

REGISTERED COMPANY NUMBER: 04468139 (England and Wales)
REGISTERED CHARITY NUMBER: 1094935

**Report of the Trustees and
Financial Statements for the Year Ended 31 March 2019
for**

HEREFORDSHIRE COMMUNITY FOUNDATION

Haines Watts Worcester Audit Limited
Suite 1A Shire Business Park
Wainwright Road
Worcester
WR4 9FA

HEREFORDSHIRE COMMUNITY FOUNDATION

Contents of the Financial Statements
for the year ended 31 March 2019

	Page
Chairman's Report	1
Report of the Trustees	2 to 6
Statement of Trustees Responsibilities	7
Report of the Independent Auditors	8 to 9
Statement of Financial Activities	10
Balance Sheet	11
Notes to the Financial Statements	12 to 30
Detailed Statement of Financial Activities	31 to 32

HEREFORDSHIRE COMMUNITY FOUNDATION

Chairman's Report for the year ended 31 March 2019

Connecting people who care with causes that matter

It is with great pleasure that I am able to report this year that the Herefordshire Community Foundation has awarded 198 grants totalling £380,226. This is an increase of £134,116 and 74 more grants than last year.

These grants cover a range of needs from a £34 taxi ride for a single parent to travel to and from a hospital appointment, to bursaries for travel and equipment for students and then, equipment to set up a youth boxing club. Our funds all have different aims but our ability to fund such a wide range of projects is in no small way due to the extremely broad aims of the Iron Fund, our largest immediate impact fund which was set up in 2017. This fund has enabled us to expand our reach and continue our mission to connect people who care with causes that matter.

This significant expansion of our activities has only been possible thanks to the diligent and enthusiastic efforts of our staff. Chief Executive Philippa Spens, Finance Officer Claire Frowd and Grants Officer Sheenagh Davis all deserve our thanks for their outstanding efforts.

Looking at the accounts, you might be forgiven for thinking that the foundation has sufficient funds, however most of this is designated for a specific purpose. We are constantly striving to raise our profile and meet the needs of the county, to reach those who might not know about our work ensuring that as many groups as possible apply for grants. With this in mind we published Vital Signs this year. The report has been designed to inform charitable giving and present a concise analysis of the social needs in the county together with the views of our community. We are extremely grateful to the 2018/19 High Sheriff of Herefordshire, Nat Hone, formerly chairman of the foundation, for allowing us to launch Vital Signs at his impressive Social Care symposium at the Shire Hall. It enabled us to reach a far wider audience than we might have done otherwise.

As a consequence of the publication of Vital Signs we held a very successful stakeholder event at the Hereford Bowling Club which brought together a range of groups and individuals all committed to improving life for everyone in Herefordshire. The results of this meeting have yet to be fully digested by the Trustees but I am excited at the discussions which have taken place and look forward to telling you about our plans in the near future.

Through the national network, UKCF, this year saw HCF distribute grants for the government sponsored #iwill and the Tampon Tax funds. #iwill grants supported various projects across Herefordshire & Shropshire to enable young people, wherever they live and whatever their background, to have access to social action. The Tampon Tax fund supported those who deliver projects that support women and girls to build skills and confidence, improve their health and wellbeing, and build social networks.

HCF secures its funding by setting up personally named (or anonymous if preferred) local giving funds on behalf of companies, individuals and families. In this way donors are able to support the causes or areas of their choice at far less cost and bureaucracy than creating their own standalone charity. Creating a charitable fund with HCF will allow you to put your donations into a single fund and HCF will do all the work of vetting, distributing the money and securing the valuable Gift Aid. In order to continue to expand the work we do we are always seeking new donors. We are particularly keen to identify ways for smaller organisations, who might consider themselves too small to make a difference, to create a collective fund devoted to improving life chances for the disadvantaged in our community. Please do contact us at the HCF office if you would like further information.

Frank Myers MBE
Chairman

HEREFORDSHIRE COMMUNITY FOUNDATION

Report of the Trustees for the year ended 31 March 2019

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2019. The trustees have adopted the provisions of 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 2015).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The objects for which the Foundation is established are:

To promote any charitable purposes for the benefit of the community in the County of Herefordshire and in particular the advancement of education, the protection of good health both mental and physical and the relief of poverty and sickness;

To promote other exclusively charitable purposes in the United Kingdom and elsewhere which are in the opinion of the Trustees beneficial to the public including the community in the County of Herefordshire;

To match the wishes of donors, corporate or individual, to community needs, to encourage local philanthropy for the public benefit, and to enable donors to use the resources of the Foundation to achieve more effective giving;

To seek donations to endowment funds, individually tailored to the donor's wishes or, for smaller amounts in a pooled endowment fund;

To seek donations to flow-through funds for those who wish to see a more immediate impact from their generosity;

To enable its donors to take full advantage of all external aid to the sector including donation matching and gift aid;

To establish links with the voluntary, business and statutory sectors in order to ensure the best possible use of resources within these sectors.

Public benefit

The Trustees seek to ensure that the activities of each of the Funds under the umbrella of the Foundation meet 'Public Benefit' tests in accordance with the following Charity Commission guidance:

Know what the Fund was set up to achieve - this is known as the Fund's 'purpose'

Identify how the Fund's purpose is beneficial - this is the 'benefit aspect' of public benefit

Know how the Fund's purpose benefits the public or a sufficient section of the public - this is the 'public aspect' of public benefit.

Identify how the Fund's purpose will be delivered - this is known as 'furthering' the charity's purpose for the public benefit.

The Trustees, having reviewed the objectives and activities of the Foundation and its constituent Funds and, having given due consideration to Charity Commission guidance above, are satisfied that the Foundation business is properly conducted for the 'public benefit'.

HEREFORDSHIRE COMMUNITY FOUNDATION

Report of the Trustees for the year ended 31 March 2019

OBJECTIVES AND ACTIVITIES

The Funds

The Foundation manages a number of sub-funds that fall into two broad categories - Endowment and Flow-through. Although all the funds belong to the Foundation, they are ring-fenced and operate separately in accordance with the wishes of the donor.

Endowment Funds are long-term capital funds with the aim of increasing their value by judicious investment applying their income to the charitable purpose of the sub-fund.

Flow-through Funds tend to have a limited life with the goal of distributing the whole sum donated in accordance with the goals of the donor.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

In the year under review, the emphasis has been on grant giving. The increase in our endowment funds by donations has been enhanced by a recovery in investment value. The value of grants disbursed was more than last year. New funds were established. Stock market conditions were helpful and the investment return achieved represented a good outcome in the context of the stock market as a whole.

The Foundation remains as a significant benefactor for the County of Herefordshire.

FINANCIAL REVIEW

Principal funding sources

Income for endowment fund building comes from donations. Income from donations combined with dividend and interest income is used for grant making. The administration (unrestricted fund) income comes from a contribution from each fund and from unrestricted donations

Investment policy and objectives

All endowment capital is invested in the COIF Charities Investment Fund, run by CCLA Investment Management. To quote from their web site:

"CCLA is one of the UK's largest charity fund managers according to the latest Charity Finance Survey. Managing investments for charities, religious organisations and the public sector is all we do. Based in the City of London, with an office in Edinburgh, we are largely owned by our clients' funds."

Reserves policy

The total reserves of the charity increased by £83,926 to £4,580,340 from £4,496,414. Restricted funds increased from £4,410,281 to £4,505,634. Unrestricted funds decreased from £86,133 to £74,706 in the year. The Trustees continue to seek further funding for marketing and endowment fund development activities. The Foundation aims to retain sufficient free reserves to provide adequate working capital to fund its administration and fund development activities for at least six months, taking into account committed income. The Trustees are satisfied that the net assets of the Foundation are adequate to fulfil the obligations of the Foundation.

Going concern

At the time of approving the accounts, 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 accounts.

HEREFORDSHIRE COMMUNITY FOUNDATION

Report of the Trustees for the year ended 31 March 2019

FINANCIAL REVIEW

Quality Accreditation

The Foundation holds the latest Quality Accreditation awarded by the UKCF. These exacting standards are endorsed by the Charity Commission and cover the key areas of Definition and Governance, Finance and Risk, Donor Services and Development, Grant Making and Community Engagement and Communications. Community Foundations must hold this quality accreditation to manage publicly funded grant programmes. The foundation continues to hold the latest Quality Accreditation (QA4).

FUTURE PLANS

The Trustees plan, during the next twelve months, to:

- Continue to make grants to support local communities for the public benefit and in accordance with the wishes of donors.
- Seek to extend its Endowment and Flow-through Funds for individuals and corporate givers.
- Raise the profile of the Foundation in the County.
- Actively encourage local philanthropy for local benefit.
- Develop a range of donor 'vehicles' designed to meet the ever-widening range of charitable aims of prospective donors.
- Enable existing donors to achieve more effective giving.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Incorporation as a company limited by guarantee took place on 24th June 2002 and registration as a charity occurred on 5th December 2002.

Recruitment and appointment of new trustees

William Lindesay, Richard Morgan, Andrew Williams and Nicole Foreman resigned as directors during the year. Beatta Davison was appointed 29th April 2019, Geoffrey Hughes was appointed 3rd December 2018 and Antony Lowther was appointed 22nd October 2018. Other Trustees serving are as shown on the Reference and Administrative Information pages preceding this report.

The Board aims to achieve representation across the different areas of the County; to maintain a wide range of interests within the voluntary and community sectors and to ensure that key skills, such as fund development, financial and legal knowledge, are provided within the Trustee group

Organisational structure

The Trustee Board is the strategic decision-making body of the Foundation. It employs the part-time Director, who carries out the day-to-day management of the Foundation. Grant panels are established as appropriate for the assessment of grants and their recommendations are submitted to the Board for final approval. At the current stage of development, active participation by Board members is required to advance fund development, the website and the profile of the Foundation within Herefordshire. The remuneration of key management of the charity is set by the board.

HEREFORDSHIRE COMMUNITY FOUNDATION

Report of the Trustees for the year ended 31 March 2019

STRUCTURE, GOVERNANCE AND MANAGEMENT

Induction and training of new trustees

All Trustees are provided with induction to the work of the Foundation and opportunities to attend training and development events are provided.

Related parties

The Foundation is affiliated to and acknowledges the support of the United Kingdom Community Foundation (UKCF). The Foundation benefits from, and is grateful for, the help and office support that it receives from the EF Bulmer Benevolent Fund.

There are occasions when the Foundation is asked to support a beneficiary of other charities and may receive funds for management from charitable projects in which a certain number of the Trustees have an interest. At all times these transactions are within the scope of its objects.

Risk management

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

The Fund Director has carefully controlled administration costs that are funded by direct donations and internal transfers from the individual funds managed. Trustees regularly review the risk assessment profile, in line with Charity Commission recommended guidelines.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

04468139 (England and Wales)

Registered Charity number

1094935

Registered office

The Fred Bulmer Centre
Wall Street
Hereford
HR4 9HP

Trustees

Mrs W Gilmour

O Cooke

Ms B Davison

- appointed 29/4/19

G J Hughes

- appointed 3/12/18

A J Lowther

- appointed 22/10/18

F Myers MBE

Chairman

D W Snow

Dr S J Wynn

W D Lindesay

- resigned 19/11/18

R C Morgan

- resigned 22/10/18

A J Williams

- resigned 22/10/18

Mrs N J Foreman

- resigned 22/10/18

Mrs S E Pettipher

Campaign director

- resigned 23/4/18

HEREFORDSHIRE COMMUNITY FOUNDATION

Report of the Trustees
for the year ended 31 March 2019

REFERENCE AND ADMINISTRATIVE DETAILS

Auditors

Haines Watts Worcester Audit Limited
Suite 1A Shire Business Park
Wainwright Road
Worcester
WR4 9FA

AUDITORS

The auditors, Haines Watts Worcester Audit Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of trustees on and signed on its behalf by:



.....
F Myers MBE - Trustee

HEREFORDSHIRE COMMUNITY FOUNDATION

Statement of Trustees Responsibilities for the year ended 31 March 2019

The trustees (who are also the directors of Herefordshire Community Foundation for the purposes of company law) are responsible for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the 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 those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They 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.

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

**Report of the Independent Auditors to the Members of
Herefordshire Community Foundation**

Opinion

We have audited the financial statements of Herefordshire Community Foundation (the 'charitable company') for the year ended 31 March 2019 which comprise the Statement of Financial Activities, the Balance Sheet and notes to the financial statements, 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 (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2019 and of its incoming resources and application of resources, including its income and expenditure, 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 Auditors responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company 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

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charitable company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our Report of the Independent Auditors thereon.

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.

In connection with our audit of the financial statements, 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 audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. 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 the audit:

- the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

**Report of the Independent Auditors to the Members of
HEREFORDSHIRE COMMUNITY FOUNDATION**

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where 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 financial statements 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 take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

Responsibilities of trustees

As explained more fully in the Statement of Trustees Responsibilities, the trustees (who are also the directors of the charitable company for the purposes 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 trustees 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 charitable company'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 charitable company or to cease operations, or have no realistic alternative but to do so.

Our 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 a Report of the Independent Auditors 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.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

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 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.

John H Painter FCA (Senior Statutory Auditor)
for and on behalf of Haines Watts Worcester Audit Limited
Suite 1A Shire Business Park
Wainwright Road
Worcester
WR4 9FA

Date:

HEREFORDSHIRE COMMUNITY FOUNDATION

Statement of Financial Activities
for the year ended 31 March 2019

	Notes	Unrestricted fund £	Restricted funds £	Endowment funds £	2019 Total funds £	2018 Total funds £
INCOME AND ENDOWMENTS FROM						
Donations and legacies		12,296	43,093	51,546	106,935	567,580
Investment income	3	2	1,970	140,895	142,867	138,783
Other income		6,410	-	-	6,410	-
Total		<u>18,708</u>	<u>45,063</u>	<u>192,441</u>	<u>256,212</u>	<u>706,363</u>
EXPENDITURE ON						
Charitable activities						
Grants Made	4	-	227,680	152,546	380,226	246,110
Management Costs		81,370	-	-	81,370	60,850
Governance Costs		6,168	-	-	6,168	10,313
Total		<u>87,538</u>	<u>227,680</u>	<u>152,546</u>	<u>467,764</u>	<u>317,273</u>
Net gains/(losses) on investments		-	-	295,478	295,478	63,863
NET INCOME/(EXPENDITURE)		<u>(68,830)</u>	<u>(182,617)</u>	<u>335,373</u>	<u>83,926</u>	<u>452,953</u>
Transfers between funds	17	57,403	(17,072)	(40,331)	-	-
Net movement in funds		<u>(11,427)</u>	<u>(199,689)</u>	<u>295,042</u>	<u>83,926</u>	<u>452,953</u>
RECONCILIATION OF FUNDS						
Total funds brought forward		<u>86,133</u>	<u>473,421</u>	<u>3,936,860</u>	<u>4,496,414</u>	<u>4,043,461</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>74,706</u></u>	<u><u>273,732</u></u>	<u><u>4,231,902</u></u>	<u><u>4,580,340</u></u>	<u><u>4,496,414</u></u>

The notes form part of these financial statements

HEREFORDSHIRE COMMUNITY FOUNDATION

**Balance Sheet
At 31 March 2019**

	Notes	Unrestricted fund £	Restricted funds £	Endowment funds £	2019 Total funds £	2018 Total funds £
FIXED ASSETS						
Investments	12	-	-	4,105,680	4,105,680	3,760,939
CURRENT ASSETS						
Debtors	13	1,923	164	37,494	39,581	48,190
Cash at bank		79,666	276,741	103,502	459,909	713,367
		<u>81,589</u>	<u>276,905</u>	<u>140,996</u>	<u>499,490</u>	<u>761,557</u>
CREDITORS						
Amounts falling due within one year	14	(6,883)	(3,173)	(14,774)	(24,830)	(26,082)
NET CURRENT ASSETS		<u>74,706</u>	<u>273,732</u>	<u>126,222</u>	<u>474,660</u>	<u>735,475</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>74,706</u>	<u>273,732</u>	<u>4,231,902</u>	<u>4,580,340</u>	<u>4,496,414</u>
NET ASSETS		<u><u>74,706</u></u>	<u><u>273,732</u></u>	<u><u>4,231,902</u></u>	<u><u>4,580,340</u></u>	<u><u>4,496,414</u></u>
FUNDS						
Unrestricted funds	17				74,706	86,133
Restricted funds					273,732	473,421
Endowment funds					4,231,902	3,936,860
TOTAL FUNDS					<u><u>4,580,340</u></u>	<u><u>4,496,414</u></u>

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

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


.....
F Myers MBE -Trustee

The notes form part of these financial statements

HEREFORDSHIRE COMMUNITY FOUNDATION

Notes to the Financial Statements for the year ended 31 March 2019

1. COMPANY INFORMATION

Herefordshire Community Foundation Limited is a private company limited by guarantee incorporated in England and Wales. The registered office is The Fred Bulmer Centre, Wall Street, Hereford, HR4 9HP.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

Income

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.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Tangible fixed assets

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

Plant and machinery	- 25% on reducing balance
Fixtures and fittings	- 25% on reducing balance

Taxation

The charity is exempt from corporation tax on its charitable activities.

HEREFORDSHIRE COMMUNITY FOUNDATION

**Notes to the Financial Statements - continued
for the year ended 31 March 2019**

2. ACCOUNTING POLICIES - continued

Fund accounting

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

Restricted funds are subject to specific conditions by donors as to how they may be used. The Foundation manages a number of sub-funds that fall into two broad categories - Endowment and Flow-through. Although all the funds belong to the Foundation, they are ring-fenced and operate separately in accordance with the wishes of the donor.

Endowment Funds are long-term capital funds with the aim of increasing their value by judicious investment applying their income to the charitable purpose of the sub-fund.

Flow-through Funds tend to have a limited life with the goal of distributing the whole sum donated in accordance with the goals of the donor.

Listed investments

Listed investments are valued at the mid-market price at the end of the last weekday before the financial year end.

Realised gains or losses are calculated as the difference between sale proceeds and market value at the previous balance sheet date.

All gains and losses whether realised or unrealised are taken to the Statement of Financial Activities.

3. INVESTMENT INCOME

	2019	2018
	£	£
Investments	142,867	138,783
	<u>142,867</u>	<u>138,783</u>

4. CHARITABLE ACTIVITIES COSTS

	Direct costs	Grant funding of activities (See note 5)	Support costs (See note 6)	Totals
	£	£	£	£
Management Costs	81,370	-	-	81,370
Grants Made	-	380,226	-	380,226
Governance Costs	-	-	6,168	6,168
	<u>81,370</u>	<u>380,226</u>	<u>6,168</u>	<u>467,764</u>

5. GRANTS PAYABLE

	2019	2018
	£	£
Grants Made	380,226	246,110
	<u>380,226</u>	<u>246,110</u>

HEREFORDSHIRE COMMUNITY FOUNDATION

Notes to the Financial Statements - continued
for the year ended 31 March 2019

6. SUPPORT COSTS

	Governance costs £
Governance Costs	<u>6,168</u>

Support costs, included in the above, are as follows:

	2019 Governance Costs £	2018 Total activities £
Wages	1,239	564
Auditors' remuneration	3,780	4,016
Insurance	280	280
Accountancy and legal fees	869	5,377
Office	-	76
	<u>6,168</u>	<u>10,313</u>

7. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2019 £	2018 £
Auditors' remuneration	<u>3,780</u>	<u>4,016</u>

8. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2019 nor for the year ended 31 March 2018.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2019 nor for the year ended 31 March 2018.

HEREFORDSHIRE COMMUNITY FOUNDATION

Notes to the Financial Statements - continued
for the year ended 31 March 2019

9. STAFF COSTS

	2019	2018
	£	£
Wages and salaries	<u>61,943</u>	<u>28,178</u>

The average monthly number of employees during the year was as follows:

	2019	2018
Staff	<u>4</u>	<u>2</u>

No employees received emoluments in excess of £60,000.

Office and staff costs are split 98% to Management and 2% to Governance (note 4). All external costs, Management and Governance except for investment management and programme audit fees are in respect of charitable activities and charged to the General Fund. The total amount in respect of rent paid in the year was £1,937 (2018: £1,484).

10. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Endowment funds £	Total funds £
INCOME AND ENDOWMENTS FROM				
Donations and legacies	18,693	474,516	74,371	567,580
Investment income	-	-	138,783	138,783
Total	<u>18,693</u>	<u>474,516</u>	<u>213,154</u>	<u>706,363</u>
EXPENDITURE ON Charitable activities				
Grants Made	-	124,477	121,633	246,110
Management Costs	60,505	-	345	60,850
Governance Costs	10,313	-	-	10,313
Total	<u>70,818</u>	<u>124,477</u>	<u>121,978</u>	<u>317,273</u>
Net gains/(losses) on investments	-	-	63,863	63,863
NET INCOME/(EXPENDITURE)	<u>(52,125)</u>	<u>350,039</u>	<u>155,039</u>	<u>452,953</u>
Transfers between funds	<u>56,758</u>	<u>(6,204)</u>	<u>(50,554)</u>	<u>-</u>
Net movement in funds	<u>4,633</u>	<u>343,835</u>	<u>104,485</u>	<u>452,953</u>

HEREFORDSHIRE COMMUNITY FOUNDATION

**Notes to the Financial Statements - continued
for the year ended 31 March 2019**

10. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued	Unrestricted fund £	Restricted funds £	Endowment funds £	Total funds £
RECONCILIATION OF FUNDS				
Total funds brought forward	81,500	129,586	3,832,375	4,043,461
TOTAL FUNDS CARRIED FORWARD	86,133	473,421	3,936,860	4,496,414
11. TANGIBLE FIXED ASSETS		Plant and machinery £	Fixtures and fittings £	Totals £
COST				
At 1 April 2018 and 31 March 2019		135,520	1,248	136,768
DEPRECIATION				
At 1 April 2018 and 31 March 2019		135,520	1,248	136,768
NET BOOK VALUE				
At 31 March 2019		-	-	-
At 31 March 2018		-	-	-
12. FIXED ASSET INVESTMENTS				Listed investments £
MARKET VALUE				
At 1 April 2018				3,760,939
Additions				108,015
Disposals				(58,752)
Revaluations				295,478
At 31 March 2019				4,105,680
NET BOOK VALUE				
At 31 March 2019				4,105,680
At 31 March 2018				3,760,939

There were no investment assets outside the UK.

HEREFORDSHIRE COMMUNITY FOUNDATION

Notes to the Financial Statements - continued
for the year ended 31 March 2019

13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019	2018
	£	£
Other debtors	<u>39,581</u>	<u>48,190</u>

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019	2018
	£	£
Bank loans and overdrafts (see note 15)	-	239
Social security and other taxes	1,029	-
Accruals and deferred income	<u>23,801</u>	<u>25,843</u>
	<u>24,830</u>	<u>26,082</u>

15. LOANS

An analysis of the maturity of loans is given below:

	2019	2018
	£	£
Amounts falling due within one year on demand:		
Bank overdraft	<u>-</u>	<u>239</u>

16. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2019	2018
	£	£
Between one and five years	<u>2,968</u>	<u>2,968</u>

Operating lease commitments are for office accommodation. Lease are negotiated for an average of 6 years. Such leases may be renewed at the end of the term or surrendered as activity dictates.

HEREFORDSHIRE COMMUNITY FOUNDATION

Notes to the Financial Statements - continued
for the year ended 31 March 2019

17. MOVEMENT IN FUNDS

	At 1.4.18 £	Net movement in funds £	Transfers between funds £	At 31.3.19 £
Unrestricted funds				
General fund	86,133	(68,830)	57,403	74,706
Restricted funds				
Comic Relief	12,894	(12,895)	-	(1)
Herefordshire Lifestyles	12,191	(4,367)	(440)	7,384
Herefordshire RSN	5,551	(692)	(72)	4,787
iwill	15,924	(15,917)	-	7
Surviving Winter	4,319	1,204	(377)	5,146
Odey Fund	8,467	(1,473)	(650)	6,344
TVYP	231,603	(55,905)	(5,703)	169,995
Iron Fund Flow-Through	178,756	(89,921)	(9,057)	79,778
Bristol and West	568	-	(568)	-
Ross Tennis Club	3,148	(2,651)	(205)	292
	<u>473,421</u>	<u>(182,617)</u>	<u>(17,072)</u>	<u>273,732</u>
Endowment funds				
Becket Bulmer	906,148	67,492	(14,016)	959,624
Richard Bulmer	172,047	14,344	(2,659)	183,732
John Morgan	27,070	1,772	(420)	28,422
Hergest	63,089	5,528	(986)	67,631
Glencora	132,754	11,404	(2,073)	142,085
Coneygree	26,761	2,524	(417)	28,868
CPRE	23,566	2,410	(369)	25,607
Jack Hughes	43,447	(3,719)	(614)	39,114
Bulmer Gilmour	62,257	3,514	(965)	64,806
H.E.C	180,211	16,540	(2,831)	193,920
Herefordshire Country Fair	57,186	6,254	(897)	62,543
Joanies	1,831,162	131,928	(18,934)	1,944,156
Iron Fund Endowment	49,234	5,598	(774)	54,058
Herefordshire Arts College	58,574	2,750	(887)	60,437
HCF Care Fund	8,719	903	3,835	13,457
Judith Shrimpton Fund	26,936	3,052	(423)	29,565
HCF Sports Fund	714	(658)	3,964	4,020
Much Marcle United Fund	84,901	9,036	(1,331)	92,606
Hunter Trow	10,757	1,175	(82)	11,850
Heaton Endowment	17,965	(3,266)	(251)	14,448
Diamond Jubilee Trow Endowment	8,403	(330)	(63)	8,010
High Sheriff Endowment	144,959	15,529	(2,346)	158,142
The Charlotte Ballard Trust Fund	-	16,181	(326)	15,855
Charles & Anne Saunders Family Fund	-	25,354	(437)	24,917
HCF Arts fund	-	58	3,971	4,029
	<u>3,936,860</u>	<u>335,373</u>	<u>(40,331)</u>	<u>4,231,902</u>
TOTAL FUNDS	<u>4,496,414</u>	<u>83,926</u>	<u>-</u>	<u>4,580,340</u>

HEREFORDSHIRE COMMUNITY FOUNDATION

**Notes to the Financial Statements - continued
for the year ended 31 March 2019**

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	18,708	(87,538)	-	(68,830)
Restricted funds				
Comic Relief	-	(12,895)	-	(12,895)
Herefordshire Lifestyles	33	(4,400)	-	(4,367)
Herefordshire RSN	28	(720)	-	(692)
iwill	15,013	(30,930)	-	(15,917)
Surviving Winter	5,262	(4,058)	-	1,204
Odey Fund	5,027	(6,500)	-	(1,473)
TVYP	1,126	(57,031)	-	(55,905)
Iron Fund Flow-Through	743	(90,664)	-	(89,921)
Ross Tennis Club	17,831	(20,482)	-	(2,651)
	<u>45,063</u>	<u>(227,680)</u>	<u>-</u>	<u>(182,617)</u>
Endowment funds				
Becket Bulmer	32,837	(35,463)	70,118	67,492
Richard Bulmer	6,122	(4,766)	12,988	14,344
John Morgan	911	(1,050)	1,911	1,772
Hergest	2,227	(1,400)	4,701	5,528
Glencora	4,713	(3,290)	9,981	11,404
Coneygree	825	-	1,699	2,524
CPRE	781	-	1,629	2,410
Jack Hughes	1,357	(7,336)	2,260	(3,719)
Bulmer Gilmour	2,216	(3,405)	4,703	3,514
H.E.C	7,023	(3,950)	13,467	16,540
Herefordshire Country Fair	2,009	-	4,245	6,254
Joanies	65,801	(73,477)	139,604	131,928
Iron Fund Endowment	1,767	-	3,831	5,598
Herefordshire Arts College	2,068	(3,680)	4,362	2,750
HCF Care Fund	397	-	506	903
Judith Shrimpton Fund	972	-	2,080	3,052
HCF Sports Fund	83	(700)	(41)	(658)
Much Marcle United Fund	2,926	-	6,110	9,036
Hunter Trow	374	-	801	1,175
Heaton Endowment	86	(3,352)	-	(3,266)
Diamond Jubilee Trow Endowment	44	(374)	-	(330)
High Sheriff Endowment	14,723	(10,200)	11,006	15,529
The Charlotte Ballard Trust Fund	16,212	(103)	72	16,181
Charles & Anne Saunders Family Fund	25,868	-	(514)	25,354
HCF Arts fund	99	-	(41)	58
	<u>192,441</u>	<u>(152,546)</u>	<u>295,478</u>	<u>335,373</u>
TOTAL FUNDS	<u>256,212</u>	<u>(467,764)</u>	<u>295,478</u>	<u>83,926</u>

HEREFORDSHIRE COMMUNITY FOUNDATION

Notes to the Financial Statements - continued
for the year ended 31 March 2019

17. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.4.17 £	Net movement in funds £	Transfers between funds £	At 31.3.18 £
Unrestricted Funds				
General fund	81,500	(52,125)	56,758	86,133
Restricted Funds				
Comic Relief	16,935	(1,886)	(2,153)	12,896
Herefordshire Lifestyles	28,077	(14,890)	(995)	12,192
Herefordshire RSN	5,536	13	-	5,549
iwill	70,009	(52,584)	(1,501)	15,924
Surviving Winter	32	4,287	-	4,319
Odey Fund	8,997	(479)	(50)	8,468
TVYP	-	231,602	-	231,602
Iron Fund Flow-Through	-	180,261	(1,505)	178,756
Bristol and West	-	567	-	567
Ross Tennis Club	-	3,148	-	3,148
	<u>129,586</u>	<u>350,039</u>	<u>(6,204)</u>	<u>473,421</u>
Endowment funds				
Becket Bulmer	907,684	12,262	(13,803)	906,143
Richard Bulmer	174,231	437	(2,618)	172,050
John Morgan	28,156	(663)	(421)	27,072
Hergest	70,821	(6,715)	(1,017)	63,089
Glencora	131,809	2,971	(2,027)	132,753
Coneygree	25,968	1,193	(400)	26,761
CPRE	22,778	1,140	(352)	23,566
Jack Hughes	43,476	631	(660)	43,447
Bulmer Gilmour	62,127	1,085	(955)	62,257
H.E.C	158,977	24,044	(2,810)	180,211
Herefordshire Country Fair	55,083	2,957	(853)	57,187
Joanies	1,802,465	47,158	(18,461)	1,831,162
Iron Fund Endowment	-	50,297	(1,062)	49,235
Herefordshire Arts College	58,668	788	(882)	58,574
HCF Care Fund	8,822	31	(133)	8,720
Judith Shrimpton Fund	26,605	744	(412)	26,937
HCF Sports Fund	12	701	-	713
Much Marcle United Fund	81,694	4,471	(1,266)	84,899
Hunter Trow	10,282	556	(81)	10,757
Heaton Endowment	19,050	(1,006)	(79)	17,965
Diamond Jubilee Trow Endowment	8,793	(324)	(66)	8,403
High Sheriff Endowment	134,874	12,281	(2,196)	144,959
	<u>3,832,375</u>	<u>155,039</u>	<u>(50,554)</u>	<u>3,936,860</u>
TOTAL FUNDS	<u>4,043,461</u>	<u>452,953</u>	<u>-</u>	<u>4,496,414</u>

HEREFORDSHIRE COMMUNITY FOUNDATION

Notes to the Financial Statements - continued
for the year ended 31 March 2019

17. MOVEMENT IN FUNDS - continued

Comparative 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	18,693	(70,818)	-	(52,125)
Restricted funds				
Comic Relief	22,664	(24,550)	-	(1,886)
Herefordshire Lifestyles	44	(14,934)	-	(14,890)
Herefordshire RSN	13	-	-	13
iwill	16,555	(69,139)	-	(52,584)
Surviving Winter	4,587	(300)	-	4,287
Odey Fund	21	(500)	-	(479)
TVYP	231,602	-	-	231,602
Iron Fund Flow-Through	195,315	(15,054)	-	180,261
Bristol and West	567	-	-	567
Ross Tennis Club	3,148	-	-	3,148
	<u>474,516</u>	<u>(124,477)</u>	<u>-</u>	<u>350,039</u>
Endowment funds				
Becket Bulmer	33,034	(36,512)	15,740	12,262
Richard Bulmer	6,125	(8,608)	2,920	437
John Morgan	908	(2,000)	429	(663)
Hergest	2,228	(10,000)	1,057	(6,715)
Glencora	4,707	(3,980)	2,244	2,971
Coneygree	811	-	382	1,193
CPRE	773	-	367	1,140
Jack Hughes	1,090	(960)	501	631
Bulmer Gilmour	2,219	(2,190)	1,056	1,085
H.E.C	23,496	(2,000)	2,548	24,044
Herefordshire Country Fair	2,003	-	954	2,957
Joanies	65,705	(49,853)	31,306	47,158
Iron Fund Endowment	51,296	-	(999)	50,297
Herefordshire Arts College	2,058	(2,250)	980	788
HCF Care Fund	259	(350)	122	31
Judith Shrimpton Fund	980	(700)	464	744
HCF Sports Fund	701	-	-	701
Much Marcle United Fund	3,219	(100)	1,352	4,471
Hunter Trow	377	-	179	556
Heaton Endowment	44	(1,050)	-	(1,006)
Diamond Jubilee Trow Endowment	21	(345)	-	(324)
High Sheriff Endowment	11,100	(1,080)	2,261	12,281
	<u>213,154</u>	<u>(121,978)</u>	<u>63,863</u>	<u>155,039</u>
TOTAL FUNDS	<u>706,363</u>	<u>(317,273)</u>	<u>63,863</u>	<u>452,953</u>

HEREFORDSHIRE COMMUNITY FOUNDATION

**Notes to the Financial Statements - continued
for the year ended 31 March 2019**

17. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.4.17 £	Net movement in funds £	Transfers between funds £	At 31.3.19 £
Unrestricted funds				
General fund	81,500	(120,955)	114,161	74,706
Restricted funds				
Comic Relief	16,935	(14,781)	(2,153)	1
Herefordshire Lifestyles	28,077	(19,257)	(1,435)	7,385
Herefordshire RSN	5,536	(679)	(72)	4,785
iwill	70,009	(68,501)	(1,501)	7
Surviving Winter	32	5,491	(377)	5,146
Odey Fund	8,997	(1,952)	(700)	6,345
TVYP	-	175,697	(5,703)	169,994
Iron Fund Flow-Through	-	90,340	(10,562)	79,778
Bristol and West	-	567	(568)	(1)
Ross Tennis Club	-	497	(205)	292
	<u>129,586</u>	<u>167,422</u>	<u>(23,276)</u>	<u>273,732</u>
Endowment				
Becket Bulmer	907,684	79,754	(27,819)	959,619
Richard Bulmer	174,231	14,781	(5,277)	183,735
John Morgan	28,156	1,109	(841)	28,424
Hergest	70,821	(1,187)	(2,003)	67,631
Glencora	131,809	14,375	(4,100)	142,084
Coneygree	25,968	3,717	(817)	28,868
CPRE	22,778	3,550	(721)	25,607
Jack Hughes	43,476	(3,088)	(1,274)	39,114
Bulmer Gilmour	62,127	4,599	(1,920)	64,806
H.E.C	158,977	40,584	(5,641)	193,920
Herefordshire Country Fair	55,083	9,211	(1,750)	62,544
Joanies	1,802,465	179,086	(37,395)	1,944,156
Iron Fund Endowment	-	55,895	(1,836)	54,059
Herefordshire Arts College	58,668	3,538	(1,769)	60,437
HCF Care Fund	8,822	934	3,702	13,458
Judith Shrimpton Fund	26,605	3,796	(835)	29,566
HCF Sports Fund	12	43	3,964	4,019
Much Marcle United Fund	81,694	13,507	(2,597)	92,604
Hunter Trow	10,282	1,731	(163)	11,850
Heaton Endowment	19,050	(4,272)	(330)	14,448
Diamond Jubilee Trow Endowment	8,793	(654)	(129)	8,010
High Sheriff Endowment	134,874	27,810	(4,542)	158,142
The Charlotte Ballard Trust Fund	-	16,181	(326)	15,855
Charles & Anne Saunders Family Fund	-	25,354	(437)	24,917
HCF Arts fund	-	58	3,971	4,029
	<u>3,832,375</u>	<u>490,412</u>	<u>(90,885)</u>	<u>4,231,902</u>
TOTAL FUNDS	<u>4,043,461</u>	<u>536,879</u>	<u>-</u>	<u>4,580,340</u>

HEREFORDSHIRE COMMUNITY FOUNDATION

Notes to the Financial Statements - continued
for the year ended 31 March 2019

17. MOVEMENT IN FUNDS - continued

HEREFORDSHIRE COMMUNITY FOUNDATION

**Notes to the Financial Statements - continued
for the year ended 31 March 2019**

17. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined 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	37,401	(158,356)	-	(120,955)
Restricted funds				
Comic Relief	22,664	(37,445)	-	(14,781)
Herefordshire Lifestyles	77	(19,334)	-	(19,257)
Herefordshire RSN	41	(720)	-	(679)
iwill	31,568	(100,069)	-	(68,501)
Surviving Winter	9,849	(4,358)	-	5,491
Odey Fund	5,048	(7,000)	-	(1,952)
TVYP	232,728	(57,031)	-	175,697
Iron Fund Flow-Through	196,058	(105,718)	-	90,340
Bristol and West	567	-	-	567
Ross Tennis Club	20,979	(20,482)	-	497
	<u>519,579</u>	<u>(352,157)</u>	-	<u>167,422</u>
Endowment funds				
Becket Bulmer	65,871	(71,975)	85,858	79,754
Richard Bulmer	12,247	(13,374)	15,908	14,781
John Morgan	1,819	(3,050)	2,340	1,109
Hergest	4,455	(11,400)	5,758	(1,187)
Glencora	9,420	(7,270)	12,225	14,375
Coneygree	1,636	-	2,081	3,717
CPRE	1,554	-	1,996	3,550
Jack Hughes	2,447	(8,296)	2,761	(3,088)
Bulmer Gilmour	4,435	(5,595)	5,759	4,599
H.E.C	30,519	(5,950)	16,015	40,584
Herefordshire Country Fair	4,012	-	5,199	9,211
Joanies	131,506	(123,330)	170,910	179,086
Iron Fund Endowment	53,063	-	2,832	55,895
Herefordshire Arts College	4,126	(5,930)	5,342	3,538
HCF Care Fund	656	(350)	628	934
Judith Shrimpton Fund	1,952	(700)	2,544	3,796
HCF Sports Fund	784	(700)	(41)	43
Much Marcle United Fund	6,145	(100)	7,462	13,507
Hunter Trow	751	-	980	1,731
Heaton Endowment	130	(4,402)	-	(4,272)
Diamond Jubilee Trow Endowment	65	(719)	-	(654)
High Sheriff Endowment	25,823	(11,280)	13,267	27,810
The Charlotte Ballard Trust Fund	16,212	(103)	72	16,181
Charles & Anne Saunders Family Fund	25,868	-	(514)	25,354
HCF Arts fund	99	-	(41)	58
	<u>405,595</u>	<u>(274,524)</u>	<u>359,341</u>	<u>490,412</u>

HEREFORDSHIRE COMMUNITY FOUNDATION

Notes to the Financial Statements - continued
for the year ended 31 March 2019

17. MOVEMENT IN FUNDS - continued

TOTAL FUNDS	<u>962,575</u>	<u>(785,037)</u>	<u>359,341</u>	<u>536,879</u>
-------------	----------------	------------------	----------------	----------------

18. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 March 2019.

HEREFORDSHIRE COMMUNITY FOUNDATION

Notes to the Financial Statements - continued for the year ended 31 March 2019

19. RESTRICTED FUNDS

The Foundation manages a number of different types of funds. They fall into two main groups :-

- Endowment funds where the donations are held as capital and the income is distributed as grants in accordance with the wishes of the donor.
- Flow-through funds where the whole donation is distributed as grants over a set period, usually five years or less.

Endowment funds are further divided into three groups:-

- Unmatched Endowment funds received no matched funding from Government apart from Gift-Aid. The Foundation manages one such fund, invested with CCLA Investment Management Limited. Fees are charged to capital.
- Grassroots Endowment funds received matched government funding under a now closed Grassroots Endowment Match Challenge scheme in addition to Gift-Aid. The Foundation manages nine such funds, invested with CCLA Investment Management Limited. Fees are charged to capital.
- Community First Endowments receive matched government funding under a current scheme in addition to Gift Aid. Such funds are invested with CCLA Investment Management Limited in accordance with the rules of the scheme. Fees are charged to income. The income is supplemented by capital gains in excess of inflation.

There follows a brief description of the charitable objects of each fund grouped as above.

Unmatched Endowment Funds (no additional government funds)

Becket Bulmer

To promote the cultural advancement of the people of Herefordshire in particular through the theatre, music and arts, enhance the education of young people, the improvement of the environment and the support of disabled people. In addition to support Hereford Cider Museum and award an annual bursary to the Hereford Police Male Choir Young Musician of the Year. Approximately 8% of the value of the Becket Bulmer Fund was matched through the Grassroots Endowment Match Challenge, a government scheme that ran from 2008 to 2011.

Jack Hughes Fund

Established by the Herefordshire County Proficiency Tests Committee to support the rural communities across the county, initially with rural education requirements and skill enhancement opportunities.

Much Marcle United Fund

A consolidated group of old charities for the benefit of the people of the Ancient Parish of Much Marcle. Specifically, to support organisations and community groups that work in support of the wider community. Grants for individuals will be considered for education or welfare issues.

HCF Care Fund

A Fund for the relief of poverty in Herefordshire.

HCF Sports Fund

A currently inactive fund but established to raise money for sport in Herefordshire.

HEREFORDSHIRE COMMUNITY FOUNDATION

Notes to the Financial Statements - continued for the year ended 31 March 2019

19. RESTRICTED FUNDS

Richard Bulmer

To help under-25's living in and from Herefordshire to further their artistic aspirations with particular emphasis on music and travel.

John Morgan

To promote activities which raise environmental awareness and which benefit the environment with emphasis on the Kington area.

Hergest

As for John Morgan but also to support the artistic endeavours of residents from Kington.

Glencora

To promote activities that benefit the environment, enhance the lifestyles of the older generation and further the arts with particular emphasis on music. Priority given to applications from the Ledbury/Colwall area.

Coneygree

To support the activities of community/voluntary groups in Ledbury and the twenty-three surrounding parishes to provide care and fellowship to individuals and rehabilitate those with mental or physical health problems through their activities. There is a special focus given to groups working with older people.

CPRE (Herefordshire)

To support groups that protect the countryside.

Judith Shrimpton Fund

A fund created to benefit such organisations and activities in Herefordshire and the West Midlands whose aim is to relieve the needs of people with disabilities of any kind and to help individuals lead a lifestyle of their choice.

Iron Fund

A fund created to relieve the needs of people within the county of Herefordshire which favours projects that encourage community cohesion, issues of isolation and disadvantage, and are able to demonstrate local need.

Charlotte Emma Ballard Trust Fund

A fund created to support children living in Ledbury.

Charles & Anna Saunders Family Trust Fund

A fund created to help people who are working to better themselves through hard work.

HEREFORDSHIRE COMMUNITY FOUNDATION

Notes to the Financial Statements - continued for the year ended 31 March 2019

19. RESTRICTED FUNDS

Community First Endowment Match Challenge (a government scheme that offered £1 for every £2 endowed)

Hereford College of Arts

A fund created to support the arts in Herefordshire, including bursaries for students at the Hereford College of Arts and an annual Brian Hatton Award to the Herefordshire Young Artist of the year.

Bulmer Gilmour

To support voluntary and community groups in Herefordshire, with emphasis on families.

H.E.C. Herefordshire Education Fund.

To support education, including Bursaries for the under- 25's.

H.C.F. Herefordshire Country Fair.

A fund using any available surplus from the annual Country Fair to support the rural community in Herefordshire.

Joanies

This fund, covering England and Wales, has a wide-ranging, community-based focus but particularly welcomes applications from organisations working with young people aged 11 to 25 and is especially interested in projects that lead to employment, accreditation, further education, training and integration. It looks for innovation and entrepreneurship and for strong evidence of how closely applicants consult young people in developing their service, and for any community involvement or local financial support.

Hunter Trow

This fund may contribute to the running costs of the Diamond Jubilee Herefordshire Trow and other similar activities.

Hybrid Funds

High Sheriff

To support community and voluntary groups involved with law and order and community cohesion. This fund is regularly augmented and has benefited from both government schemes.

Diamond Jubilee Trow

The replica traditional Wye barge (a Trow), built in the first instance to represent Herefordshire in the Diamond Jubilee Thames Pageant and subsequently to provide adventure to the young or disadvantaged and to be a source of pride for the County.

HEREFORDSHIRE COMMUNITY FOUNDATION

Notes to the Financial Statements - continued for the year ended 31 March 2019

19. RESTRICTED FUNDS

New University

A fund created to receive, manage and disperse in the short term, funds contributed by donors wishing to support a new university in Herefordshire until the new institution gained charitable status in its own right. In the long term, the fund will support bursaries for students in further or higher education, either at the new university if established, or at existing institutions in Herefordshire if the university is not successfully established. The fund is currently inactive.

Flow-through Funds

Comic/Sports Relief

Used to support work where there is clear evidence of a sustained beneficial impact on the lives of people who are excluded or disadvantaged through low income, rural or social isolation, age, disabilities, race, sexuality or gender. Administered across both Herefordshire and Shropshire.

Surviving Winter

Grants of up to £300 to vulnerable individuals and families to help pay for winter heating funded by transfer of winter fuel allowance.

The Odey Fund

The Odey Fund operates in South Herefordshire and North Gloucestershire. Priority for grants is given to established charitable organisations active in the fields of education and youth development for the age range of 16 to 25 years old with the secondary element of wider community support grants.

The Heaton Fund

To support community groups and charities based in Ledbury.

Herefordshire Lifestyles

To relieve the needs of people with disabilities within the county of Herefordshire. To help individuals lead a lifestyle of their choice, given their disability.

Herefordshire RSN

To support the relief of mental and physical sickness of persons in Herefordshire who suffer from stress, by the provision of emotional support, practical support and advice. To advance the education of the public, including professionals, in the significance of stress in rural communities.

#iwill

Formally Youth Social Action #iwill is a lottery-funded programme aimed at raising the level and quality of youth social action in activities such as campaigning, fundraising and volunteering, all of which enable participants to make a positive difference to their communities.

HEREFORDSHIRE COMMUNITY FOUNDATION

Notes to the Financial Statements - continued
for the year ended 31 March 2019

20. GUARANTEE

Every member of the company undertakes to contribute to the assets of the company in the event of its being wound up during the time that he or she is a member or within one year afterwards for payment of the debts and liabilities of the company contracted before he or she ceases to be a member, and of the costs, charges and expense of winding up the same and for the adjustment of the rights of contributors amongst themselves, such amount as may be required not exceeding, in the case of any member, the sum of £1. Total guarantees at 31st March 2019 amounted to £8.

21. GRANTS MANAGED ON BEHALF OF THIRD PARTIES

The Foundation also acts as advisor to one other grant giving body.

A total of £63,260 (2018 ; £32,571) was made in grants by the Pippin Trust, an independent registered charity on the Foundations advice. The Foundation received a fee for these services.

HEREFORDSHIRE COMMUNITY FOUNDATION

**Detailed Statement of Financial Activities
for the year ended 31 March 2019**

	2019 £	2018 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	82,935	567,580
Grants	24,000	-
	<u>106,935</u>	<u>567,580</u>
Investment income		
Investments	142,867	138,783
Other income		
Management charges	6,410	-
	<u>256,212</u>	<u>706,363</u>
EXPENDITURE		
Charitable activities		
Wages	60,704	27,614
Rent and service charge	1,937	-
Postage and stationery	718	-
Advertising	6,201	-
Sundries	476	-
Office	-	3,709
Travel and Subsistence	-	39
Contractors	-	17,294
Fees, Subs and Training	3,651	5,742
Bank Charges	236	180
Computer Maintenance	6,402	3,613
Office fit-out	-	2,314
Cost of maintenance of DJT	-	345
Telephone costs	887	-
Paypal donation fees	158	-
Grants paid out	380,226	246,110
	<u>461,596</u>	<u>306,960</u>
Support costs		
Governance costs		
Wages	1,239	564
Auditors' remuneration	3,780	4,016
Insurance	280	280
Accountancy and legal fees	869	5,377
Carried forward	6,168	10,237

This page does not form part of the statutory financial statements

HEREFORDSHIRE COMMUNITY FOUNDATION

Detailed Statement of Financial Activities
for the year ended 31 March 2019

	2019 £	2018 £
Governance costs		
Brought forward	6,168	10,237
Office	-	76
	<hr/>	<hr/>
	6,168	10,313
	<hr/>	<hr/>
Total resources expended	467,764	317,273
	<hr/>	<hr/>
Net (expenditure)/income before gains and losses	(211,552)	389,090
	<hr/>	<hr/>
Realised recognised gains and losses		
Realised gains/(losses) on fixed asset investments	295,478	63,863
	<hr/>	<hr/>
Net income	83,926	452,953
	<hr/> <hr/>	<hr/> <hr/>

This page does not form part of the statutory financial statements