



Response to Questions Raised by Philip Sambles at AGM:

### **1. Cost of salaries appears to have increased by 14% from 2019 to 2020.**

Horizons took the decision to transfer their business from one firm of accountants to another in 2020, which resulted in some minor differences in the way the figures were presented.

Note 13 in the accounts shows the salary figures as 59,247 in 2019 and 67,615 in 2020.

The 2019 accounts show 7,530 in note 7 under "cost of raising funds" - this sum was not included in the amount for salaries in note 13 in the 2019 accounts. When the two figures are combined the figure for salaries comes to 66,777, which then puts the increase at 1.25% from 2019 to 2020.

### **2. A sum of money appears to have moved from Restricted to Unrestricted funds.**

The statement of funds in note 18 of the 2020 accounts shows the movement of restricted funds from the amount of 38,868 on 1 July 2019 to 10,095 on 30 June 2020.

There are two main reasons for this movement.

An amount of 10,000 for Education Project is shown as a transfer out, the explanation for this is that the 2019 accounts had this amount shown as restricted funds, when in fact this money had already been spent, and should not have appeared at all in 2019, and to correct this it has been transferred out in 2020.

Secondly the minibus project shows an opening amount of 5,135, income of 5,250, expenditure of 1,873, and transfers out of 8,511, the closing balance being nil due to the purchase of the minibus. It is normal for restricted funds to be transferred out at the point when the money is actually spent on a particular project.