminated on consolidation. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the asset transferred.

The group statement of financial activities and statement of cash flows also include the results and cash flows of Gladstone's Library Services Ltd, the subsidiary.

1.4 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the accounts.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

GLADSTONE'S LIBRARY

Notes to the Financial Statements For the year ended 31 December 2022

1. Accounting policies (*continued*)

1.5 Incoming resources

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

Turnover is measured at the fair value of the consideration received or receivable and represents amounts receivable for goods and services provided in the normal course of business, net of discounts, VAT and other sales related taxes.

1.6 Resources expended

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. Expenditure incurred at the balance sheet date that relates to events taking place after the balance sheet date is carried forward as deferred expenditure.

Costs of generating funds comprise the costs associated with attracting voluntary income and the costs of trading for fundraising purposes.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Support costs are those costs incurred directly in support of expenditure on the objects of the charity and include project management.

Governance costs are those costs incurred in connection with the administration of the charity and compliance with constitutional and statutory requirements.

1.7 Intangible fixed assets other than goodwill

Intangible assets acquired separately from a business are recognised at cost and are subsequently measured at cost less accumulated amortisation and accumulated impairment losses.

Intangible assets acquired on business combinations are recognised separately from goodwill at the acquisition date where it is probable that the expected future economic benefits that are attributable to the asset will flow to the entity and the fair value of the asset can be measured reliably; the intangible asset arises from contractual or other legal rights; and the intangible asset is separable from the entity.

Amortisation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Software	20% straight line
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GLADSTONE'S LIBRARY

Notes to the Financial Statements For the year ended 31 December 2022

1. Accounting policies (*continued*)

1.8 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	10% reducing balance
Plant and equipment	10% reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset and is recognised in net income/(expenditure) for the year.

1.9 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

A subsidiary is an entity controlled by the charity. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

1.10 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

Intangible assets with indefinite useful lives and intangible assets not yet available for use are tested for impairment annually, and whenever there is an indication that the asset may be impaired.

1.11 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition. Items held for distribution at no or nominal consideration are measured the lower of replacement cost and cost.

Net realisable value is the estimated selling price less all estimated costs of completion and costs to be incurred in marketing, selling and distribution.

1.12 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

Notes to the Financial Statements For the year ended 31 December 2022

1. Accounting policies (*continued*)

1.13 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

2. Critical accounting estimates and judgements

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

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

GLADSTONE'S LIBRARY

Notes to the Financial Statements For the year ended 31 December 2022

3. Donations and legacies	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
Donations and gifts	214,122	23,249	237,371
Government grants	-	8,000	8,000
	<u>214,122</u>	<u>23,249</u>	<u>237,371</u>
Donations and gifts			
Donations - The Main Library	130,739	-	130,739
Donations - Voluntary	59,133	-	59,133
Donations - The Scholarship Fund	-	-	-
Donations - The Gladstone Project	-	-	-
Gift Aid - The Main Library	24,250	-	24,250
Arts sponsorship	-	15,000	15,000
Exhibition donations	-	2,358	2,358
Living Heritage	-	300	300
Other	-	5,591	5,591
	<u>214,122</u>	<u>23,249</u>	<u>237,371</u>
Grants receivable for core activities			
Business rates grant	-	8,000	8,000
	<u>-</u>	<u>8,000</u>	<u>8,000</u>

Comparative information in respect of the preceding period is as follows:

	Unrestricted funds 2021	Restricted funds 2021	Total 2021
Donations and gifts	136,264	15,300	151,564
Government grants	-	188,067	188,067
	<u>136,264</u>	<u>15,300</u>	<u>151,564</u>
Donations and gifts			
Donations - The Main Library	62,453	-	62,453
Donations - Voluntary	61,541	-	61,541
Donations - The Gladstone Project	-	300	300
Gift Aid - The Main Library	12,270	-	12,270
Arts sponsorship	-	15,000	15,000
	<u>136,264</u>	<u>15,300</u>	<u>151,564</u>

GLADSTONE'S LIBRARY

Notes to the Financial Statements For the year ended 31 December 2022

3.	Donations and legacies (continued)	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
	Grants receivable for core activities			
	Welsh Government Cultural grant	-	146,900	146,900
	CJRS Funding	-	12,167	12,167
	Business rates grant	-	29,000	29,000
		<u>-</u>	<u>188,067</u>	<u>188,067</u>
		<u>-</u>	<u>188,067</u>	<u>188,067</u>
4.	Charitable activities	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
	Boarding and tuition fees	448,475	-	448,475
		<u>448,475</u>	<u>-</u>	<u>448,475</u>
		<u>448,475</u>	<u>-</u>	<u>448,475</u>
	Comparative information in respect of the preceding period is as follows:			
		Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
	Boarding and tuition fees	139,463	-	139,463
		<u>139,463</u>	<u>-</u>	<u>139,463</u>
		<u>139,463</u>	<u>-</u>	<u>139,463</u>
5.	Investments	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
	Income from UK listed investments	10,207	34,001	44,208
	Cash on special deposit – Main Fund	7,243	-	7,243
	Cash on special deposit – Scholarship	-	7,783	7,783
	Bank interest receivable	44	-	44
		<u>17,494</u>	<u>41,784</u>	<u>59,278</u>
		<u>17,494</u>	<u>41,784</u>	<u>59,278</u>

GLADSTONE'S LIBRARY

Notes to the Financial Statements For the year ended 31 December 2022

5. Investments (continued)

Comparative information in respect of the preceding period is as follows:

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
Income from UK listed investments	38,454	14,498	52,952
Cash on special deposit – Main Fund	10,128	-	10,128
Cash on special deposit – Scholarship	-	7,859	7,859
Bank interest receivable	7	-	7
	<hr/>	<hr/>	<hr/>
	48,589	22,357	70,946
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

6. Raising funds

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
<u>Fundraising and publicity</u>			
Fundraising salaries	18,858	-	18,858
Publicity	12,926	6,752	19,678
	<hr/>	<hr/>	<hr/>
	31,784	6,752	38,536
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

Comparative information in respect of the preceding period is as follows:

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
<u>Fundraising and publicity</u>			
Fundraising salaries	32,809	-	32,809
Publicity	16,798	2,270	19,068
	<hr/>	<hr/>	<hr/>
	49,607	2,270	51,877
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

GLADSTONE'S LIBRARY

Notes to the Financial Statements For the year ended 31 December 2022

7. Charitable activities (expenditure)	2022	2021
	£	£
Boarding and tuition fees costs		
Depreciation	39,156	40,191
Rates and water	12,174	8,369
Light and heat	77,407	40,038
Repairs and maintenance	55,836	79,954
Insurance	17,880	16,894
Catering and other purchases	10,125	2,720
Course expenses and training	461	310
Printing, postage and stationery	5,263	3,129
Purchase of books	6,478	2,975
Carnegie fund project costs	49,250	17,844
	<hr/>	<hr/>
	274,030	212,424
Share of support costs (see note 8)	749,180	383,974
Share of governance costs (see note 8)	6,625	5,000
	<hr/>	<hr/>
	1,029,835	601,398
	<hr/>	<hr/>
Analysis by fund		
Unrestricted funds	608,257	487,930
Restricted funds	421,578	113,468
	<hr/>	<hr/>
	1,029,835	601,398
	<hr/>	<hr/>

GLADSTONE'S LIBRARY

Notes to the Financial Statements For the year ended 31 December 2022

8. Support costs	Support costs 2022 £	Governance costs 2022 £	Total 2022 £
Library, conference and residential salaries	573,278	-	573,278
Wages and salaries	73,080	-	73,080
Leasing and rental	4,638	-	4,638
Motor and travel expenses	6,283	-	6,283
Consultancy fees	2,789	-	2,789
Telephone	3,006	-	3,006
Computer costs	25,440	-	25,440
Bank charges	11,215	-	11,215
Sundry	31,955	-	31,955
Recruitment costs	17,496	-	17,496
Legal and professional	-	850	850
Audit	-	1,600	1,600
Accountancy	-	4,175	3,740
	<u>749,180</u>	<u>6,625</u>	<u>755,805</u>
Analysed between Charitable activities	<u>749,180</u>	<u>6,625</u>	<u>755,805</u>

Governance costs includes payments to the auditors of £1,600 (2021 - £1,200) for audit fees.

Comparative information in respect of the preceding period is as follows:

	Support costs 2021 £	Governance costs 2021 £	Total 2021 £
Library, conference and residential salaries	251,784	-	251,784
Wages and salaries	58,278	-	58,278
Leasing and rental	5,260	-	5,260
Motor and travel expenses	6,147	-	6,147
Consultancy fees	7,004	-	7,004
Telephone	4,905	-	4,905
Computer costs	23,662	-	23,662
Bank charges	4,094	-	4,094
Sundry	22,840	-	22,840
Audit	-	1,260	1,260
Accountancy	-	3,740	3,740
	<u>383,974</u>	<u>5,000</u>	<u>388,974</u>
Analysed between Charitable activities	<u>383,974</u>	<u>5,000</u>	<u>388,974</u>

GLADSTONE'S LIBRARY

Notes to the Financial Statements For the year ended 31 December 2022

9. Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

10. Employees

Number of Employees	2022 Number	2021 Number
Number of charitable staff	39	18
	<u> </u>	<u> </u>
Employment Costs	2022 £	2021 £
Wages and salaries	656,127	305,781
Social security costs	45,943	20,279
Pension costs	10,728	14,153
	<u> </u>	<u> </u>
	712,798	340,213
	<u> </u>	<u> </u>

No employee received any remuneration of more than £60,000 during the year (2021 - £Nil).

The number of full-time equivalent staff at the year end was 28 (2021 - 23).

11. Investment management costs	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
Investment management costs	1,611	7,658	9,269
	<u> </u>	<u> </u>	<u> </u>
	1,611	7,658	9,269
	<u> </u>	<u> </u>	<u> </u>

Comparative information in respect of the preceding period is as follows:

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
Profit/loss on disposal of tangible fixed assets	90	-	90
Investment management costs	1,640	6,870	8,510
	<u> </u>	<u> </u>	<u> </u>
	1,730	6,870	8,600
	<u> </u>	<u> </u>	<u> </u>

GLADSTONE'S LIBRARY

Notes to the Financial Statements For the year ended 31 December 2022

12. Net gains/(losses) on investments	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
Gain/(loss) on sale of investments	(25,448)	(93,361)	(118,809)

Comparative information in respect of the preceding period is as follows:

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
Gain/(loss) on sale of investments	8,274	81,046	89,320

13. Transfer between funds

A transfer of £nil (2021 - £27,000) was made during the year from the Scholarship Fund to the Gladstone Project. The transfer was made in order to fund the boarding and tuition fees of scholars.

14. Trading subsidiary

Gladstone's Library Services Ltd is a wholly owned subsidiary of the charity which runs the café/restaurant services to support Gladstone's Library. Below are the trading results which have been included in the consolidated accounts.

Profit and Loss Account Gladstone's Library Services Ltd	2022 £	2021 £
Turnover	354,252	107,479
Cost of sales	<u>81,425</u>	<u>26,591</u>
Gross profit	272,827	80,888
Administrative expenses	<u>14,892</u>	<u>5,751</u>
Profit before tax	257,935	75,137
Tax on profit/(loss) on ordinary activities	<u>-</u>	<u>-</u>
Profit for the financial year	<u>257,935</u>	<u>75,137</u>

GLADSTONE'S LIBRARY

Notes to the Financial Statements For the year ended 31 December 2022

15. Intangible fixed assets

Group and Company	Software £	Total £
Cost		
At 1 January 2022 and 31 December 2022	8,483	8,483
Depreciation		
At 1 January 2022	2,345	2,345
Charge for the year	586	586
At 31 December 2022	2,931	2,931
Carrying amount		
At 31 December 2022	5,552	5,552
At 31 December 2021	6,138	6,138

16. Tangible fixed assets

Group and Company	Freehold land and buildings £	Plant and equipment £	Total £
Cost			
At 1 January 2022	219,266	550,746	770,012
Additions	-	3,218	3,218
Disposals	-	-	-
At 31 December 2022	219,266	553,964	773,230
Depreciation and impairment			
At 1 January 2022	40,769	308,815	349,584
Depreciation charged in the year	17,054	23,300	40,354
At 31 December 2022	57,823	332,115	389,938
Carrying amount			
At 31 December 2022	161,443	221,849	383,292
At 31 December 2021	178,497	241,931	420,428

The freehold property, and books and manuscripts, were each initially valued at a nominal £1 in 1989. All subsequent additions to books and manuscripts have been written off.

Any additional amounts under 'Freehold land and buildings' are improvements to freehold property. This includes costs to extend the current building.

GLADSTONE'S LIBRARY

Notes to the Financial Statements For the year ended 31 December 2022

17. Fixed asset investments

	Unrestricted fund investments £	Restricted fund investments £	Cash on unrestricted fund investments £	Cash on Restricted fund investments £	Other investments £	Total £
Cost or valuation						
At 1 January 2022	232,363	928,575	4,174	74,944	1	1,240,057
Additions	34,914	194,535	(34,914)	(194,535)	-	-
Valuation changes	(25,448)	(93,361)	-	-	-	(118,809)
Other Movements	7,243	7,784	(405)	184,970	-	199,592
Disposals	(36,877)	(56,111)	36,877	56,111	-	-
	<u>212,195</u>	<u>981,422</u>	<u>5,732</u>	<u>121,490</u>	<u>1</u>	<u>1,320,840</u>
At 31 December 2022	212,195	981,422	5,732	121,490	1	1,320,840
Carrying amount						
At 31 December 2022	<u>212,195</u>	<u>981,422</u>	<u>5,732</u>	<u>121,490</u>	<u>1</u>	<u>1,320,840</u>
At 31 December 2021	<u>232,363</u>	<u>928,575</u>	<u>4,174</u>	<u>74,944</u>	<u>1</u>	<u>1,240,057</u>

100% of the investments are held by Gladstone's Library, therefore none relate to Gladstone's Library Services Ltd.

The investments held by the group are shown at £1,320,839 (2021 - £1,240,056) as the £1 share held in Gladstone's Library Services Ltd has been eliminated on consolidation.

GLADSTONE'S LIBRARY

Notes to the Financial Statements For the year ended 31 December 2022

18. Stock	Group		Company	
	2022 £	2021 £	2022 £	2021 £
Stock	3,343	3,533	3,343	3,533
<hr/>				
19. Debtors	Group		Company	
	2022 £	2021 £	2022 £	2021 £
Amounts falling due within one year:				
Trade debtors	-	-	-	-
Other debtors	9,783	7,783	9,783	7,783
	<hr/>	<hr/>	<hr/>	<hr/>
	9,783	7,783	9,783	7,783
<hr/>				
20. Creditors: amounts falling due within one year	Group		Company	
	2022 £	2021 £	2022 £	2021 £
Amounts falling due within one year:				
Trade creditors	30,581	57,295	21,087	50,378
Owed to group companies	-	-	11,045	8,338
Other taxation and social security	30,023	17,388	29,993	17,388
Other creditors	182,899	188,804	181,399	187,404
	<hr/>	<hr/>	<hr/>	<hr/>
	243,503	263,487	243,524	263,508
<hr/>				

GLADSTONE'S LIBRARY

Notes to the Financial Statements For the year ended 31 December 2022

21. Restricted income funds	Balance at 1 January 2022 £	Movement in funds				Balance at 31 December 2022 £
		Incoming resources £	Resources expended £	Transfers £	Gains & losses £	
Scholarship Fund	849,334	40,828	(6,916)	-	(92,260)	790,986
Writers in Residence	87,774	15,000	(6,752)	-	-	96,022
Living Heritage Fund	17,911	300	(17,419)	-	-	792
Maartin Merten donations	1,681	-	-	-	-	1,681
Carnegie fund	132,732	-	(47,466)	-	-	85,266
Exhibition fund	18,269	2,358	-	-	-	20,627
House of Wisdom donations	319	-	-	-	-	319
Elizabeth Hilton legacy	2,000	-	(2,000)	-	-	-
COVID grants received	537,385	8,000	(354,694)	-	-	190,691
Golothan fund	168,626	956	(741)	-	(1,101)	167,740
Other	-	5,591	-	-	-	5,591
	<u>1,816,031</u>	<u>73,033</u>	<u>(435,988)</u>	<u>-</u>	<u>(93,361)</u>	<u>1,359,715</u>

Scholarship fund breakdown

		2022		2021	
	%	£	%	£	
Canon Symonds	7.08	56,019	7.41	62,935	
Bishop Moorman	5.03	39,765	5.26	44,675	
Dr McGregor	13.85	109,542	14.49	123,068	
General	7.06	55,867	7.39	62,766	
Tom Jarman	3.65	28,879	3.82	32,445	
Veronica Powles	2.75	21,772	2.88	24,461	
The Lawton	3.47	27,442	3.63	30,831	
The Drew	4.62	36,514	4.83	41,023	
Dr Daisy Ronco	2.14	16,934	2.24	19,025	
Richard Hills	4.46	35,305	4.67	39,664	
Gladstone	0.88	6,955	0.92	7,814	
Ernest Walder	3.08	24,343	3.22	27,348	
Canon Denys Ruddy	7.04	55,716	7.37	62,596	
Father John Thorold	5.89	46,569	6.16	52,319	
Jim Cotter Trust	10.24	80,966	10.71	90,964	
Stantan Memorial	5.11	40,445	5.35	45,439	
Eileen Stamper	9.22	72,953	9.65	81,961	
Jeffrey Engell	4.42	35,000		-	
	<u>100.00</u>	<u>790,986</u>	<u>100.00</u>	<u>849,334</u>	

GLADSTONE'S LIBRARY

Notes to the Financial Statements For the year ended 31 December 2022

21. Restricted income funds (*continued*)

Comparative information in respect of the preceding period is as follows:

	Balance at 1 January 2021 £	Movement in funds			Gains & losses £	Balance at 31 December 2021 £
		Incoming resources £	Resources expended £	Transfers £		
Scholarship Fund	779,801	22,357	(6,870)	(27,000)	81,046	849,334
Writers in Residence	75,044	15,000	(2,270)	-	-	87,774
Living Heritage Fund	21,952	300	(4,341)	-	-	17,911
Maartin Merten donations	1,681	-	-	-	-	1,681
Carnegie fund	150,576	-	(17,844)	-	-	132,732
Exhibition fund	18,269	-	-	-	-	18,269
House of Wisdom donations	319	-	-	-	-	319
Elizabeth Hilton legacy	2,000	-	-	-	-	2,000
COVID grants received	440,601	188,067	(91,283)	-	-	537,385
Golothan fund	168,626	-	-	-	-	168,626
	<u>1,658,869</u>	<u>225,724</u>	<u>(122,608)</u>	<u>(27,000)</u>	<u>81,046</u>	<u>1,816,031</u>

Scholarship Fund

Legacy funds, the majority of which, is invested with stockbrokers to fund scholarship students staying at the library.

Writers in Residence

Sponsorship funds donated to cover the expenses of visiting authors and authors events.

Carnegie Fund

Funding to sponsor the Digitisation project of Gladstone papers.

COVID grants

Funding received to support the business during Coronavirus closure.

Golothan Fund

Funding received to fund a series of lectures at the library.

GLADSTONE'S LIBRARY

Notes to the Financial Statements For the year ended 31 December 2022

22. Unrestricted income funds

	Movement in funds					Balance at 31 December 2022 £
	Balance at 1 January 2022 £	Incoming resources £	Resources expended £	Transfers £	Gains & losses £	
Designated Funds						
Investment reserve	236,537	17,494	(1,611)	-	(25,448)	226,972
The Gladstone Project	282,958	10,519	(17,419)	-	-	276,058
Wolfson Foundation	120,000	-	(120,000)	-	-	-
Sponsor a Shelf Funds	88,418	-	-	-	-	88,418
	727,913	28,013	(139,030)	-	(25,448)	591,448
General Fund	(496,047)	652,078	(502,622)	-	-	(346,591)
Trading company reserves	474,959	354,252	(96,317)	-	-	732,894
	706,825	1,034,343	(737,969)	-	(25,448)	977,751

Comparative information in respect of the preceding period is as follows:

	Movement in funds					Balance at 31 December 2022 £
	Balance at 1 January 2021 £	Incoming resources £	Resources expended £	Transfers £	Gains & losses £	
Designated Funds						
Investment reserve	217,320	48,589	(1,640)	(36,006)	8,274	236,537
The Gladstone Project	282,958	-	-	-	-	282,958
Wolfson Foundation	120,000	-	-	-	-	120,000
Sponsor a Shelf Funds	56,978	31,440	-	-	-	88,418
	677,256	80,029	(1,640)	(36,006)	8,274	727,913
General Fund	(265,713)	244,287	(537,627)	63,006	-	(496,047)
Trading company reserves	399,822	107,479	(32,342)	-	-	474,959
	811,365	431,795	(571,609)	27,000	8,274	706,825

GLADSTONE'S LIBRARY

Notes to the Financial Statements For the year ended 31 December 2022

22. Unrestricted income funds (*continued*)

Investment reserve

Legacy funds invested with stockbrokers to cover day to day expenditure.

The Gladstone Project

The Gladstone Project was established on the centenary of the founder's death in 1998 in order to raise additional funds necessary to enable the Trustees of Gladstone's Library to satisfy their objectives and to develop Gladstone's Library and its facilities. In 2006 - 2008, an additional fundraising drive began to put into place refurbishment, essential repairs and the continued development of Gladstone's Library. This new fundraising drive attracted grants from Cadw, Heritage Lottery Fund and numerous Trusts as well as individual sponsors. The work supported by these donors concluded in 2008. The ongoing development of the Gladstone's Library continues, and funds and donations for new projects are held in the Gladstone Project and Development Fund bank accounts. The Trustees consider monies held in these funds to be designated for the ongoing development of Gladstone's Library whilst remaining within the total unrestricted funds.

Wolfson Foundation

Funding received to support improvements made following Covid closure.

Sponsor a Shelf

Funding to support day to day activities generated by sponsorship of a shelf in the library by individuals.

Trading company

Income generated from Gladstone Library Services Ltd, generated from Food for Thought and conference income.

23. Company limited by guarantee

The company is limited by guarantee and does not have a share capital. The liability of the directors of the charity is such that it will not exceed £1. Due to the structure of the company, no one has control or significant influence over the entity.

24. Related party transactions

Gladstone's Library Services Ltd is a wholly owned subsidiary of the company. During the year Gladstone's Library Services Ltd donated £257,935 (2021 – £75,137) to the company.

The balance due to Gladstone's Library Services Ltd at the year-end was £8,338 (2020 – £2,361).

Remuneration of key management personnel

The remuneration of key management personnel, including the Warden and Finance Manager, is as follows:

	2022	2021
	£	£
Total remuneration	63,299	77,239
	<u> </u>	<u> </u>

GLADSTONE'S LIBRARY

Notes to the Financial Statements For the year ended 31 December 2022

25. Cash generated from operations	2022 £	2021 £
Surplus/(deficit) for the year	(185,390)	52,622
Adjustments for:		
Depreciation charges	40,940	42,084
Dividends, interest and rents from investments	(59,278)	(70,946)
Loss/(profit) on the sale of fixed assets	-	90
Movements in working capital:		
(Increase)/decrease in stocks	190	(29)
(Increase)/decrease in debtors	(2,000)	(309)
(Increase)/decrease in creditors	(19,984)	36,775
Cash generated from operations	(225,522)	60,287

26. Analysis of net assets between funds

Group	Unrestricted £	Restricted £	Total £
Fund balances at 31 December 2022 are represented by:			
Intangible assets	5,552	-	5,552
Tangible assets	189,316	193,976	383,292
Investments	217,928	1,102,912	1,320,840
Current assets/(liabilities)	564,955	62,827	627,782
	977,751	1,359,715	2,337,466
	=====	=====	=====
Company			
	Unrestricted £	Restricted £	Total £
Fund balances at 31 December 2022 are represented by:			
Intangible assets	5,552	-	5,552
Tangible assets	189,316	193,976	383,292
Investments	217,928	1,102,912	1,320,840
Current assets/(liabilities)	564,935	62,827	627,762
	977,731	1,359,715	2,337,446
	=====	=====	=====

GLADSTONE'S LIBRARY

Notes to the Financial Statements For the year ended 31 December 2022

26. Analysis of net assets between funds (*continued*)

Comparative information in respect of the preceding period is as follows:

Group	Unrestricted £	Restricted £	Total £
Fund balances at 31 December 2021 are represented by:			
Intangible assets	6,138	-	6,138
Tangible assets	204,899	215,529	420,428
Investments	236,537	1,003,519	1,240,056
Current assets/(liabilities)	259,250	596,983	856,233
	<u>706,824</u>	<u>1,816,031</u>	<u>2,522,855</u>

Company	Unrestricted £	Restricted £	Total £
Fund balances at 31 December 2021 are represented by:			
Intangible assets	6,138	-	6,138
Tangible assets	204,899	215,529	420,428
Investments	236,538	1,003,519	1,240,057
Current assets/(liabilities)	259,230	596,983	856,213
	<u>706,805</u>	<u>1,816,031</u>	<u>2,522,836</u>

27. Analysis of changes in net (debt)/funds

	At 1 January 2022 £	Cash flows £	31 December 2022 £
Cash at bank and in hand	1,108,405	(250,245)	858,160
	<u>1,108,405</u>	<u>(250,245)</u>	<u>858,160</u>