

Charity registration number 306306

THE BEDGEBURY FOUNDATION

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2021

THE BEDGEBURY FOUNDATION

LEGAL AND ADMINISTRATIVE INFORMATION

Trustee The Bedgebury Foundation Trust Company

Charity number 306306

Registered office Priory Cottage
Romford Road
Pembury
Kent

Auditor Norman Cox & Ashby
Grosvenor Lodge
72 Grosvenor Road
Tunbridge Wells
Kent
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Bankers National Westminster Bank plc
High Street
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Edinburgh EH3 8YJ

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85 Queen Victoria Street

Investment advisors Brewin Dolphin Limited
12 Smithfield Street
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THE BEDGEBURY FOUNDATION

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THE BEDGEBURY FOUNDATION

TRUSTEE'S REPORT

FOR THE YEAR ENDED 31 AUGUST 2021

The Trustee presents its annual report and financial statements of the charity for the year ended 31 August 2021.

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 Trust Deed, the Charities Act 2011 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).

Objectives and activities

The Trustees of The Bedgebury Foundation Trustee Company agreed the following objects for The Bedgebury Foundation with the Charities Commission in the scheme dated 31 August 2007.

The Charity is for the benefit of the public to advance education and training in accordance with the principles and practices of the Church of England through any or all of the following means:

- Giving grants, bursaries or other payments to young people under the age of 25 (or to educational institutions attended by such beneficiaries) to enable them to continue to undertake a course of study or training; or to enable them to travel abroad to pursue their education.
- In providing financial or other assistance to individuals to assist their training as teachers;
- (i) the provision and (ii) operation of a day and/or boarding school.

The principal activity of the the charity in the year under review was that of making grants for the benefit of young people.

The trustee has paid due regard to guidance issued by the Charities Commission in deciding what activities the charity should undertake.

Achievements and performance

Grant awards

The Trustee Board decided that the charity will continue to operate the following grant programmes in Kent and East Sussex throughout the year:

- Programme for individuals offering awards for Additional Educational Needs, Vocational Education and Training.
- Teachers and Trainers Programme offering support towards the costs of training to support young people with SpLD or other educational needs.
- Inspiring young minds for schools targeted at young people's recovery from pandemic related school closures both academically and emotionally.

During the year the programmes were communicated in the local area through the website, inclusion in funding newsletters, and letters to primary schools, senior schools and colleges of further education. The main gateway to the charity was via the website and the online grant management system hosted by Flexi Grant. In July 2021 a new website was launched to simplify this gateway and to help answer questions related to the application process.

All grant applications are made on line by individuals, their carers or professionals. There were 123 new grants awarded during the year (2020: 78) comprising 103 to individuals and 20 to organisations totalling £142,318 (2020: £126,080) over a maximum of two years. Grants withdrawn or refused amounted to £22,401 (2020: £29,716) including £Nil (2020: £10,000) provided for the NEETS project which the Trustee decided to discontinue going forward. The balance primarily arises when grant holders decide they no longer require a grant often in the last few months of support or where statutory agencies step in to help. Payments of grants awarded in this year totalled £110,008 (2020: £84,657). The increase of grant payments was primarily due to additional grants being requested and awarded with the easing of lockdown measures during the pandemic.

THE BEDGEBURY FOUNDATION

TRUSTEE'S REPORT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

During the year covered by this audit report the Foundation had two investment portfolios managed by Brewin Dolphin on behalf of the Trustee with oversight from the Strategic Investment Team. The Permanent Endowment portfolio was managed on a medium risk basis and the Unrestricted portfolio on a lower risk basis. The objectives during the year were to protect the value of the Permanent Endowment and to provide a revenue stream to fund grant awards and the running costs of the charity.

The capital value of the medium risk portfolio increased through the year. By the financial year end there was an overall upward revaluation of 18.3% (2020: downward 2.77%) net of management charges on the opening value. This portfolio achieved an income level of 3.1% (2020: 2.82%) on the value at the start of the year.

The total return net of fees on the lower risk portfolio was 12.9% (2020: 1%) reflecting the continued volatility of the global markets.

Investment Policy and Performance

The Charity has the power to invest in any way the Trustee sees fit. The permanent endowment is invested in a medium risk portfolio which has due regard to its status as a charity and its connections with the Church of England. In liaison with Brewin Dolphin, the Trustee has identified several ethical exclusions along with positive inclusions for organisations that invest in vocational training.

Other Key Policies

The Trustee has policies regarding Equal Opportunities and Safeguarding.

Risk Management

The Trustee has 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. An extensive review of the risk register took place during the year with high risks and associated mitigating actions tabled at each board meeting.

General Data Protection Regulation (GDPR)

The privacy statement is kept up to date and is available to all grant applicants and others whose data is held by the charity. Legal advice has previously been sought to establish retention periods for historical school records.

THE BEDGEBURY FOUNDATION

TRUSTEE'S REPORT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

Financial review

The overall results of the charity's financial statement activities are shown on page 8.

Income declined to £141,948 (2020: £274,161). The comparative period included a one off settlement of £138,751.

The cost of providing charitable activities increased to £154,160 this year (2020: £125,624) with a net £23,553 increase awarded in grants (2020: decrease of £14,270).

Unrestricted reserves as at 31 August 2021 amounted to Nil (2020: £516,617). With the adoption of the Total Return Approach, the reserves of £552,359 have been transferred to the appropriate endowment fund.

Total Return Accounting

In June 2021, the Trustee resolved to adopt total return accounting as from 31 August 2021. The Trustee considered the earliest date for a reliable value of the endowment was 1 September 2010, the rationale being this was after the sale of the fixed assets transferred from Bedgebury School giving certainty to their value.

The endowment at this date was valued at £3,516,723 and this value was adjusted for subsequent spend, relating to the old school, most notably the crystallisation of a Pension Trust pension liability in 2012 and 2013.

The value of the endowment is preserved by inflating using the consumer price index.

This calculation results in an initial Trust For Investment of £3,745,987 as at 31 August 2021. The net value of all assets at 31 August 2021 was £5,670,779. Therefore, the adoption of total return accounting creates an Unapplied Total Return of £1,908,301.

These figures are shown in the financial statements in note 14.

Total return accounting permits the charity to allocate from the Unapplied Total Return to unrestricted funds such sums as the Trustee thinks appropriate in furtherance of its work. In making these transfers the charity will seek both to be even-handed as between current and future beneficiaries and to maintain the balance of the Unapplied Total Return at an appropriate level considering the volatility of investment markets. The level of the initial Unapplied Total Return makes clear that there is scope for the charity to act prudently to increase its current level of grant awards. Accordingly, the charity intends to award grants at a similar level in the year to 31 August 2022 and thereafter to increase the level of grants which it awards. A grant strategy will be developed during early 2022 which is likely to change the nature and size of future grants.

The general funds representing net income earned but not awarded as grants no longer need to be separately identified and thus have been credited to unapplied total return funds. The Trustee will maintain the real value of the trust for investment going forward and therefore, a transfer from the unapplied total return will be made at each future year end in line with the increase in the consumer price index during the year.

The Foundation's investments are managed by Brewin Dolphin on behalf of the Trustee with oversight from the Strategic Investment Team. The objectives during the year was to protect the value of the permanent endowment and to provide a revenue stream to fund grant awards and the running of the charity. The adoption of the total return approach will enable Brewin Dolphin to be more flexible in the choice of investments not needing to be governed by income objectives. A new statement of investment policy is being developed in 2022.

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The Trustee considers that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

THE BEDGEBURY FOUNDATION

TRUSTEE'S REPORT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

Plans for future periods

The Trustee is currently working on a strategic spending plan for 2022-2027 which is likely to result in a move away from individual grants to increased grants to institutions.

Having adopted the total return approach, the Trustee has decided that the unapplied total return fund should not drop below 12 months operating costs plus 10% of the value of the Trust for investment.

PUBLIC BENEFIT STATEMENT

The Charity awards grants to any member of the public who fits its objects and the programme criteria set by the Trustee. The programmes outlined above are not restricted to any specific section of the public. The Trustee has had regard to the Charity Commission's guidance on public benefit.

Structure, governance and management

The charity is controlled by a scheme approved by the Charities Commission and dated 31 August 2007.

The parent entity, by virtue of it being the Corporate Trustee of The Bedgebury Foundation, is the Bedgebury Foundation Trustee Company, a company limited by guarantee and not having a share capital, and which is a registered charity governed by its memorandum and articles of association. The directors of the corporate charity are its Trustees for the purposes of charity law and throughout this report are collectively referred to as the Trustee.

The trustees and members of the Trustee, the Bedgebury Foundation Trustee Company, who served during the year and up to the date of signature of the financial statements were:

R Hardingham
M Beckett
Rev N R Gallagher
H Hume
H McGill
A Musker
K Rees
C Showell
J van Eyssen

The Trustee Board meets at least four times each year and is chaired by Richard Hardingham. The Trustee Board consider the business of the charity and to approve grants for distribution. Day to day management of the charity is delegated to the Company Secretary of the Bedgebury Foundation Trustee Company, Jane Angell-Payne BSc ACA DChA. During the period covered by this report, Bedgebury Foundation operated from an office in Pembury, Kent. Vacancies on the Trustee Board of BFTC are advertised with an indication of the particular skills required at that time, candidates are interviewed by at least two Trustees and appointed by a majority vote of all Trustees. During the year there were nine trustees.

Organisation

The control and overall management of the charity is exercised by the Trustee Board in accordance with the Charitable Scheme and the Memorandum and Articles of The Bedgebury Foundation Trustee Company. During the period two sub-committees have operated:

- The Grant Awards Team, chaired by The Bedgebury Foundation Trustee Company Trustee, Neville Gallagher, membership is four additional Trustees, the Director and one volunteer with experience of teaching and assessing young people with specific learning difficulties. This team conducts the first evaluation of eligible grant applications and makes recommendations to the board.
- The Strategic Investment Team, chaired by The Bedgebury Foundation Trustee Company Trustee, Chris Showell, with one other Trustee and the Director. This team leads the three yearly review of investment policy and investment managers and the annual review of investment performance.

THE BEDGEBURY FOUNDATION

TRUSTEE'S REPORT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

Statement of Trustee's responsibilities

The Trustee is responsible for preparing the Trustee's Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the Trustee to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that year.

In preparing these financial statements, the Trustee is required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable 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 charity will continue in operation.

The Trustee is responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable it to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. It is also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Trustee is responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

In so far as the Trustee is aware at the time of approving the Trustee annual report:

- there is no relevant information, being information needed by the Auditor's in connection with preparing this report, of which the charity's Auditor's are unaware; and
- the Trustee, having made enquiries of the charity's Auditors, has taken all steps that it is obliged to take as a Trustee to make itself aware of any relevant audit information and to establish that the Auditor is aware of that information.

The Trustee's report was approved by the Trustee.

R Hardingham
Chairman

Date 15 June 2022

THE BEDGEBURY FOUNDATION

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEE OF THE BEDGEBURY FOUNDATION

Opinion

We have audited the financial statements of The Bedgebury Foundation (the 'charity') for the year ended 31 August 2021 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and notes to the financial statements, including 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 charity's affairs as at 31 August 2021 and of its 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 Charities Act 2011.

Basis for opinion

We have been appointed as auditor under section 145 of the Charities Act 2011 and report in accordance with regulations made under the Act.

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

We are responsible for concluding on the appropriateness of the Trustee's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify the auditor's opinion. Our conclusions are based on the audit evidence obtained up to the date of our report. However, future events or conditions may cause the charity to cease to continue as a going concern.

In our evaluation of the Trustee's conclusions, we considered the inherent risks associated with the charity's business model including effects arising from macro-economic uncertainties such as Brexit and Covid-19, we assessed and challenged the reasonableness of estimates made by the Trustee and the related disclosures and analysed how those risks might affect the charity's financial resources or ability to continue operations over the going concern period.

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.

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

The responsibilities of the Trustee with respect to going concern are described in the Responsibilities of Trustees for the financial statements' section of this report.

THE BEDGEBURY FOUNDATION

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEE OF THE BEDGEBURY FOUNDATION

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 Trustee is responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and 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 materially 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.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the Trustee's report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of Trustee

As explained more fully in the statement of Trustee's responsibilities, the Trustee is 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 Trustee determines 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 Trustee is responsible for assessing the 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 Trustee either intend 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.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

THE BEDGEBURY FOUNDATION

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEE OF THE BEDGEBURY FOUNDATION

Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud

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. Owing to the inherent limitations of an audit, there is an unavoidable risk that material misstatements in the financial statements may not be detected, even though the audit is properly planned and performed in accordance with ISAs (UK).

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- We obtained an understanding of the legal and regulatory frameworks applicable to the charity, and the sector in which they operate and determined which may influence the financial statements. The charity is subject to many laws and regulations where the consequences of non-compliance could have a material effect on amounts or disclosures in the financial statements.
- We identified the following laws and regulations as the most likely to have a material effect if non-compliance were to occur: financial reporting legislation Charities SORP and UK GAAP (FRS102), data protection and bribery and corruption practices.
- We understood how the charity is complying with those legal and regulatory frameworks by making enquiries of management and those charged with governance. We corroborated enquiries through a review of the minutes of meeting of the trustee and correspondence.
- We assessed the susceptibility of the charity's financial statements to material misstatement, including how fraud might occur by meeting with management to understand where management considered there was a susceptibility to fraud. Audit procedures performed by the engagement team included:
 - evaluation of the processes and controls established to address the risks related to irregularities and fraud;
 - challenge of the assumptions and judgements made by management in its significant accounting estimates;
 - testing manual journal entries relating to management estimates and entries determined to be large or relating to unusual transactions;
 - identifying and testing related party transactions;
 - We communicate relevant 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. The engagement team collectively had the appropriate competence and capabilities to identify or recognise non-compliance with laws and regulations.
- We did not identify any matters relating to non-compliance with laws and regulation or relating to fraud.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees 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 charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

NICHOLAS GOWER-SMITH FCA

(Senior Statutory Auditor)

for and on behalf of Norman Cox & Ashby

Chartered Accountants and Statutory Auditor

Grosvenor Lodge

72 Grosvenor Road

Tunbridge Wells

Kent TN1 2AZ

16 June 2022

Norman Cox & Ashby is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

THE BEDGEBURY FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 AUGUST 2021

	Notes	Unrestricted funds		Restricted Endowment funds		Total Unrestricted funds		Restricted Endowment funds		Total	
		2021	£	2021	£	2021	£	2020	£	2020	£
Income from:											
Investments	3	141,945		3	-	141,948	274,081	80	-	274,161	
Expenditure on:											
Raising funds	4	6,688		-	38,069	44,757	5,524	-	29,048	34,572	
Charitable activities		151,415		-	-	151,415	125,624	-	-	125,624	
Total expenditure		158,103		-	38,069	196,172	131,148	-	29,048	160,196	
Net gains/(losses) on investments	8	51,900		-	828,269	880,169	(5,182)	-	(123,826)	(129,008)	
Net incoming/(outgoing) resources before transfers		35,742		3	790,200	825,945	137,751	80	(152,874)	(15,043)	
Gross transfers between funds		(552,359)		-	552,359	-	-	-	-	-	
Net movement in funds		(516,617)		3	1,342,559	825,945	137,751	80	(152,874)	(15,043)	
Fund balances at 1 September 2020		516,617		16,488	4,311,729	4,844,834	378,866	16,408	4,464,603	4,859,877	
Fund balances at 31 August 2021		-		16,491	5,654,288	5,670,779	516,617	16,488	4,311,729	4,844,834	

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

All income and expenditure derive from continuing activities.

THE BEDGEBURY FOUNDATION

BALANCE SHEET

AS AT 31 AUGUST 2021

	Notes	2021		2020	
		£	£	£	£
Fixed assets					
Investments	9		5,579,654		4,718,468
Current assets					
Investments	11	172,308		53,338	
Cash at bank and in hand		85,928		230,180	
		<u>258,236</u>		<u>283,518</u>	
Creditors: amounts falling due within one year	12	<u>(167,111)</u>		<u>(139,618)</u>	
Net current assets			91,125		143,900
Total assets less current liabilities			5,670,779		4,862,368
Creditors: amounts falling due after more than one year	13		-		(17,534)
Net assets			<u>5,670,779</u>		<u>4,844,834</u>
Capital funds					
Endowment funds - general			5,654,288		4,311,729
Income funds					
Restricted funds			16,491		16,488
Unrestricted funds			-		516,617
			<u>5,670,779</u>		<u>4,844,834</u>

The financial statements were approved by the Trustee on 15 June 2022

R Hardingham
Chairman

THE BEDGEBURY FOUNDATION

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 AUGUST 2021

	Notes	2021 £	£	2020 £	£
Cash flows from operating activities					
Cash absorbed by operations	18		(286,200)		(170,501)
Investing activities					
Investment income received		141,948		274,161	
Net cash generated from investing activities			141,948		274,161
Net cash used in financing activities			-		-
Net (decrease)/increase in cash and cash equivalents			(144,252)		103,660
Cash and cash equivalents at beginning of year			230,180		126,520
Cash and cash equivalents at end of year			85,928		230,180

THE BEDGEBURY FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2021

1 Accounting policies

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's trust deed, the Charities Act 2011, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "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 financial statements have been prepared under the historical cost convention, [modified to include the revaluation of freehold properties and to include investment properties and 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, the Trustee has a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the Trustee continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the Trustee 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 financial statements.

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

1.4 Income

All incoming resources are included on the Statement of Financial Activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

Investment income which comprises dividends on listed and unlisted investments and interest receivable is recognised on a receivable basis.

THE BEDGEBURY FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

1 Accounting policies

(Continued)

1.5 Expenditure

Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the activities undertaken by the charity. 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 awarded are shown as a commitment in the year they are expended to be paid.

Taxation

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

Fund Accounting

The permanent endowment comprises the residual funds after the sale of Bedgebury School and other land and building owned by the predecessor charity and it may not be expended other than the direct costs of maintaining it.

Restricted income funds are to be used for specific purposes laid down by the donor. Expenditure for those purposes is directly charged to the fund.

Unrestricted income funds are donations and other incoming resources received or generated for expenditure on the general objectives of the charity.

Designated funds are unrestricted funds which have been designated for specific purposes by the Trustee. There are currently no designated funds.

Pension Costs and Other Post-retirement Benefits

The charity operates a defined contribution salary sacrifice pension scheme. Contributions payable to the charity's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

1.6 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.

1.7 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.

1.8 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.

THE BEDGEBURY FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the Trustee is 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.

3 Investments

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2021	2021	2021	2020	2020	2020
	£	£	£	£	£	£
Investment income	141,945	-	141,945	274,081	-	274,081
Interest receivable	-	3	3	-	80	80
	<u>141,945</u>	<u>3</u>	<u>141,948</u>	<u>274,081</u>	<u>80</u>	<u>274,161</u>

4 Analysis of Expenditure

	Activities undertaken directly	Support costs	Total	Total
	2021	2021	2021	2020
	£	£	£	£
Expenditure on raising funds	39,625	5,132	44,757	34,572
Grant making	128,488	16,686	145,174	119,596
Old school	2,388	3,853	6,241	6,028
Total	<u>170,501</u>	<u>25,671</u>	<u>196,172</u>	<u>160,196</u>
<u>Analysis of activities:</u>	Raising Funds	Grant Making	Old School	
New grants awarded	-	119,917	-	96,364
Software licences	-	3,923	-	3,797
Insurance	-	1,656	504	1,879
Rent and other costs	-	2,992	1,884	2,875
Investment fees	39,625	-	-	29,395
Total	<u>39,625</u>	<u>128,488</u>	<u>2,388</u>	<u>134,310</u>

THE BEDGEBURY FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

4 Analysis of Expenditure (Continued)

Analysis of support costs:

Audit and legal fees	870	2,829	653	4352	4,000
Finance	21	68	16	105	123
Office and staff costs	4,241	13,789	3,184	21214	21,763
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total	<u>5,132</u>	<u>16,686</u>	<u>3,853</u>	<u>25,671</u>	<u>25,886</u>

5 Grants payable

GRANT MOVEMENT RECONCILIATION

	Programme for individuals £	Grants to organisation £	Total 2021 £	Total 2020 £
Movement				
Grant liability brought forward:				
- Within twelve months	128,883	-	128,883	117,658
- More than twelve months	17,534	-	17,534	17,052
New grants awarded	101,669	40,649	142,318	126,080
Grants withdrawn or refused	(22,401)	-	(22,401)	(29,716)
Grants paid	<u>(72,959)</u>	<u>(37,049)</u>	<u>(110,008)</u>	<u>(84,657)</u>
Total liability at 31 August 2021	<u>152,726</u>	<u>3,600</u>	<u>156,326</u>	<u>146,417</u>
Grant liability				
- Within twelve months	152,726	3,600	156,326	128,883
- More than twelve months	<u>-</u>	<u>-</u>	<u>-</u>	<u>17,534</u>
Total	<u>152,726</u>	<u>3,600</u>	<u>156,326</u>	<u>146,417</u>

Grants payable

The number of grants made during the year to institutions was 20 and to individuals was 103.

6 Trustee

The Trustee (or any persons connected with it) received any remuneration or benefits from the charity during the year.

THE BEDGEBURY FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

7 Employees

The average monthly number of employees during the year was:

	2021 Number	2020 Number
	1	1

There were no employees whose annual remuneration was more than £60,000.

8 Net gains/(losses) on investments

	Unrestricted funds 2021 £	Endowment funds general 2021 £	Total 2021 £	Unrestricted funds 2020 £	Endowment funds general 2020 £	Total 2020 £
Revaluation of investments	51,900	828,269	880,169	(5,182)	(123,826)	(129,008)

9 Fixed asset investments

	Listed investments £
Cost or valuation	
At 1 September 2020	4,718,468
Valuation changes	880,169
Other movements	(18,983)
At 31 August 2021	5,579,654
Carrying amount	
At 31 August 2021	5,579,654
At 31 August 2020	4,718,468

United Kingdom investments including cash held by Investment Manager is £2,877,364 (2020: £2,589,385). Non United Kingdom investments held are £2,702,290 (2020: £2,129,083).

Historical Cost:

At 31 August 2021: £4,745,217

At 31 August 2020: £4,644,578

THE BEDGEBURY FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

10 Financial instruments	2021	2020
	£	£
Carrying amount of financial assets		
Instruments measured at fair value through profit or loss	5,751,962	4,771,806
	<u> </u>	<u> </u>
11 Current asset investments	2021	2020
	£	£
Unlisted investments	172,308	53,338
	<u> </u>	<u> </u>
12 Creditors: amounts falling due within one year	2021	2020
	£	£
Grant liability	156,326	128,883
Other creditors	900	1,575
Accruals and deferred income	9,885	9,160
	<u> </u>	<u> </u>
	167,111	139,618
	<u> </u>	<u> </u>
13 Creditors: amounts falling due after more than one year	2021	2020
	£	£
Other creditors	-	17,534
	<u> </u>	<u> </u>

THE BEDGEBURY FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

14 Analysis of net assets between funds

Fund balances at 31 August 2021 are represented by:

	Unrestricted funds	Restricted funds	Endowment funds	Total	Unrestricted funds	Restricted funds	Endowment funds	Total
	2021	2021	2021	2021	2020	2020	2020	2020
	£	£	£	£	£	£	£	£
Investments	-	-	5,579,654	5,579,654	451,831	-	4,319,975	4,771,806
Current assets/(liabilities)	-	16,491	74,634	91,125	82,320	16,488	(8,246)	90,562
Long term liabilities	-	-	-	-	(17,534)	-	-	(17,534)
	-	16,491	5,654,288	5,670,779	516,617	16,488	4,311,729	4,844,834

THE BEDGEBURY FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

15 Funds

	At 31 Aug and 1 Sept 2020	Incoming Resources	Resources Expended	Net gain on Assets	Transfer to Total Return	At 31 Aug 2021
Unrestricted fund:						
General fund	516,617	141,945	158,103	51,900	(552,359)	-
Restricted fund:						
Emma-Marie	16,488	3	-	-	-	16,491
Endowment Funds:						
Permanent Fund	4,311,729	-	38,069	828,269	(5,101,929)	-
Trust for Investment					3,745,987	3,745,987
Unapplied Total Return	-	-	-	-	1,908,301	1,908,301
	<u>4,844,834</u>	<u>141,948</u>	<u>196,172</u>	<u>880,169</u>	<u>-</u>	<u>5,670,779</u>

The Emma Anne-Marie Anderson Memorial Fund

This is a restricted fund set up in 2003. The object of the fund is to provide financial assistance to support pupils with a recognised learning disability including, but not restricted to, dyslexia, dyscalculia, dyspraxia and ADHD. One grant is made from this fund at any one time. At the year end, the fund was held in cash balances.

Endowment Funds

Included within the endowment funds is £544,759 which is the original capital of the predecessor charity. The Foundation of the Comtesse de Noailles, at its inception on 23 February 1916. The whole fund is a permanent endowment and may not be expended.

16 Capital commitments

There were no capital commitments at 31 August 2021 or 31 August 2020.

17 Related party transactions

There were no disclosable related party transactions during the year (2020 - none).

THE BEDGEBURY FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

18 Cash generated from operations	2021 £	2020 £
Surplus/(deficit) for the year	825,945	(15,043)
Adjustments for:		
Investment income recognised in statement of financial activities	(141,948)	(274,161)
Fair value gains and losses on investments	(980,156)	107,167
Movements in working capital:		
Increase in creditors	9,959	11,536
Cash absorbed by operations	<u>(286,200)</u>	<u>(170,501)</u>