

THE BROWNSWORD CHARITABLE FOUNDATION

England & Wales · Charity number 1012615

Details

Status Registered

Legal form Trust

Registered 1992-07-03

Register [View on the Charity Commission register](#)

Contact

Address 4 Queen Square
Bath
BA1 2HA

Phone 01225339661

Activities

Objects: FOR OR TOWARDS SUCH CHARITABLE PURPOSES AND TO MAKE DONATIONS TO SUCH CHARITABLE INSTITUTION OR INSTITUTIONS AT SUCH TIME OR TIMES AND IN SUCH MANNER AS THE TRUSTEES MAY IN THEIR ABSOLUTE DISCRETION THINK FIT

Activities: Predominantly focused on the Bath areaChildren and Young PeopleThe ArtsThe ElderlyCommunity and Neighbourhood workPhysical and Learning DisabilitiesEducational projectsMedical Projects

Classification

- **How:** Makes Grants To Organisations
- **What:** General Charitable Purposes
- **Who:** The General Public/mankind

Geography

- Bath And North East Somerset

Finances

Period end	Income	Expenditure	Assets	Employees
2024-12-31	£407,727	£218,718	-	-
2023-12-31	£351,296	£164,818	-	-
2022-12-31	£312,282	£163,963	-	-
2021-12-31	£234,839	£303,540	-	-
2020-12-31	£250,568	£504,900	-	-

Trustees

Name	Role	Appointed
ANDREW DOUGLAS BROWNSWORD	Chair	
Alessandra Brownsword-Matthews		2020-11-24
Dr Nicole Lyn Howse		2023-11-28

Accounts

Report of the Trustees and
Financial Statements
for the Year Ended 31 December 2024
for
Brownsword Charitable Foundation

Sumer Auditco Limited
Statutory Auditor
Chartered Accountants
County Gate
County Way
Trowbridge
Wiltshire
BA14 7FJ

Brownsword Charitable Foundation

Contents of the Financial Statements
for the Year Ended 31 December 2024

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Brownsword Charitable Foundation

Report of the Trustees **for the Year Ended 31 December 2024**

The trustees present their report with the financial statements of the charity for the year ended 31 December 2024. 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 2019).

OBJECTIVES AND ACTIVITIES

Objectives

In shaping our objectives for the year and planning our activities, the trustees have considered the Charity Commission's guidelines on public benefit.

The objects of the Charity are to make donations to such charitable institution or institutions at such time or times and in such a manner that the Trustees may in their absolute discretion think fit.

The Board of Trustees reaffirmed at a meeting on 23 November 2021 that for forthcoming years the broad priority areas would be:

Children and Young People
The Arts
The Elderly
Community and Neighbourhood Work
Physical and Learning Difficulties
Educational Projects
Medical Projects

It is anticipated that the majority of donations will be restricted to the Bath area although the Trustees will also be looking to undertake specific large national donations in coming years..

The trustees are aware of the public benefit provisions of the Charities Act 2011 and of the guidance on them published by the Charity Commission. They are satisfied that the objects of the Charity and the activities of the Charity are within the definitions of Charitable Purposes as set down in the Act. The trustees are not aware of any public detriment caused by the Charity's objects or activities, and nor are they aware of anyone receiving any private benefit from the Charity's activities.

The Foundation makes grants solely to other charities, each of which will make an appropriate statement as to how they achieve their aims for public benefit. Interested parties may wish to consult the Trustees' Reports of those organisations independently for further details.

As expected, the Foundation has made similar amounts in grants in 2024 compared to 2023. It is anticipated that major new grants will be somewhat restricted due to depletion of available funds. The Foundation's planned grants include to a local arts festival, a homeless charity, cancer research and a local childrens hospice.

FINANCIAL REVIEW

Review of transactions and financial position

During the year, the charity received income of £407,727 (2023: £351,289), mainly consisting of interest of £202,727 (2023: £131,168) and rent receivable of £205,000 (2023: £220,128). The trustees considered a number of grant applications during the year and donations were made to thirteen charities.

Investment policy and reserves

The policy of Trustees is to retain reserves in cash. All cash reserves are held in an interest bearing account. At 31 December 2024 the total free reserves held by the charity were £597,456. The trustees can at their discretion, draw on the free reserves of the expendable endowment fund which at 31 December 2024 had current reserves of £3,760,157.

The Trustees purchased No 1A Royal Crescent for a sum of £1,050,000 on 31 October 2006. The building was subsequently remodelled for use as a museum.

On 23 June 2011 Andrew Brownsword donated three freehold properties to the Foundation. These are accounted as long term commercial property investments with long standing tenants.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity's objects and provisions are regulated by a trust deed dated 11 June 1992. The charity's registered charity number is 1012615.

Brownsword Charitable Foundation

Report of the Trustees
for the Year Ended 31 December 2024

STRUCTURE, GOVERNANCE AND MANAGEMENT

Organisation of the charity

The trustees have met whenever they needed to review applications for grants. Decisions are made when the trustees have reached a unanimous agreement. The charity is administered in Bath by Nicholas Burrows, under the supervision of the trustees.

Recruitment and training of new trustees

Should a need arise to appoint new or additional trustees, consideration will be given to the experience and credibility of the candidate.

New trustees will be given every opportunity to spend time with other officers of the Foundation and will be inducted on the procedures and practices accordingly. Specific training will be tailored to the individual's needs and requirements.

Risk management

The Trustees have reviewed the charity's activities and assessed the opportunities available to the charity and the risks to which it is exposed. As a result of this process, the trustees have a risk management strategy which comprises of an annual review of the risk which the charity may face; the establishment of procedures to mitigate those risks identified during the annual risk review; and the implementation of procedures designed to minimise any potential impact on the charity should any of those risks materialise.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

1012615

Principal address

4 Queen Square
Bath
BA1 2HA

Trustees

Mr A D Brownsword
Mr P Matthews
Ms A Brownsword-Matthews
Dr N L Howse

Auditors

Sumer Auditco Limited
Statutory Auditor
Chartered Accountants
County Gate
County Way
Trowbridge
Wiltshire
BA14 7FJ

Banking

The charity holds current and investment accounts with the National Westminster Bank. The branch address is PO Box 4349, Worthing, BN11 3EQ.

APPOINTMENT OF AUDITORS

A resolution to reappoint Sumer Auditco Limited as auditors will be proposed at the Annual General Meeting.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Brownsword Charitable Foundation

Report of the Trustees
for the Year Ended 31 December 2024

STATEMENT OF TRUSTEES' RESPONSIBILITIES - continued

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed 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 charity and of the incoming resources and application of resources, including the income and expenditure, of the charity 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 charity 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 charity and to enable them 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. They are 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.

Approved by order of the board of trustees on 7 October 2025 and signed on its behalf by:



Mr A D Brownsword - Trustee

**Report of the Independent Auditors to the Trustees of
Brownsword Charitable Foundation**

Opinion

We have audited the financial statements of Brownsword Charitable Foundation (the 'charity') for the year ended 31 December 2024 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 charity's affairs as at 31 December 2024 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 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 charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

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

Other information

The 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 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 where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

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

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the financial statements which 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 charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Report of the Independent Auditors to the Trustees of
Brownsword Charitable Foundation

Our responsibilities for the audit of the financial statements

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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.

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

Based on our understanding of the charity and sector, we identified that the principal risks of non-compliance with laws and regulations related to charity legislation, and we considered the extent to which non-compliance might have a material effect on the financial statements of the charity. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Charities Statement of Recommended Practice.

We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to potential lack of segregation of duties, bookkeeping errors and management bias in accounting estimates and judgemental areas of the financial statements. Audit procedures performed by the audit engagement team included:

- Enquiry of management and those charged with governance about any known or suspected instances of non-compliance with laws and regulations and fraud;
- Gaining understanding of management's internal controls designed to prevent and detect irregularities, and fraud;
- Reviewing minutes of meetings of those charged with governance and any correspondence with The Charity Commission;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing analytical procedures to identify any unusual or unexpected relationship that might indicate a risk of material misstatement due to fraud;
- Performing audit work over the risk of management override of controls, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for bias.

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 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.

Sumer Auditco Limited

Sumer Auditco Limited
Statutory Auditor
Chartered Accountants
County Gate
County Way
Trowbridge
Wiltshire
BA14 7FJ

Date: *16 October 2025*

Brownsword Charitable Foundation

Statement of Financial Activities
for the Year Ended 31 December 2024

	Notes	Unrestricted fund £	Restricted fund £	Endowment fund £	2024 Total funds £	2023 Total funds £
INCOME AND ENDOWMENTS FROM						
Investment income	2	407,727	-	-	407,727	351,296
EXPENDITURE ON						
Raising funds	3	69,898	-	23,817	93,715	55,278
Charitable activities						
Charitable costs		148,820	-	-	148,820	133,357
Total		218,718	-	23,817	242,535	188,635
Net gains/(losses) on investments		-	-	203,000	203,000	(448,000)
NET INCOME/(EXPENDITURE)		189,009	-	179,183	368,192	(285,339)
RECONCILIATION OF FUNDS						
Total funds brought forward		408,447	-	9,987,001	10,395,448	10,680,787
TOTAL FUNDS CARRIED FORWARD		597,456	-	10,166,184	10,763,640	10,395,448

The notes form part of these financial statements

Brownsword Charitable Foundation

Balance Sheet
31 December 2024

	Notes	2024 £	2023 £
FIXED ASSETS			
Tangible assets	10	1,955,027	1,978,844
Investment property	11	4,451,000	4,248,000
		<u>6,406,027</u>	<u>6,226,844</u>
CURRENT ASSETS			
Debtors	12	57,846	33,919
Cash at bank		4,378,186	4,212,204
		<u>4,436,032</u>	<u>4,246,123</u>
CREDITORS			
Amounts falling due within one year	13	(78,419)	(77,519)
NET CURRENT ASSETS		<u>4,357,613</u>	<u>4,168,604</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>10,763,640</u>	<u>10,395,448</u>
NET ASSETS		<u>10,763,640</u>	<u>10,395,448</u>
FUNDS	15		
Unrestricted funds		597,456	408,447
Endowment funds		10,166,184	9,987,001
TOTAL FUNDS		<u>10,763,640</u>	<u>10,395,448</u>

The financial statements were approved by the Board of Trustees and authorised for issue on ~~7 OCTOBER 2025~~ and were signed on its behalf by:



Mr A D Brownsword - Trustee

Brownsword Charitable Foundation

Notes to the Financial Statements **for the Year Ended 31 December 2024**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, 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 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain assets.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair view'. This departure has involved following the 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) issued on 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The most significant area of adjustment and key assumptions that affect items in the accounts are to do with estimating the fair value of investment properties (see note 12 for more information). Likewise, this is the most significant area of uncertainty that affects the carrying value of assets held by the Charity, in the next period.

Income

Rental income and interest receivable are recognised on an accruals basis.

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.

Grants payable

Grants payable 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 and the amount of the obligation can be measured reliably. Details are given in note 4.

Governance costs

Costs are allocated between direct charitable governance costs and other expenditure according to the nature of the cost. A detailed analysis of the allocation of costs is given on the face of the statement of financial activities on page 17.

Tangible fixed assets

Tangible fixed assets are stated at cost less accumulated depreciation.

Depreciation is calculated on a straight line basis at the following annual rates to write off assets over their estimated useful economic lives:

Property improvements 2%

Freehold property is valued every five years and is shown at the most recent valuation. Any aggregate surplus or deficit arising from changes in market value is transferred to a revaluation reserve.

Investment property

Investment properties are measured initially at cost and subsequently at fair value.

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

The Charity has various types of funds for which it is responsible, and which require separate disclosure. These are as follows:

Brownsword Charitable Foundation

Notes to the Financial Statements - continued
for the Year Ended 31 December 2024

1. ACCOUNTING POLICIES - continued

Fund accounting

Unrestricted funds

The unrestricted funds are funds that can be used by the Foundation towards operating costs and towards its charitable objects.

Expendable endowment fund

The endowment funds were given on the understanding that they are to be held by the Charity on a long term basis, primarily to support the work of the Charity by generating income or capital growth. The endowment fund is an expendable endowment, meaning that the trustees at their discretion can draw on the capital of the fund when they consider it necessary to support the operational work of the Charity. Expenditure directly attributable to the maintenance or protection of assets in the endowment fund is accounted for as an expense of the endowment fund.

2. INVESTMENT INCOME

	2024	2023
	£	£
Rental income receivable	205,000	220,128
Interest receivable	202,727	131,168
	<u>407,727</u>	<u>351,296</u>

3. RAISING FUNDS

Investment management costs

	2024	2023
	£	£
Bad debt expense	-	(4,465)
Legal and professional fees	6,226	-
Insurance	9,621	8,494
Management fees	9,975	6,000
Repairs and renewals	38,079	15,718
Light and heat	5,997	5,714
Depreciation	23,817	23,817
	<u>93,715</u>	<u>55,278</u>

4. GRANTS PAYABLE

	2024	2023
	£	£
Charitable costs	144,000	129,500

The total grants paid to institutions during the year was as follows:

	2024	2023
	£	£
First Steps	10,000	-
Arts Taunton	30,000	50,000
Jessie May Trust	5,000	5,000
Bath City Farm	5,000	2,000
Fight Against Blindness	3,000	3,000
Cancer Research UK	60,000	60,000
Julian House	-	5,000
Bristol Childrens Help Society	3,000	2,500
Macular Society	3,000	2,000
Melston Lizard Rotary Club	2,000	-
Off the Record BANES	5,000	-
Bath Community Transport	5,000	-
Southside	5,000	-
Mountbatten	8,000	-
	<u>144,000</u>	<u>129,500</u>

Brownsword Charitable Foundation

Notes to the Financial Statements - continued
for the Year Ended 31 December 2024

5. SUPPORT COSTS

	Management £	Governance costs £	Totals £
Charitable costs	<u>320</u>	<u>4,500</u>	<u>4,820</u>

6. AUDITORS' REMUNERATION

	2024 £	2023 £
Fees payable to the charity's auditors for the audit of the charity's financial statements	<u>4,500</u>	<u>3,857</u>

7. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2024 nor for the year ended 31 December 2023.

Trustees' expenses

The amount of expenses paid to trustees totals £320.

8. STAFF COSTS

The charity had no employees in 2024 (2023 - Nil)

9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted fund £	Endowment fund £	Total funds £
INCOME AND ENDOWMENTS FROM				
Investment income	<u>351,296</u>	-	-	<u>351,296</u>
EXPENDITURE ON				
Raising funds	<u>31,461</u>	-	<u>23,817</u>	<u>55,278</u>
Charitable activities				
Charitable costs	<u>133,357</u>	-	-	<u>133,357</u>
Total	<u>164,818</u>	-	<u>23,817</u>	<u>188,635</u>
Net gains/(losses) on investments	<u>-</u>	-	<u>(448,000)</u>	<u>(448,000)</u>
NET INCOME/(EXPENDITURE)	<u>186,478</u>	-	<u>(471,817)</u>	<u>(285,339)</u>
RECONCILIATION OF FUNDS				
Total funds brought forward	<u>221,969</u>	-	<u>10,458,818</u>	<u>10,680,787</u>
TOTAL FUNDS CARRIED FORWARD	<u>408,447</u>	-	<u>9,987,001</u>	<u>10,395,448</u>

Brownsword Charitable Foundation

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2024**

10. TANGIBLE FIXED ASSETS

	Land and buildings £
COST	
At 1 January 2024 and 31 December 2024	2,240,829
DEPRECIATION	
At 1 January 2024	261,985
Charge for year	23,817
At 31 December 2024	285,802
NET BOOK VALUE	
At 31 December 2024	1,955,027
At 31 December 2023	1,978,844

11. INVESTMENT PROPERTY

	£
FAIR VALUE	
At 1 January 2024	4,248,000
Revaluation	203,000
At 31 December 2024	4,451,000
NET BOOK VALUE	
At 31 December 2024	4,451,000
At 31 December 2023	4,248,000

Fair value at 31 December 2024 is represented by:

	£
Valuation in 2020	4,350,000
Valuation in 2021	1,060,000
Valuation in 2022	(714,000)
Valuation in 2023	(448,000)
Valuation in 2024	203,000
	4,451,000

The investment properties were initially valued by Derek Walker, Chartered Surveyor in 2011 and have been adjusted in line with market indexation.

12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2024	2023
	£	£
Debtors	40,094	33,919
Prepayments and accrued income	17,752	-
	57,846	33,919

Brownsword Charitable Foundation

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2024**

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2024	2023
	£	£
Creditors	1,500	1,500
Accruals and deferred income	76,919	76,019
	<u>78,419</u>	<u>77,519</u>

Deferred Income

Deferred income movement in the year and the prior year are as follows:-

	2024	2023
	£	£
Balance deferred as at 1 January 2024	45,419	66,169
Amount released to incoming resources	(45,419)	(66,169)
Amount deferred in year	<u>45,419</u>	<u>45,419</u>
Balance deferred as at 31 December 2024	<u>45,419</u>	<u>66,169</u>

Deferred income comprised services invoiced in advance of the period in which they are to be delivered.

14. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted fund	Restricted fund	Endowment fund	2024 Total funds	2023 Total funds
	£	£	£	£	£
Fixed assets	-	-	1,955,027	1,955,027	1,978,844
Investments	-	-	4,451,000	4,451,000	4,248,000
Current assets	675,875	-	3,760,157	4,436,032	4,246,123
Current liabilities	(78,419)	-	-	(78,419)	(77,519)
	<u>597,456</u>	<u>-</u>	<u>10,166,184</u>	<u>10,763,640</u>	<u>10,395,448</u>

The Charity has various types of funds for which it is responsible, and which require separate disclosure. These are as follows:

Unrestricted funds

The unrestricted funds are funds that can be used by the Foundation towards operating costs and towards its charitable objects.

Expendable endowment fund

The endowment funds were given on the understanding that they are to be held by the Charity on a long term basis, primarily to support the work of the Charity by generating income or capital growth. The endowment fund is an expendable endowment, meaning that the trustees at their discretion can draw on the capital of the fund when they consider it necessary to support the operational work of the Charity. Expenditure directly attributable to the maintenance or protection of assets in the endowment fund is accounted for as an expense of the endowment fund.

15. MOVEMENT IN FUNDS

	At 1.1.24	Net movement in funds	At 31.12.24
	£	£	£
Unrestricted funds			
General fund	408,447	189,009	597,456
Endowment funds			
Expendable endowment	9,987,001	179,183	10,166,184
TOTAL FUNDS	<u>10,395,448</u>	<u>368,192</u>	<u>10,763,640</u>

Brownsword Charitable Foundation

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2024**

15. 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	407,727	(218,718)	-	189,009
Endowment funds				
Expendable endowment	-	(23,817)	203,000	179,183
TOTAL FUNDS	<u>407,727</u>	<u>(242,535)</u>	<u>203,000</u>	<u>368,192</u>

Comparatives for movement in funds

	At 1.1.23 £	Net movement in funds £	At 31.12.23 £
Unrestricted funds			
General fund	221,969	186,478	408,447
Endowment funds			
Expendable endowment	10,458,818	(471,817)	9,987,001
TOTAL FUNDS	<u>10,680,787</u>	<u>(285,339)</u>	<u>10,395,448</u>

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	351,296	(164,818)	-	186,478
Endowment funds				
Expendable endowment	-	(23,817)	(448,000)	(471,817)
TOTAL FUNDS	<u>351,296</u>	<u>(188,635)</u>	<u>(448,000)</u>	<u>(285,339)</u>

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

	At 1.1.23 £	Net movement in funds £	At 31.12.24 £
Unrestricted funds			
General fund	221,969	375,487	597,456
Endowment funds			
Expendable endowment	10,458,818	(292,634)	10,166,184
TOTAL FUNDS	<u>10,680,787</u>	<u>82,853</u>	<u>10,763,640</u>

Brownsword Charitable Foundation

Notes to the Financial Statements - continued
for the Year Ended 31 December 2024

15. 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	759,023	(383,536)	-	375,487
Endowment funds				
Expendable endowment	-	(47,634)	(245,000)	(292,634)
TOTAL FUNDS	<u>759,023</u>	<u>(431,170)</u>	<u>(245,000)</u>	<u>82,853</u>

16. CONTINGENT ASSETS AND LIABILITIES

During the year work was undertaken on a vacant property owned by the charity. It is expected that all or most of the work where it relates to dilapidation will be paid for by the former tenant of the property. However, no asset or liability has been included in these accounts as it is has not been possible to reliably estimate the total amount of the liability or the amount that may be paid by the former tenant.

17. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 December 2024.

Brownsword Charitable Foundation

Detailed Statement of Financial Activities
for the Year Ended 31 December 2024

	2024 £	2023 £
INCOME AND ENDOWMENTS		
Investment income		
Rental income receivable	205,000	220,128
Interest receivable	202,727	131,168
	<u>407,727</u>	<u>351,296</u>
Total incoming resources	407,727	351,296
EXPENDITURE		
Investment management costs		
Bad debt expense	-	(4,465)
Legal and professional fees	6,226	-
Insurance	9,621	8,494
Management fees	9,975	6,000
Repairs and renewals	38,079	15,718
Light and heat	5,997	5,714
Depreciation of freehold property	23,817	23,817
	<u>93,715</u>	<u>55,278</u>
Charitable activities		
Grants to institutions	144,000	129,500
Support costs		
Management		
Travel Costs	320	-
Governance costs		
Auditors' remuneration	4,500	3,857
Total resources expended	242,535	188,635
Net income before gains and losses	165,192	162,661
Realised recognised gains and losses		
Realised gains/(losses) on fixed asset investments	203,000	(448,000)
Net income/(expenditure)	368,192	(285,339)

This page does not form part of the statutory financial statements

THE BROWNSWORD CHARITABLE FOUNDATION

England & Wales - Charity number 1012615

Accounts

Report of the Trustees and
Financial Statements
for the Year Ended 31 December 2023
for
Brownsword Charitable Foundation

Sumer Auditco Limited
Statutory Auditor
Chartered Accountants
County Gate
County Way
Trowbridge
Wiltshire
BA14 7FJ

Brownsword Charitable Foundation

Contents of the Financial Statements
for the Year Ended 31 December 2023

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Balance Sheet	7
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Detailed Statement of Financial Activities	15

Brownsword Charitable Foundation

Report of the Trustees **for the Year Ended 31 December 2023**

The trustees present their report with the financial statements of the charity for the year ended 31 December 2023. 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 2019).

OBJECTIVES AND ACTIVITIES

Objectives

In shaping our objectives for the year and planning our activities, the trustees have considered the Charity Commission's guidelines on public benefit.

The objects of the Charity are to make donations to such charitable institution or institutions at such time or times and in such a manner that the Trustees may in their absolute discretion think fit.

The Board of Trustees reaffirmed at a meeting on 23 November 2021 that for forthcoming years the broad priority areas would be:

Children and Young People
The Arts
The Elderly
Community and Neighbourhood Work
Physical and Learning Difficulties
Educational Projects
Medical Projects

It is anticipated that the majority of donations will be restricted to the Bath area although the Trustees will also be looking to undertake specific large national donations in coming years..

The trustees are aware of the public benefit provisions of the Charities Act 2011 and of the guidance on them published by the Charity Commission. They are satisfied that the objects of the Charity and the activities of the Charity are within the definitions of Charitable Purposes as set down in the Act. The trustees are not aware of any public detriment caused by the Charity's objects or activities, and nor are they aware of anyone receiving any private benefit from the Charity's activities.

The Foundation makes grants solely to other charities, each of which will make an appropriate statement as to how they achieve their aims for public benefit. Interested parties may wish to consult the Trustees' Reports of those organisations independently for further details.

As expected, the Foundation has made similar amounts in grants in 2023 compared to 2022. It is anticipated that major new grants will be somewhat restricted due to depletion of available funds. The Foundation's planned grants include to a local arts festival, a homeless charity, cancer research and a local childrens hospice.

FINANCIAL REVIEW

Review of transactions and financial position

During the year, the charity received income of £359,289 (2022: £312,282), mainly consisting of interest of £131,168 (2022: £30,108) and rent receivable of £228,121 (2022: £277,853). The trustees considered a number of grant applications during the year and donations were made to eight charities.

Investment policy and reserves

The policy of Trustees is to retain reserves in cash. All cash reserves are held in an interest bearing account. At 31 December 2023 the total free reserves held by the charity were £380,733. The trustees can at their discretion, draw on the free reserves of the expendable endowment fund which at 31 December 2023 had current reserves of £3,760,157

The Trustees purchased No 1A Royal Crescent for a sum of £1,050,000 on 31 October 2006. Planning permission was granted 24 March 2011. Work commenced on 9 January 2012 and Practical Completion was issued on 19 November 2013. A lease at a peppercorn rent to the Bath Preservation Trust commenced on 3 December 2012. The Museum was officially re-opened on 21 June 2013.

On 23 June 2011 Andrew Brownsword donated three freehold properties to the Foundation. These are accounted as long term commercial property investments with long standing tenants.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity's objects and provisions are regulated by a trust deed dated 11 June 1992. The charity's registered charity number is 1012615.

Brownsword Charitable Foundation

Report of the Trustees **for the Year Ended 31 December 2023**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Organisation of the charity

The trustees have met whenever they needed to review applications for grants. Decisions are made when the trustees have reached a unanimous agreement. The charity is administered in Bath by Nicholas Burrows, under the supervision of the trustees.

Recruitment and training of new trustees

Should a need arise to appoint new or additional trustees, consideration will be given to the experience and credibility of the candidate.

New trustees will be given every opportunity to spend time with other officers of the Foundation and will be inducted on the procedures and practices accordingly. Specific training will be tailored to the individual's needs and requirements.

Risk management

The Trustees have reviewed the charity's activities and assessed the opportunities available to the charity and the risks to which it is exposed. As a result of this process, the trustees have a risk management strategy which comprises of an annual review of the risk which the charity may face; the establishment of procedures to mitigate those risks identified during the annual risk review; and the implementation of procedures designed to minimise any potential impact on the charity should any of those risks materialise.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

1012615

Principal address

4 Queen Square
Bath
BA1 2HA

Trustees

Mr A D Brownsword
Mr R F Calleja (resigned 28.11.23)
Mr P Matthews
Ms A Brownsword-Matthews
DR N L HOWSE (appointed 28.11.23)

Auditors

Sumer Auditco Limited
Statutory Auditor
Chartered Accountants
County Gate
County Way
Trowbridge
Wiltshire
BA14 7FJ

Banking

The charity holds current and investment accounts with the National Westminster Bank. The branch address is PO Box 4349, Worthing, BN11 3EQ.

APPOINTMENT OF AUDITORS

A resolution to reappoint Sumer Auditco as auditors will be proposed at the Annual General Meeting.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Brownsword Charitable Foundation

Report of the Trustees
for the Year Ended 31 December 2023

STATEMENT OF TRUSTEES' RESPONSIBILITIES - continued

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed 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 charity and of the incoming resources and application of resources, including the income and expenditure, of the charity 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 charity 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 charity and to enable them 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. They are 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.

06/09/2024

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



.....
Mr A D Brownsword - Trustee

Report of the Independent Auditors to the Trustees of
Brownsword Charitable Foundation

Opinion

We have audited the financial statements of Brownsword Charitable Foundation (the 'charity') for the year ended 31 December 2023 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 charity's affairs as at 31 December 2023 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 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 charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

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

Other information

The 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 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 where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

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

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the financial statements which 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 charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Report of the Independent Auditors to the Trustees of
Brownsword Charitable Foundation

Our responsibilities for the audit of the financial statements

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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.

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

Based on our understanding of the charity and sector, we identified that the principal risks of non-compliance with laws and regulations related to charity legislation, and we considered the extent to which non-compliance might have a material effect on the financial statements of the charity. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Charities Statement of Recommended Practice.

We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to potential lack of segregation of duties, bookkeeping errors and management bias in accounting estimates and judgemental areas of the financial statements. Audit procedures performed by the audit engagement team included:

- Enquiry of management and those charged with governance about any known or suspected instances of non-compliance with laws and regulations and fraud;
- Gaining understanding of management's internal controls designed to prevent and detect irregularities, and fraud;
- Reviewing minutes of meetings of those charged with governance and any correspondence with The Charity Commission;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing analytical procedures to identify any unusual or unexpected relationship that might indicate a risk of material misstatement due to fraud;
- Performing audit work over the risk of management override of controls, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for bias.

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 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.

Sumer Auditco Limited

Sumer Auditco Limited
Statutory Auditor
Chartered Accountants
County Gate
County Way
Trowbridge
Wiltshire
BA14 7FJ

13/09/2024

Date:

Brownsword Charitable Foundation

Statement of Financial Activities
for the Year Ended 31 December 2023

	Notes	Unrestricted fund £	Restricted fund £	Endowment fund £	2023 Total funds £	2022 Total funds £
INCOME AND ENDOWMENTS FROM						
Donations and legacies		-	-	-	-	4,321
Investment income	2	351,296	-	-	351,296	307,961
Total		<u>351,296</u>	<u>-</u>	<u>-</u>	<u>351,296</u>	<u>312,282</u>
EXPENDITURE ON						
Raising funds	3	31,461	-	23,817	55,278	72,172
Charitable activities						
Charitable costs		133,357	-	-	133,357	113,500
Support costs		-	-	-	-	2,108
Total		<u>164,818</u>	<u>-</u>	<u>23,817</u>	<u>188,635</u>	<u>187,780</u>
Net gains/(losses) on investments		-	-	(448,000)	(448,000)	(714,000)
NET INCOME/(EXPENDITURE)		<u>186,478</u>	<u>-</u>	<u>(471,817)</u>	<u>(285,339)</u>	<u>(589,498)</u>
RECONCILIATION OF FUNDS						
Total funds brought forward		221,969	-	10,458,818	10,680,787	11,270,285
TOTAL FUNDS CARRIED FORWARD		<u><u>408,447</u></u>	<u><u>-</u></u>	<u><u>9,987,001</u></u>	<u><u>10,395,448</u></u>	<u><u>10,680,787</u></u>

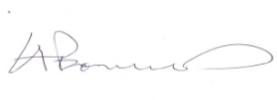
The notes form part of these financial statements

Brownsword Charitable Foundation

Balance Sheet
31 December 2023

	Notes	2023 £	2022 £
FIXED ASSETS			
Tangible assets	10	1,978,844	2,002,661
Investment property	11	4,248,000	4,696,000
		6,226,844	6,698,661
CURRENT ASSETS			
Debtors	12	33,919	95,564
Cash at bank		4,212,204	3,960,256
		4,246,123	4,055,820
CREDITORS			
Amounts falling due within one year	13	(77,519)	(73,694)
NET CURRENT ASSETS		4,168,604	3,982,126
TOTAL ASSETS LESS CURRENT LIABILITIES		10,395,448	10,680,787
NET ASSETS		10,395,448	10,680,787
FUNDS	15		
Unrestricted funds		408,447	221,969
Endowment funds		9,987,001	10,458,818
TOTAL FUNDS		10,395,448	10,680,787

The financial statements were approved by the Board of Trustees and authorised for issue on
06/09/2024 and were signed on its behalf by:



Mr A D Brownsword - Trustee

Brownsword Charitable Foundation

Notes to the Financial Statements **for the Year Ended 31 December 2023**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, 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 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain assets.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair view'. This departure has involved following the 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) issued on 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The most significant area of adjustment and key assumptions that affect items in the accounts are to do with estimating the fair value of investment properties (see note 12 for more information). Likewise, this is the most significant area of uncertainty that affects the carrying value of assets held by the Charity, in the next period.

Income

Rental income and interest receivable are recognised on an accruals basis.

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.

Grants payable

Grants payable 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 and the amount of the obligation can be measured reliably. Details are given in note 4.

Governance costs

Costs are allocated between direct charitable governance costs and other expenditure according to the nature of the cost. A detailed analysis of the allocation of costs is given on the face of the statement of financial activities on page 17.

Tangible fixed assets

Tangible fixed assets are stated at cost less accumulated depreciation.

Depreciation is calculated on a straight line basis at the following annual rates to write off assets over their estimated useful economic lives:

Property improvements 2%

Freehold property is valued every five years and is shown at the most recent valuation. Any aggregate surplus or deficit arising from changes in market value is transferred to a revaluation reserve.

Investment property

Investment properties are measured initially at cost and subsequently at fair value.

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

The Charity has various types of funds for which it is responsible, and which require separate disclosure. These are as follows:

Brownsword Charitable Foundation

Notes to the Financial Statements - continued
for the Year Ended 31 December 2023

1. ACCOUNTING POLICIES - continued

Fund accounting

Unrestricted funds

The unrestricted funds are funds that can be used by the Foundation towards operating costs and towards its charitable objects.

Expendable endowment fund

The endowment funds were given on the understanding that they are to be held by the Charity on a long term basis, primarily to support the work of the Charity by generating income or capital growth. The endowment fund is an expendable endowment, meaning that the trustees at their discretion can draw on the capital of the fund when they consider it necessary to support the operational work of the Charity. Expenditure directly attributable to the maintenance or protection of assets in the endowment fund is accounted for as an expense of the endowment fund.

2. INVESTMENT INCOME

	2023	2022
	£	£
Rental income receivable	220,128	277,853
Interest receivable	131,168	30,108
	<u>351,296</u>	<u>307,961</u>

3. RAISING FUNDS

Investment management costs

	2023	2022
	£	£
Bad debt expense	(4,465)	-
Legal and professional fees	-	25,962
Insurance	8,494	14,380
Management fees	6,000	7,383
Repairs and renewals	15,718	-
Light and heat	5,714	630
Depreciation	23,817	23,817
	<u>55,278</u>	<u>72,172</u>

4. GRANTS PAYABLE

	2023	2022
	£	£
Charitable costs	129,500	113,500

The total grants paid to institutions during the year was as follows:

	2023	2022
	£	£
Arts Taunton	50,000	30,000
Jessie May Trust	5,000	5,000
Bath Festivals Ltd	-	2,500
Bath City Farm	2,000	2,000
Royal National Institute of Blind People	-	1,000
Dorothy House	-	10,000
Fight Against Blindness	3,000	3,000
Cancer Research UK	60,000	60,000
Julian House	5,000	-
Bristol Childrens Help Society	2,500	-
Macular Society	2,000	-
	<u>129,500</u>	<u>113,500</u>

Brownsword Charitable Foundation

Notes to the Financial Statements - continued
for the Year Ended 31 December 2023

5. SUPPORT COSTS

	Governance costs
	£
Charitable costs	<u>3,857</u>

6. AUDITORS' REMUNERATION

	2023	2022
	£	£
Fees payable to the charity's auditors for the audit of the charity's financial statements	<u>3,857</u>	<u>2,108</u>

7. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2023 nor for the year ended 31 December 2022.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2023 nor for the year ended 31 December 2022.

8. STAFF COSTS

The charity had no employees in 2023 (2022 - Nil)

9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted fund £	Endowment fund £	Total funds £
INCOME AND ENDOWMENTS FROM				
Donations and legacies	4,321	-	-	4,321
Investment income	307,961	-	-	307,961
Total	<u>312,282</u>	<u>-</u>	<u>-</u>	<u>312,282</u>
EXPENDITURE ON				
Raising funds	48,355	-	23,817	72,172
Charitable activities				
Charitable costs	113,500	-	-	113,500
Support costs	2,108	-	-	2,108
Total	<u>163,963</u>	<u>-</u>	<u>23,817</u>	<u>187,780</u>
Net gains/(losses) on investments	<u>-</u>	<u>-</u>	<u>(714,000)</u>	<u>(714,000)</u>
NET INCOME/(EXPENDITURE)	148,319	-	(737,817)	(589,498)
RECONCILIATION OF FUNDS				
Total funds brought forward	73,650	-	11,196,635	11,270,285
TOTAL FUNDS CARRIED FORWARD	<u><u>221,969</u></u>	<u><u>-</u></u>	<u><u>10,458,818</u></u>	<u><u>10,680,787</u></u>

Brownsword Charitable Foundation

Notes to the Financial Statements - continued
for the Year Ended 31 December 2023

10. TANGIBLE FIXED ASSETS

	Land and buildings £
COST	
At 1 January 2023 and 31 December 2023	2,240,829
DEPRECIATION	
At 1 January 2023	238,168
Charge for year	23,817
At 31 December 2023	261,985
NET BOOK VALUE	
At 31 December 2023	1,978,844
At 31 December 2022	2,002,661

11. INVESTMENT PROPERTY

	£
FAIR VALUE	
At 1 January 2023	4,696,000
Revaluation	(448,000)
At 31 December 2023	4,248,000
NET BOOK VALUE	
At 31 December 2023	4,248,000
At 31 December 2022	4,696,000

Fair value at 31 December 2023 is represented by:

	£
Valuation in 2020	4,350,000
Valuation in 2021	1,060,000
Valuation in 2022	(714,000)
Valuation in 2023	(448,000)
	4,248,000

The investment properties were initially valued by Derek Walker, Chartered Surveyor in 2011 and have been adjusted in line with market indexation.

12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023	2022
	£	£
Debtors	33,919	95,564

Brownsword Charitable Foundation

Notes to the Financial Statements - continued
for the Year Ended 31 December 2023

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023	2022
	£	£
Creditors	1,500	1,500
VAT	-	4,500
Accruals and deferred income	76,019	67,694
	<u>77,519</u>	<u>73,694</u>

Deferred Income

Deferred income movement in the year and the prior year are as follows:-

	2023	2022
	£	£
Balance deferred as at 1 January 2023	66,169	52,567
Amount released to incoming resources	(66,169)	(52,567)
Amount deferred in year	45,419	66,169
	<u>45,419</u>	<u>66,169</u>

Deferred income comprised services invoiced in advance of the period in which they are to be delivered.

14. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted fund £	Restricted fund £	Endowment fund £	2023 Total funds £	2022 Total funds £
Fixed assets	-	-	1,978,844	1,978,844	2,002,661
Investments	-	-	4,248,000	4,248,000	4,696,000
Current assets	485,966	-	3,760,157	4,246,123	4,055,820
Current liabilities	(77,519)	-	-	(77,519)	(73,694)
	<u>408,447</u>	<u>-</u>	<u>9,987,001</u>	<u>10,395,448</u>	<u>10,680,787</u>

The Charity has various types of funds for which it is responsible, and which require separate disclosure. These are as follows:

Unrestricted funds

The unrestricted funds are funds that can be used by the Foundation towards operating costs and towards its charitable objects.

Expendable endowment fund

The endowment funds were given on the understanding that they are to be held by the Charity on a long term basis, primarily to support the work of the Charity by generating income or capital growth. The endowment fund is an expendable endowment, meaning that the trustees at their discretion can draw on the capital of the fund when they consider it necessary to support the operational needs of the Charity. Expenditure directly attributable to the maintenance or protection of assets in the endowment fund is accounted for as an expense of the endowment fund.

15. MOVEMENT IN FUNDS

	At 1.1.23 £	Net movement in funds £	At 31.12.23 £
Unrestricted funds			
General fund	221,969	186,478	408,447
Endowment funds			
Expendable endowment	10,458,818	(471,817)	9,987,001
TOTAL FUNDS	<u>10,680,787</u>	<u>(285,339)</u>	<u>10,395,448</u>

Brownsword Charitable Foundation

Notes to the Financial Statements - continued
for the Year Ended 31 December 2023

15. 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	351,296	(164,818)	-	186,478
Endowment funds				
Expendable endowment	-	(23,817)	(448,000)	(471,817)
TOTAL FUNDS	<u>351,296</u>	<u>(188,635)</u>	<u>(448,000)</u>	<u>(285,339)</u>

Comparatives for movement in funds

	At 1.1.22 £	Net movement in funds £	At 31.12.22 £
Unrestricted funds			
General fund	73,650	148,319	221,969
Endowment funds			
Expendable endowment	11,196,635	(737,817)	10,458,818
TOTAL FUNDS	<u>11,270,285</u>	<u>(589,498)</u>	<u>10,680,787</u>

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	312,282	(163,963)	-	148,319
Endowment funds				
Expendable endowment	-	(23,817)	(714,000)	(737,817)
TOTAL FUNDS	<u>312,282</u>	<u>(187,780)</u>	<u>(714,000)</u>	<u>(589,498)</u>

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

	At 1.1.22 £	Net movement in funds £	At 31.12.23 £
Unrestricted funds			
General fund	73,650	334,797	408,447
Endowment funds			
Expendable endowment	11,196,635	(1,209,634)	9,987,001
TOTAL FUNDS	<u>11,270,285</u>	<u>(874,837)</u>	<u>10,395,448</u>

Brownsword Charitable Foundation

Notes to the Financial Statements - continued
for the Year Ended 31 December 2023

15. 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	663,578	(328,781)	-	334,797
Endowment funds				
Expendable endowment	-	(47,634)	(1,162,000)	(1,209,634)
TOTAL FUNDS	<u>663,578</u>	<u>(376,415)</u>	<u>(1,162,000)</u>	<u>(874,837)</u>

16. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 December 2023.

Brownsword Charitable Foundation

Detailed Statement of Financial Activities
for the Year Ended 31 December 2023

	2023 £	2022 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	-	4,321
Investment income		
Rental income receivable	220,128	277,853
Interest receivable	131,168	30,108
	351,296	307,961
Total incoming resources		
	351,296	312,282
EXPENDITURE		
Investment management costs		
Bad debt expense	(4,465)	-
Legal and professional fees	-	25,962
Insurance	8,494	14,380
Management fees	6,000	7,383
Repairs and renewals	15,718	-
Light and heat	5,714	630
Depreciation of freehold property	23,817	23,817
	55,278	72,172
Charitable activities		
Grants to institutions	129,500	113,500
Support costs		
Governance costs		
Auditors' remuneration	3,857	2,108
Total resources expended	188,635	187,780
Net income before gains and losses		
	162,661	124,502
Realised recognised gains and losses		
Realised gains/(losses) on fixed asset investments	(448,000)	-
Net (expenditure)/income		
	(285,339)	124,502

Accounts

Report of the Trustees and
Financial Statements
for the Year Ended 31 December 2022
for
Brownsword Charitable Foundation

Sumer Audit
Statutory Auditor
Chartered Accountants
County Gate
County Way
Trowbridge
Wiltshire
BA14 7FJ

Brownsword Charitable Foundation

Contents of the Financial Statements
for the Year Ended 31 December 2022

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Statement of Financial Activities	6
Balance Sheet	7
Notes to the Financial Statements	8 to 14
Detailed Statement of Financial Activities	15

Brownsword Charitable Foundation

Report of the Trustees **for the Year Ended 31 December 2022**

The trustees present their report with the financial statements of the charity for the year ended 31 December 2022. 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 2019).

OBJECTIVES AND ACTIVITIES

Objectives

In shaping our objectives for the year and planning our activities, the trustees have considered the Charity Commission's guidelines on public benefit.

The objects of the Charity are to make donations to such charitable institution or institutions at such time or times and in such a manner that the Trustees may in their absolute discretion think fit.

The Board of Trustees reaffirmed at a meeting on 23 November 2021 that for forthcoming years the broad priority areas would be:

Children and Young People
The Arts
The Elderly
Community and Neighbourhood Work
Physical and Learning Difficulties
Educational Projects
Medical Projects

It is anticipated that the majority of donations will be restricted to the Bath area although the Trustees will also be looking to undertake specific large national donations in coming years.

The trustees are aware of the public benefit provisions of the Charities Act 2011 and of the guidance on them published by the Charity Commission. They are satisfied that the objects of the Charity and the activities of the Charity are within the definitions of Charitable Purposes as set down in the Act. The trustees are not aware of any public detriment caused by the Charity's objects or activities, and nor are they aware of anyone receiving any private benefit from the Charity's activities.

The Foundation makes grants solely to other charities, each of which will make an appropriate statement as to how they achieve their aims for public benefit. Interested parties may wish to consult the Trustees' Reports of those organisations independently for further details.

Grants made in 2022 were lower than the income received by the Foundation. This follows a period of years where the reverse was true. The Trustees are comfortable with this position and expect to broadly balance overall expenditure with income receipts over forthcoming years. The Foundation's current planned grants for 2023 include to a local arts festival, to research into cancer, a homeless charity, a local children's hospice and a local city farm.

FINANCIAL REVIEW

Review of transactions and financial position

During the year, the charity received income of £312,282 (2021: £234,839), mainly consisting of interest of £30,108 (2021: £384) and rent receivable of £277,853 (2021: £234,455). The trustees considered a number of grant applications during the year and donations were made to eight charities.

Investment policy and objectives

The policy of Trustees is to retain reserves in cash. All cash reserves are held in an interest bearing account. At 31 December 2022 the total free reserves held by the charity were £221,969. The trustees can at their discretion, draw on the free reserves of the expendable endowment fund which at 31 December 2022 had current reserves of £3,760,157.

The Trustees purchased No 1A Royal Crescent for a sum of £1,050,000 on 31 October 2006. Planning permission was granted 24 March 2011. Work commenced on 9 January 2012 and Practical Completion was issued on 19 November 2013. A lease at a peppercorn rent to the Bath Preservation Trust commenced on 3 December 2012. The Museum was officially re-opened on 21 June 2013.

On 23 June 2011 Andrew Brownsword donated three freehold properties to the Foundation. These are accounted as long term commercial property investments with long standing tenants.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity's objects and provisions are regulated by a trust deed dated 11 June 1992. The charity's registered charity number is 1012615.

Brownsword Charitable Foundation

Report of the Trustees
for the Year Ended 31 December 2022

STRUCTURE, GOVERNANCE AND MANAGEMENT

Organisation of the charity

The trustees have met whenever they needed to review applications for grants. Decisions are made when the trustees have reached a unanimous agreement. The charity is administered in Bath by Nicholas Burrows, under the supervision of the trustees.

Recruitment and training of new trustees

Should a need arise to appoint new or additional trustees, consideration will be given to the experience and credibility of the candidate.

New trustees will be given every opportunity to spend time with other officers of the Foundation and will be inducted on the procedures and practices accordingly. Specific training will be tailored to the individual's needs and requirements.

Risk management

The Trustees have reviewed the charity's activities and assessed the opportunities available to the charity and the risks to which it is exposed. As a result of this process, the trustees have a risk management strategy which comprises of an annual review of the risk which the charity may face; the establishment of procedures to mitigate those risks identified during the annual risk review; and the implementation of procedures designed to minimise any potential impact on the charity should any of those risks materialise.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

1012615

Principal address

4 Queen Square
Bath
BA1 2HA

Trustees

Mr A D Brownsword
Mr R F Calleja
Mr P Matthews
Ms A Brownsword-Matthews

Auditors

Sumer Audit
Statutory Auditor
Chartered Accountants
County Gate
County Way
Trowbridge
Wiltshire
BA14 7FJ

BANKING

The charity holds current and investment accounts with the National Westminster Bank. The branch address is PO Box 4349, Worthing, BN11 3EQ.

APPOINTMENT OF AUDITORS

A resolution to reappoint Sumer Auditco as auditors will be proposed at the Annual General Meeting.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Brownsword Charitable Foundation

Report of the Trustees
for the Year Ended 31 December 2022

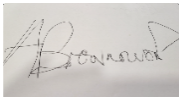
STATEMENT OF TRUSTEES' RESPONSIBILITIES - continued

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed 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 charity and of the incoming resources and application of resources, including the income and expenditure, of the charity 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 charity 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 charity and to enable them 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. They are 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.

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



.....
Mr A D Brownsword - Trustee

06/09/2023

Report of the Independent Auditors to the Trustees of
Brownsword Charitable Foundation

Opinion

We have audited the financial statements of Brownsword Charitable Foundation (the 'charity') for the year ended 31 December 2022 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 charity's affairs as at 31 December 2022 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 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 charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

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

Other information

The 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 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 where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

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

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the financial statements which 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 charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Report of the Independent Auditors to the Trustees of
Brownsword Charitable Foundation

Our responsibilities for the audit of the financial statements

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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.

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

Based on our understanding of the charity and sector, we identified that the principal risks of non-compliance with laws and regulations related to charity legislation, and we considered the extent to which non-compliance might have a material effect on the financial statements of the charity. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Charities Statement of Recommended Practice.

We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to potential lack of segregation of duties, bookkeeping errors and management bias in accounting estimates and judgemental areas of the financial statements. Audit procedures performed by the audit engagement team included:

- Enquiry of management and those charged with governance about any known or suspected instances of non-compliance with laws and regulations and fraud;
- Gaining understanding of management's internal controls designed to prevent and detect irregularities, and fraud;
- Reviewing minutes of meetings of those charged with governance and any correspondence with The Charity Commission;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing analytical procedures to identify any unusual or unexpected relationship that might indicate a risk of material misstatement due to fraud;
- Performing audit work over the risk of management override of controls, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for bias.

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 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.



Sumer Audit
Statutory Auditor
Chartered Accountants
County Gate
County Way
Trowbridge
Wiltshire
BA14 7FJ

20/09/2023

Date:

Brownsword Charitable Foundation

**Statement of Financial Activities
for the Year Ended 31 December 2022**

	Notes	Unrestricted fund £	Endowment fund £	2022 Total funds £	2021 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies		4,321	-	4,321	-
Investment income	2	307,961	-	307,961	234,839
Total		<u>312,282</u>	<u>-</u>	<u>312,282</u>	<u>234,839</u>
EXPENDITURE ON					
Raising funds	3	48,355	23,817	72,172	66,452
Charitable activities					
Charitable Costs		113,500	-	113,500	283,000
Support Costs		2,108	-	2,108	1,211
Total		<u>163,963</u>	<u>23,817</u>	<u>187,780</u>	<u>350,663</u>
Net gains/(losses) on investments		-	(714,000)	(714,000)	1,060,000
NET INCOME/(EXPENDITURE)		<u>148,319</u>	<u>(737,817)</u>	<u>(589,498)</u>	<u>944,176</u>
RECONCILIATION OF FUNDS					
Total funds brought forward		73,650	11,196,635	11,270,285	10,326,109
TOTAL FUNDS CARRIED FORWARD		<u><u>221,969</u></u>	<u><u>10,458,818</u></u>	<u><u>10,680,787</u></u>	<u><u>11,270,285</u></u>

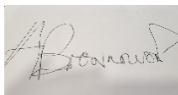
The notes form part of these financial statements

Brownsword Charitable Foundation

Balance Sheet
31 December 2022

	Notes	2022 £	2021 £
FIXED ASSETS			
Tangible assets	11	2,002,661	2,026,478
Investment property	12	4,696,000	5,410,000
		6,698,661	7,436,478
CURRENT ASSETS			
Debtors	13	95,564	91,410
Cash at bank		3,960,256	3,798,965
		4,055,820	3,890,375
CREDITORS			
Amounts falling due within one year	14	(73,694)	(56,568)
NET CURRENT ASSETS		3,982,126	3,833,807
TOTAL ASSETS LESS CURRENT LIABILITIES		10,680,787	11,270,285
NET ASSETS		10,680,787	11,270,285
FUNDS	16		
Unrestricted funds		221,969	73,650
Endowment funds		10,458,818	11,196,635
TOTAL FUNDS		10,680,787	11,270,285

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



.....
Mr A D Brownsword - Trustee

06/09/2023

Brownsword Charitable Foundation

Notes to the Financial Statements **for the Year Ended 31 December 2022**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, 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 2019)'. Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain assets.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair view'. This departure has involved following the 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) issued on 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The most significant area of adjustment and key assumptions that affect items in the accounts are to do with estimating the fair value of investment properties (see note 11 for more information). Likewise, this is the most significant area of uncertainty that affects the carrying value of assets held by the Charity, in the next period.

Income

Rental income and interest receivable are recognised on an accruals basis.

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.

Grants payable

Grants payable 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 and the amount of the obligation can be measured reliably. Details are given in note 4.

Governance costs

Costs are allocated between direct charitable governance costs and other expenditure according to the nature of the cost. A detailed analysis of the allocation of costs is given on the face of the statement of financial activities on page 15.

Tangible fixed assets

Tangible fixed assets are stated at cost less accumulated depreciation.

Depreciation is calculated on a straight line basis at the following annual rates to write off assets over their estimated useful economic lives:

Property improvements 2%

Freehold property has been valued on the basis of cost less depreciation.

Investment property

Investment properties are measured the basis of comparison to property index rises and falls on cost since acquisition.

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

The Charity has various types of funds for which it is responsible, and which require separate disclosure. These are as follows:

Brownsword Charitable Foundation

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2022**

1. ACCOUNTING POLICIES - continued

Fund accounting

Unrestricted funds

The unrestricted funds are funds that can be used by the Foundation towards operating costs and towards its charitable objects.

Expendable endowment fund

The endowment funds were given on the understanding that they are to be held by the Charity on a long term basis, primarily to support the work of the Charity by generating income or capital growth. The endowment fund is an expendable endowment, meaning that the trustees at their discretion can draw on the capital of the fund when they consider it necessary to support the operational work of the Charity. Expenditure directly attributable to the maintenance or protection of assets in the endowment fund is accounted for as an expense of the endowment fund.

2. INVESTMENT INCOME

	2022	2021
	£	£
Rental income receivable	277,853	234,455
Interest receivable	30,108	384
	307,961	234,839

3. RAISING FUNDS

Investment management costs

	2022	2021
	£	£
Legal and professional fees	25,962	5,838
Insurance	14,380	6,990
Management fees	7,383	6,000
Property repairs	-	23,307
Light and heat	630	500
Depreciation	23,817	23,817
	72,172	66,452

4. GRANTS PAYABLE

	2022	2021
	£	£
Charitable Costs	113,500	283,000

The total grants paid to institutions during the year was as follows:

	2022	2021
	£	£
Forever Friends Appeal for the RUH	-	200,000
Bath Abbey	-	25,000
Dart Sailability	-	1,000
Bath Festivals Ltd	2,500	5,000
Merchant Venturers	-	2,000
Royal Horticultural Society	-	5,000
Arts Taunton	30,000	45,000
Jessie May Trust	5,000	-
Royal National Institute of Blind People	1,000	-
Bath City Farm	2,000	-
Dorothy House	10,000	-
Fight Against Blindness	3,000	-
Cancer Research UK	60,000	-
	113,500	283,000

Brownsword Charitable Foundation

Notes to the Financial Statements - continued
for the Year Ended 31 December 2022

4. GRANTS PAYABLE - continued

Further commitments of £299,000 (2021: £171,000) have been agreed with relevant parties. The terms of these agreements allow for the amendment, cancellation or change in the terms of these commitments at any time. Given these conditions, they do not meet the requirements of obligation, probability and measurability and thus are disclosed only.

5. SUPPORT COSTS

	Governance costs
	£
Support Costs	2,108
	<u>2,108</u>

6. AUDITORS' REMUNERATION

	2022	2021
	£	£
Fees payable to the charity's auditors for the audit of the charity's financial statements	2,108	1,211
	<u>2,108</u>	<u>1,211</u>

7. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2022 nor for the year ended 31 December 2021.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2022 nor for the year ended 31 December 2021.

8. STAFF COSTS

The charity had no employees in 2022 (2021 - Nil)

9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund	Endowment fund	Total funds
	£	£	£
INCOME AND ENDOWMENTS FROM			
Investment income	234,839	-	234,839
	<u>234,839</u>	<u>-</u>	<u>234,839</u>
EXPENDITURE ON			
Raising funds	19,328	47,124	66,452
Charitable activities			
Charitable Costs	283,000	-	283,000
Support Costs	1,212	(1)	1,211
	<u>284,212</u>	<u>-</u>	<u>284,211</u>
Total	303,540	47,123	350,663
	<u>303,540</u>	<u>47,123</u>	<u>350,663</u>
Net gains on investments	-	1,060,000	1,060,000
	<u>-</u>	<u>1,060,000</u>	<u>1,060,000</u>
NET INCOME/(EXPENDITURE)	(68,701)	1,012,877	944,176
Transfers between funds	61,125	(61,125)	-
	<u>61,125</u>	<u>(61,125)</u>	<u>-</u>
Net movement in funds	(7,576)	951,752	944,176
	<u>(7,576)</u>	<u>951,752</u>	<u>944,176</u>

Brownsword Charitable Foundation

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2022**

9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted fund £	Endowment fund £	Total funds £
RECONCILIATION OF FUNDS			
Total funds brought forward			
As previously reported	81,226	9,084,883	9,166,109
Prior year adjustment	-	1,160,000	1,160,000
As restated	81,226	10,244,883	10,326,109
TOTAL FUNDS CARRIED FORWARD	73,650	11,196,635	11,270,285

10. RENTAL INCOME

The charity has the following amounts of rent due to it under operating lease agreements with various tenants at investment properties owned:

	Due within one year	Due within two and five years
Rental income due	287,000	282,167

11. TANGIBLE FIXED ASSETS

	Freehold property £
COST	
At 1 January 2022 and 31 December 2022	2,240,829
DEPRECIATION	
At 1 January 2022	214,351
Charge for year	23,817
At 31 December 2022	238,168
NET BOOK VALUE	
At 31 December 2022	2,002,661
At 31 December 2021	2,026,478

12. INVESTMENT PROPERTY

	£
FAIR VALUE	
At 1 January 2022	5,410,000
Revaluation	(714,000)
At 31 December 2022	4,696,000
NET BOOK VALUE	
At 31 December 2022	4,696,000
At 31 December 2021	5,410,000
Fair value at 31 December 2022 is represented by:	
	£
Valuation in 2020	4,350,000
Valuation in 2021	1,060,000
Valuation in 2022	(714,000)
	4,696,000

Brownsword Charitable Foundation

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2022**

12. INVESTMENT PROPERTY - continued

The investment properties were initially valued by Derek Walker, Chartered Surveyor in 2011 and have been adjusted in line with market indexation.

13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Trade debtors	95,564	90,027
Prepayments and accrued income	-	1,383
	<u>95,564</u>	<u>91,410</u>

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Trade creditors	1,500	1,500
VAT	4,500	-
Accruals and deferred income	67,694	55,068
	<u>73,694</u>	<u>56,568</u>

Deferred Income

Deferred income movement in the year and the prior year are as follows:-

	2022	2021
	£	£
Balance deferred as at 1 January 2022	52,567	52,567
Amount released to incoming resources	(52,567)	(52,567)
Amount deferred in year	66,169	52,567
	<u>66,169</u>	<u>52,567</u>
Balance deferred as at 31 December 2022	<u>66,169</u>	<u>52,567</u>

Deferred income comprised services invoiced in advance of the period in which they are to be delivered.

15. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted fund	Endowment fund	2022 Total funds	2021 Total funds
	£	£	£	£
Fixed assets	-	2,002,661	2,002,661	2,026,478
Investments	-	4,696,000	4,696,000	5,410,000
Current assets	295,663	3,760,157	4,055,820	3,890,375
Current liabilities	(73,694)	-	(73,694)	(56,568)
	<u>221,969</u>	<u>10,458,818</u>	<u>10,680,787</u>	<u>11,270,285</u>

The Charity has various types of funds for which it is responsible, and which require separate disclosure. These are as follows:

Unrestricted funds

The unrestricted funds are funds that can be used by the Foundation towards operating costs and towards its charitable objects.

Expendable endowment fund

The endowment funds were given on the understanding that they are to be held by the Charity on a long term basis, primarily to support the work of the Charity by generating income or capital growth. The endowment fund is an expendable endowment, meaning that the trustees at their discretion can draw on the capital of the fund when they consider it necessary to support the operational work of the Charity. Expenditure directly attributable to the maintenance or protection of assets in the endowment fund is accounted for as an expense of the endowment fund.

Brownsword Charitable Foundation

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2022**

16. MOVEMENT IN FUNDS

	At 1.1.22 £	Net movement in funds £	At 31.12.22 £
Unrestricted funds			
General fund	73,650	148,319	221,969
Endowment funds			
Endowment	11,196,635	(737,817)	10,458,818
TOTAL FUNDS	<u>11,270,285</u>	<u>(589,498)</u>	<u>10,680,787</u>

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	312,282	(163,963)	-	148,319
Endowment funds				
Endowment	-	(23,817)	(714,000)	(737,817)
TOTAL FUNDS	<u>312,282</u>	<u>(187,780)</u>	<u>(714,000)</u>	<u>(589,498)</u>

Comparatives for movement in funds

	At 1.1.21 £	Prior year adjustment £	Net movement in funds £	Transfers between funds £	At 31.12.21 £
Unrestricted funds					
General fund	81,226	-	(68,701)	61,125	73,650
Endowment funds					
Endowment	9,084,883	1,160,000	1,012,877	(61,125)	11,196,635
TOTAL FUNDS	<u>9,166,109</u>	<u>1,160,000</u>	<u>944,176</u>	<u>-</u>	<u>11,270,285</u>

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	234,839	(303,540)	-	(68,701)
Endowment funds				
Endowment	-	(47,123)	1,060,000	1,012,877
TOTAL FUNDS	<u>234,839</u>	<u>(350,663)</u>	<u>1,060,000</u>	<u>944,176</u>

Brownsword Charitable Foundation

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2022**

16. MOVEMENT IN FUNDS - continued

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

	At 1.1.21 £	Prior year adjustment £	Net movement in funds £	Transfers between funds £	At 31.12.22 £
Unrestricted funds					
General fund	81,226	-	79,618	61,125	221,969
Endowment funds					
Endowment	9,084,883	1,160,000	275,060	(61,125)	10,458,818
TOTAL FUNDS	<u>9,166,109</u>	<u>1,160,000</u>	<u>354,678</u>	<u>-</u>	<u>10,680,787</u>

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	547,121	(467,503)	-	79,618
Endowment funds				
Endowment	-	(70,940)	346,000	275,060
TOTAL FUNDS	<u>547,121</u>	<u>(538,443)</u>	<u>346,000</u>	<u>354,678</u>

17. RELATED PARTY DISCLOSURES

The Foundation was a beneficiary of the A D Brownsword Rawlins Trust of 4 March 1999 which wound up and distributed its assets in November 2022. Compensation was also paid by the bank due to delays in transferring and closing the account. The total donation received was £4,321.

Brownsword Charitable Foundation

Detailed Statement of Financial Activities
for the Year Ended 31 December 2022

	2022 £	2021 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	4,321	-
Investment income		
Rental income receivable	277,853	234,455
Interest receivable	30,108	384
	307,961	234,839
Total incoming resources		
	312,282	234,839
EXPENDITURE		
Investment management costs		
Legal and professional fees	25,962	5,838
Insurance	14,380	6,990
Management fees	7,383	6,000
Property repairs	-	23,307
Light and heat	630	500
Freehold property	23,817	23,817
	72,172	66,452
Charitable activities		
Grants to institutions	113,500	283,000
Support costs		
Governance costs		
Auditors' remuneration	2,108	1,211
Total resources expended	187,780	350,663
Net income/(expenditure)	124,502	(115,824)

Accounts

Report of the Trustees and
Financial Statements
for the Year Ended 31 December 2021
for
Brownsword Charitable Foundation

Monahans
Statutory Auditor
Chartered Accountants
Fortescue House
Court Street
Trowbridge
Wiltshire
BA14 8FA

Brownsword Charitable Foundation

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for the Year Ended 31 December 2021

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Brownsword Charitable Foundation

Report of the Trustees **for the Year Ended 31 December 2021**

The trustees present their report with the financial statements of the charity for the year ended 31 December 2021. 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 2019).

OBJECTIVES AND ACTIVITIES

Objectives

In shaping our objectives for the year and planning our activities, the trustees have considered the Charity Commission's guidelines on public benefit.

The objects of the Charity are to make donations to such charitable institution or institutions at such time or times and in such a manner that the Trustees may in their absolute discretion think fit.

The Board of Trustees reaffirmed at a meeting on 23 November 2021 that for forthcoming years the broad priority areas would be:

- Children and Young People
- The Arts
- The Elderly
- Community and Neighbourhood Work
- Physical and Learning Difficulties
- Educational Projects
- Medical Projects

It is anticipated that the majority of donations will be restricted to the Bath area although the Trustees will also be looking to undertake specific large national donations in coming years..

The trustees are aware of the public benefit provisions of the Charities Act 2011 and of the guidance on them published by the Charity Commission. They are satisfied that the objects of the Charity and the activities of the Charity are within the definitions of Charitable Purposes as set down in the Act. The trustees are not aware of any public detriment caused by the Charity's objects or activities, and nor are they aware of anyone receiving any private benefit from the Charity's activities.

The Foundation makes grants solely to other charities, each of which will make an appropriate statement as to how they achieve their aims for public benefit. Interested parties may wish to consult the Trustees' Reports of those organisations independently for further details.

As expected, the Foundation has made similar amounts in grants in 2021 compared to 2020. It is anticipated that major new grants will be somewhat restricted due to depletion of available funds. The Foundation's planned grants include to a local arts festival, a homeless charity and a local childrens hospice.

FINANCIAL REVIEW

Review of transactions and financial position

During the year, the charity received income of £234,839 (2020: £250,568), mainly consisting of interest of £384 (2020: £10,020) and rent receivable of £234,455 (2020: £240,548). The trustees considered a number of grant applications during the year and donations were made to seven charities.

Investment policy and reserves

The policy of Trustees is to retain reserves in cash. All cash reserves are held in an interest bearing account. At 31 December 2021 the total free reserves held by the charity were £73,650. The trustees can at their discretion, draw on the free reserves of the expendable endowment fund which at 31 December 2021 had current reserves of £3,833,807.

The Trustees purchased No 1A Royal Crescent for a sum of £1,050,000 on 31 October 2006. Planning permission was granted 24 March 2011. Work commenced on 9 January 2012 and Practical Completion was issued on 19 November 2013. A lease at a peppercorn rent to the Bath Preservation Trust commenced on 3 December 2012. The Museum was officially re-opened on 21 June 2013.

On 23 June 2011 Andrew Brownsword donated three freehold properties (but with four distinct tenants) to the Foundation. These are accounted as long term commercial property investments with long standing tenants.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity's objects and provisions are regulated by a trust deed dated 11 June 1992. The charity's registered charity number is 1012615.

Brownsword Charitable Foundation

Report of the Trustees **for the Year Ended 31 December 2021**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Organisation of the charity

The trustees have met whenever they needed to review applications for grants. Decisions are made when the trustees have reached a unanimous agreement. The charity is administered in Bath by Nicholas Burrows, under the supervision of the trustees.

Recruitment and training of new trustees

Should a need arise to appoint new or additional trustees, consideration will be given to the experience and credibility of the candidate.

New trustees will be given every opportunity to spend time with other officers of the Foundation and will be inducted on the procedures and practices accordingly. Specific training will be tailored to the individual's needs and requirements.

Risk management

The Trustees have reviewed the charity's activities and assessed the opportunities available to the charity and the risks to which it is exposed. As a result of this process, the trustees have a risk management strategy which comprises of an annual review of the risk which the charity may face; the establishment of procedures to mitigate those risks identified during the annual risk review; and the implementation of procedures designed to minimise any potential impact on the charity should any of those risks materialise.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

1012615

Principal address

4 Queen Square
Bath
BA1 2HA

Trustees

Mr A D Brownsword
Mr R F Calleja
Mr P Matthews
Ms A Brownsword-Matthews

Auditors

Monahans
Statutory Auditor
Chartered Accountants
Fortescue House
Court Street
Trowbridge
Wiltshire
BA14 8FA

Banking

The charity holds current and investment accounts with the National Westminster Bank. The branch address is PO Box 4349, Worthing, BN11 3EQ.

APPOINTMENT OF AUDITORS

A resolution to reappoint Monahans as auditors will be proposed at the Annual General Meeting.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Brownsword Charitable Foundation

Report of the Trustees
for the Year Ended 31 December 2021

STATEMENT OF TRUSTEES' RESPONSIBILITIES - continued

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed 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 charity and of the incoming resources and application of resources, including the income and expenditure, of the charity 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 charity 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 charity and to enable them 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. They are 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.

Approved by order of the board of trustees on 5 September 2022 and signed on its behalf by:



Mr A D Brownsword - Trustee

Report of the Independent Auditors to the Trustees of
Brownsword Charitable Foundation

Opinion

We have audited the financial statements of Brownsword Charitable Foundation (the 'charity') for the year ended 31 December 2021 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement 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 charity's affairs as at 31 December 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 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 charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

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

Other information

The 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 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 where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

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

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the financial statements which 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 charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Report of the Independent Auditors to the Trustees of
Brownsword Charitable Foundation

Our responsibilities for the audit of the financial statements

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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.

Based on our understanding of the charity and sector, we identified that the principal risks of non-compliance with laws and regulations related to charity legislation, and we considered the extent to which non-compliance might have a material effect on the financial statements of the charity. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Charities Statement of Recommended Practice.

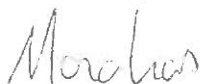
We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to potential lack of segregation of duties, bookkeeping errors and management bias in accounting estimates and judgemental areas of the financial statements. Audit procedures performed by the audit engagement team included:

- Enquiry of management and those charged with governance about any known or suspected instances of non-compliance with laws and regulations and fraud;
- Reviewing minutes of meetings of those charged with governance and any correspondence with The Charity Commission;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing analytical procedures to identify any unusual or unexpected relationship that might indicate a risk of material misstatement due to fraud;
- Performing audit work over the risk of management override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for bias.

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 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.



Monahans
Statutory Auditor
Chartered Accountants
Fortescue House
Court Street
Trowbridge
Wiltshire
BA14 8FA

Date: 27/09/22

Brownsword Charitable Foundation

Statement of Financial Activities
for the Year Ended 31 December 2021

		Unrestricted fund	Endowment fund	2021 Total funds	2020 Total funds as restated
	Notes	£	£	£	£
INCOME AND ENDOWMENTS FROM					
Investment income	2	234,839	-	234,839	250,568
EXPENDITURE ON					
Raising funds	3	19,329	47,123	66,452	88,929
Charitable activities					
Charitable costs		283,000	-	283,000	414,580
Support costs		1,211	-	1,211	1,391
Total		<u>303,540</u>	<u>47,123</u>	<u>350,663</u>	<u>504,900</u>
Net gains/(losses) on investments		<u>-</u>	<u>1,060,000</u>	<u>1,060,000</u>	<u>(390,000)</u>
NET INCOME/(EXPENDITURE)		<u>(68,701)</u>	<u>1,012,877</u>	<u>944,176</u>	<u>(644,332)</u>
Transfers between funds	16	<u>61,125</u>	<u>(61,125)</u>	<u>-</u>	<u>-</u>
Net movement in funds		<u>(7,576)</u>	<u>951,752</u>	<u>944,176</u>	<u>(644,332)</u>
RECONCILIATION OF FUNDS					
Total funds brought forward					
As previously reported		81,226	9,084,883	9,166,109	9,420,441
Prior year adjustment	10	<u>-</u>	<u>1,160,000</u>	<u>1,160,000</u>	<u>1,550,000</u>
As restated		<u>81,226</u>	<u>10,244,883</u>	<u>10,326,109</u>	<u>10,970,441</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>73,650</u></u>	<u><u>11,196,635</u></u>	<u><u>11,270,285</u></u>	<u><u>10,326,109</u></u>

The notes form part of these financial statements

Brownsword Charitable Foundation

Balance Sheet
31 December 2021

	Notes	2021 £	2020 as restated £
FIXED ASSETS			
Tangible assets	11	2,026,478	2,050,295
Investment property	12	<u>5,410,000</u>	<u>4,350,000</u>
		7,436,478	6,400,295
CURRENT ASSETS			
Debtors	13	91,410	72,300
Cash at bank		<u>3,798,965</u>	<u>3,908,871</u>
		3,890,375	3,981,171
CREDITORS			
Amounts falling due within one year	14	(56,568)	(55,357)
		<u>3,833,807</u>	<u>3,925,814</u>
NET CURRENT ASSETS			
		11,270,285	10,326,109
TOTAL ASSETS LESS CURRENT LIABILITIES			
		<u>11,270,285</u>	<u>10,326,109</u>
FUNDS	16		
Unrestricted funds		73,650	81,226
Endowment funds		<u>11,196,635</u>	<u>10,244,883</u>
TOTAL FUNDS		<u>11,270,285</u>	<u>10,326,109</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 5 September 2022 and were signed on its behalf by:


Mr A D Brownsword - Trustee

Brownsword Charitable Foundation

Cash Flow Statement
for the Year Ended 31 December 2021

		2021	2020
	Notes	£	as restated £
Cash flows from operating activities			
Cash generated from operations	1	<u>(62,783)</u>	<u>(203,360)</u>
Net cash used in operating activities		<u>(62,783)</u>	<u>(203,360)</u>
Cash flows from financing activities			
Expenditure attributable to endowment		<u>(47,123)</u>	<u>(31,708)</u>
Net cash used in financing activities		<u>(47,123)</u>	<u>(31,708)</u>
Change in cash and cash equivalents in the reporting period		<u>(109,906)</u>	<u>(235,068)</u>
Cash and cash equivalents at the beginning of the reporting period		<u>3,908,871</u>	<u>4,143,939</u>
Cash and cash equivalents at the end of the reporting period		<u>3,798,965</u>	<u>3,908,871</u>

The notes form part of these financial statements

Brownsword Charitable Foundation

Notes to the Cash Flow Statement
for the Year Ended 31 December 2021

1. RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2021	2020 as restated
	£	£
Net income/(expenditure) for the reporting period (as per the Statement of Financial Activities)	944,176	(644,332)
Adjustments for:		
Depreciation charges	23,817	23,817
(Gain)/losses on investments	(1,060,000)	390,000
Expenditure attributable to endowment	47,123	31,708
(Increase)/decrease in debtors	(19,110)	5,708
Increase/(decrease) in creditors	<u>1,211</u>	<u>(10,261)</u>
Net cash used in operations	<u>(62,783)</u>	<u>(203,360)</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.1.21 £	Cash flow £	At 31.12.21 £
Net cash			
Cash at bank and in hand	<u>3,908,871</u>	<u>(109,906)</u>	<u>3,798,965</u>
	<u>3,908,871</u>	<u>(109,906)</u>	<u>3,798,965</u>
Total	<u>3,908,871</u>	<u>(109,906)</u>	<u>3,798,965</u>

The notes form part of these financial statements

Brownsword Charitable Foundation

Notes to the Financial Statements **for the Year Ended 31 December 2021**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, 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 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain assets.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair view'. This departure has involved following the 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) issued on 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The most significant area of adjustment and key assumptions that affect items in the accounts are to do with estimating the fair value of investment properties (see note 11 for more information). Likewise, this is the most significant area of uncertainty that affects the carrying value of assets held by the Charity, in the next period.

Income

Rental income and interest receivable are recognised on an accruals basis.

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.

Grants payable

Grants payable 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 and the amount of the obligation can be measured reliably. Details are given on the face of the statement of financial activities on page 12.

Governance costs

Costs are allocated between direct charitable governance costs and other expenditure according to the nature of the cost. A detailed analysis of the allocation of costs is given on the face of the statement of financial activities on page 18.

Tangible fixed assets

Tangible fixed assets are stated at cost less accumulated depreciation.

Depreciation is calculated on a straight line basis at the following annual rates to write off assets over their estimated useful economic lives:

Property improvements 2%

Freehold property is valued every five years and is shown at the most recent valuation. Any aggregate surplus or deficit arising from changes in market value is transferred to a revaluation reserve.

Investment property

Investment properties are measured initially at cost and subsequently at fair value.

Taxation

The charity is exempt from tax on its charitable activities.

Brownsword Charitable Foundation

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

1. ACCOUNTING POLICIES - continued

Fund accounting

The Charity has various types of funds for which it is responsible, and which require separate disclosure.

These are as follows:

Unrestricted funds

The unrestricted funds are funds that can be used by the Foundation towards operating costs and towards its charitable objects.

Expendable endowment fund

The endowment funds were given on the understanding that they are to be held by the Charity on a long term basis, primarily to support the work of the Charity by generating income or capital growth. The endowment fund is an expendable endowment, meaning that the trustees at their discretion can draw on the capital of the fund when they consider it necessary to support the operational work of the Charity. Expenditure directly attributable to the maintenance or protection of assets in the endowment fund is accounted for as an expense of the endowment fund.

2. INVESTMENT INCOME

	2021	2020 as restated
	£	£
Rental income receivable	234,455	240,548
Interest receivable	<u>384</u>	<u>10,020</u>
	<u>234,839</u>	<u>250,568</u>

3. RAISING FUNDS

Investment management costs

	2021	2020 as restated
	£	£
Bad debt expense	-	14,000
Legal and professional fees	5,838	8,230
Insurance	6,990	4,845
Management fees	6,000	6,000
Repairs and renewals	23,307	31,708
Light and heat	500	329
Depreciation	<u>23,817</u>	<u>23,817</u>
	<u>66,452</u>	<u>88,929</u>

4. GRANTS PAYABLE

	2021	2020 as restated
	£	£
Charitable costs	<u>283,000</u>	<u>414,580</u>

Brownsword Charitable Foundation

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

4. GRANTS PAYABLE - continued

The total grants paid to institutions during the year was as follows:

	2021	2020 as restated
	£	£
Merchant Venturers	2,000	2,000
University of Bath Arts The Edge Project	-	50,000
Forever Friends Appeal for the RUH	200,000	200,000
Royal Dart Sailing Trust	-	500
Bath Abbey	25,000	100,000
Arts Taunton	45,000	36,080
Royal Horticultural Society	5,000	1,000
University of Exeter	-	10,000
Cleveland Pools Bath	-	10,000
Jessie May Trust	-	5,000
Dart Sailability	1,000	-
Bath Festivals Ltd	5,000	-
	<u>283,000</u>	<u>414,580</u>

5. SUPPORT COSTS

	Governance costs £
Support costs	<u>1,211</u>

6. AUDITORS' REMUNERATION

	2021	2020 as restated
	£	£
Fees payable to the charity's auditors for the audit of the charity's financial statements	<u>1,211</u>	<u>1,368</u>

7. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2021 nor for the year ended 31 December 2020.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2021 nor for the year ended 31 December 2020.

8. STAFF COSTS

The charity had no employees in 2021 (2020 - Nil)

Brownsword Charitable Foundation

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2021**

9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund	Endowment fund	Total funds as restated
	£	£	£
INCOME AND ENDOWMENTS FROM			
Investment income	250,568	-	250,568
EXPENDITURE ON			
Raising funds	33,404	55,525	88,929
Charitable activities			
Charitable costs	414,580	-	414,580
Support costs	1,391	-	1,391
Total	449,375	55,525	504,900
Net gains/(losses) on investments	-	(390,000)	(390,000)
NET INCOME/(EXPENDITURE)	(198,807)	(445,525)	(644,332)
Transfers between funds	150,000	(150,000)	-
Net movement in funds	(48,807)	(595,525)	(644,332)
RECONCILIATION OF FUNDS			
Total funds brought forward			
As previously reported	130,033	9,290,408	9,420,441
Prior year adjustment	-	1,550,000	1,550,000
As restated	130,033	10,840,408	10,970,441
TOTAL FUNDS CARRIED FORWARD	81,226	10,244,883	10,326,109

10. PRIOR YEAR ADJUSTMENT

The charity has changed its accounting policy on valuing its investment property. The properties were previously stated at the original market value when they were gifted to the charity in 2011 and no fair value adjustments had been made since this original valuation. The Trustees have decided to apply commercial property indexation to better estimate the fair value. This has increased the value of the property as originally stated at 31 December 2019 by £1,550,000 and has also generated an unrealised investment loss for the year ended to 31 December 2020 of £390,000. The net result of these adjustments is that reserves at 31 December 2020 increased by £1,160,000.

11. TANGIBLE FIXED ASSETS

	Land and buildings £
COST	
At 1 January 2021 and 31 December 2021	2,240,829
DEPRECIATION	
At 1 January 2021	190,534
Charge for year	23,817
At 31 December 2021	214,351
NET BOOK VALUE	
At 31 December 2021	2,026,478
At 31 December 2020	2,050,295

Brownsword Charitable Foundation

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

12. INVESTMENT PROPERTY

	£
FAIR VALUE	
At 1 January 2021	4,350,000
Revaluation	<u>1,060,000</u>
At 31 December 2021	<u>5,410,000</u>
NET BOOK VALUE	
At 31 December 2021	<u>5,410,000</u>
At 31 December 2020	<u>4,350,000</u>

The investment properties were initially valued by Derek Walker, Chartered Surveyor in 2011 and have been adjusted in line with market indexation.

13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020 as restated
	£	£
Debtors	90,027	70,917
Prepayments and accrued income	<u>1,383</u>	<u>1,383</u>
	<u>91,410</u>	<u>72,300</u>

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020 as restated
	£	£
Creditors	1,500	1,500
Accruals and deferred income	<u>55,068</u>	<u>53,857</u>
	<u>56,568</u>	<u>55,357</u>

Deferred Income

Deferred income movement in the year and the prior year are as follows:-

	2021	2020
	£	£
Balance deferred as at 1 January 2021	52,567	62,828
Amount released to incoming resources	(52,567)	(62,828)
Amount deferred in year	<u>52,567</u>	<u>52,567</u>
Balance deferred as at 31 December 2021	<u>52,567</u>	<u>52,567</u>

Brownsword Charitable Foundation

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR - continued

Deferred income comprised services invoiced in advance of the period in which they are to be delivered.

15. ANALYSIS OF NET ASSETS BETWEEN FUNDS

			2021	2020 as restated
	Unrestricted fund £	Endowment fund £	Total funds £	Total funds £
Fixed assets	-	2,026,478	2,026,478	2,050,295
Investments	-	5,410,000	5,410,000	4,350,000
Current assets	130,218	3,760,157	3,890,375	3,981,171
Current liabilities	(56,568)	-	(56,568)	(55,357)
	<u>73,650</u>	<u>11,196,635</u>	<u>11,270,285</u>	<u>10,326,109</u>

The Charity has various types of funds for which it is responsible, and which require separate disclosure. These are as follows:

Unrestricted funds

The unrestricted funds are funds that can be used by the Foundation towards operating costs and towards its charitable objects.

Expendable endowment fund

The endowment funds were given on the understanding that they are to be held by the Charity on a long term basis, primarily to support the work of the Charity by generating income or capital growth. The endowment fund is an expendable endowment, meaning that the trustees at their discretion can draw on the capital of the fund when they consider it necessary to support the operational work of the Charity. Expenditure directly attributable to the maintenance or protection of assets in the endowment fund is accounted for as an expense of the endowment fund.

16. MOVEMENT IN FUNDS

	At 1.1.21 £	Prior year adjustment £	Net movement in funds £	Transfers between funds £	At 31.12.21 £
Unrestricted funds					
General fund	81,226	-	(68,701)	61,125	73,650
Endowment funds					
Expendable endowment	9,084,883	1,160,000	1,012,877	(61,125)	11,196,635
TOTAL FUNDS	<u>9,166,109</u>	<u>1,160,000</u>	<u>944,176</u>	<u>-</u>	<u>11,270,285</u>

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	234,839	(303,540)	-	(68,701)
Endowment funds				
Expendable endowment	-	(47,123)	1,060,000	1,012,877
TOTAL FUNDS	<u>234,839</u>	<u>(350,663)</u>	<u>1,060,000</u>	<u>944,176</u>

Brownsword Charitable Foundation

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2021**

16. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.1.20 £	Prior year adjustment £	Net movement in funds £	Transfers between funds £	At 31.12.20 £
Unrestricted funds					
General fund	130,033	-	(198,807)	150,000	81,226
Endowment funds					
Expendable endowment	9,290,408	1,550,000	(445,525)	(150,000)	10,244,883
TOTAL FUNDS	<u>9,420,441</u>	<u>1,550,000</u>	<u>(644,332)</u>	<u>-</u>	<u>10,326,109</u>

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	250,568	(449,375)	-	(198,807)
Endowment funds				
Expendable endowment	-	(55,525)	(390,000)	(445,525)
TOTAL FUNDS	<u>250,568</u>	<u>(504,900)</u>	<u>(390,000)</u>	<u>(644,332)</u>

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

	At 1.1.20 £	Prior year adjustment £	Net movement in funds £	Transfers between funds £	At 31.12.21 £
Unrestricted funds					
General fund	130,033	-	(267,508)	211,125	73,650
Endowment funds					
Expendable endowment	9,290,408	2,710,000	567,352	(211,125)	12,356,635
TOTAL FUNDS	<u>9,420,441</u>	<u>2,710,000</u>	<u>299,844</u>	<u>-</u>	<u>12,430,285</u>

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	485,407	(752,915)	-	(267,508)
Endowment funds				
Expendable endowment	-	(102,648)	670,000	567,352
TOTAL FUNDS	<u>485,407</u>	<u>(855,563)</u>	<u>670,000</u>	<u>299,844</u>

Brownsword Charitable Foundation

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

17. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 December 2021.

Brownsword Charitable Foundation

Detailed Statement of Financial Activities
for the Year Ended 31 December 2021

	2021	2020
	£	as restated £
INCOME AND ENDOWMENTS		
Investment income		
Rental income receivable	234,455	240,548
Interest receivable	<u>384</u>	<u>10,020</u>
	<u>234,839</u>	<u>250,568</u>
Total incoming resources	234,839	250,568
EXPENDITURE		
Investment management costs		
Bad debt expense	-	14,000
Legal and professional fees	5,838	8,230
Insurance	6,990	4,845
Management fees	6,000	6,000
Repairs and renewals	23,307	31,708
Light and heat	500	329
Depreciation of freehold property	<u>23,817</u>	<u>23,817</u>
	66,452	88,929
Charitable activities		
Grants to institutions	283,000	414,580
Support costs		
Finance		
Bank charges	-	23
Governance costs		
Auditors' remuneration	<u>1,211</u>	<u>1,368</u>
Total resources expended	<u>350,663</u>	<u>504,900</u>
Net expenditure	<u>(115,824)</u>	<u>(254,332)</u>

This page does not form part of the statutory financial statements

Accounts

Report of the Trustees and
Financial Statements
for the Year Ended 31 December 2020
for
Brownsword Charitable Foundation

MHA Monahans
Statutory Auditor
Chartered Accountants
Lennox House
3 Pierrepont Street
Bath
Somerset
BA1 1LB

Brownsword Charitable Foundation

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for the Year Ended 31 December 2020

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Brownsword Charitable Foundation

Report of the Trustees **for the Year Ended 31 December 2020**

The trustees present their report with the financial statements of the charity for the year ended 31 December 2020. 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 2019).

OBJECTIVES AND ACTIVITIES

Objectives

In shaping our objectives for the year and planning our activities, the trustees have considered the Charity Commission's guidelines on public benefit.

The objects of the Charity are to make donations to such charitable institution or institutions at such time or times and in such a manner that the Trustees may in their absolute discretion think fit.

The Board of Trustees reaffirmed at a meeting on 24 November 2020 that for the next three years the broad priority areas would be:

- Children and Young People
- The Arts
- The Elderly
- Community and Neighbourhood Work
- Physical and Learning Difficulties
- Educational Projects
- Medical Projects

It is anticipated that the majority of donations will be restricted to the Bath area.

The trustees are aware of the public benefit provisions of the Charities Act 2011 and of the guidance on them published by the Charity Commission. They are satisfied that the objects of the Charity and the activities of the Charity are within the definitions of Charitable Purposes as set down in the Act. The trustees are not aware of any public detriment caused by the Charity's objects or activities, and nor are they aware of anyone receiving any private benefit from the Charity's activities.

The Foundation makes grants solely to other charities, each of which will make an appropriate statement as to how they achieve their aims for public benefit. Interested parties may wish to consult the Trustees' Reports of those organisations independently for further details.

As expected, the Foundation has made similar amounts in grants in 2020 compared to 2019. It is anticipated that grants will continue to be made at a broadly similar level in 2021. The Foundation's planned grants include to a local hospital, a University Arts Faculty and an Abbey.

FINANCIAL REVIEW

Review of transactions and financial position

During the year, the charity received income of £250,568 (2019: £293,933), mainly interest, £10,020 (2019: £25,267) and rent receivable, £240,548 (2019: £268,666). The trustees considered a number of grant applications during the year and donations were made to ten charities.

Investment policy and reserves

The policy of Trustees is to retain reserves in cash. All cash reserves are held in an interest bearing account. At 31 December 2020 the total unrestricted distributable reserves held by the charity were £3,883,395.

The Trustees purchased No 1A Royal Crescent for a sum of £1,050,000 on 31 October 2006. Planning permission was granted 24 March 2011. Work commenced on 9 January 2012 and Practical Completion was issued on 19 November 2013. A lease at a peppercorn rent to the Bath Preservation Trust commenced on 3 December 2012. The Museum was officially re-opened on 21 June 2013.

On 23 June 2011 Andrew Brownsword donated three freehold properties (but with four distinct tenants) to the Foundation. These are accounted as long term commercial property investments with long standing tenants.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity's objects and provisions are regulated by a trust deed dated 11 June 1992. The charity's registered charity number is 1012615.

Brownsword Charitable Foundation

Report of the Trustees
for the Year Ended 31 December 2020

STRUCTURE, GOVERNANCE AND MANAGEMENT

Organisation of the charity

The trustees have met whenever they needed to review applications for grants. Decisions are made when the trustees have reached a unanimous agreement. The charity is administered in Bath by Nicholas Burrows, under the supervision of the trustees.

Recruitment and training of new trustees

Should a need arise to appoint new or additional trustees, consideration will be given to the experience and credibility of the candidate.

New trustees will be given every opportunity to spend time with other officers of the Foundation and will be inducted on the procedures and practices accordingly. Specific training will be tailored to the individual's needs and requirements.

Risk management

The Trustees have reviewed the charity's activities and assessed the opportunities available to the charity and the risks to which it is exposed. As a result of this process, the trustees have a risk management strategy which comprises of an annual review of the risk which the charity may face; the establishment of procedures to mitigate those risks identified during the annual risk review; and the implementation of procedures designed to minimise any potential impact on the charity should any of those risks materialise.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

1012615

Principal address

4 Queen Square
Bath
BA1 2HA

Trustees

Mr A D Brownsword
Mrs C J Brownsword (resigned 24.11.20)
Mr R F Calleja
Mr P Matthews
Ms A Brownsword-Matthews (appointed 24.11.20)

Auditors

MHA Monahans
Statutory Auditor
Chartered Accountants
Lennox House
3 Pierrepont Street
Bath
Somerset
BA1 1LB

Banking

The charity holds current and investment accounts with the National Westminster Bank. The branch address is PO Box 4349, Worthing, BN11 3EQ.

APPOINTMENT OF AUDITORS

A resolution to reappoint of MHA Monahans as auditors will be proposed at the Annual General Meeting.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Brownsword Charitable Foundation

Report of the Trustees
for the Year Ended 31 December 2020

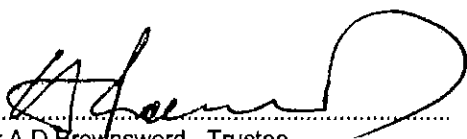
STATEMENT OF TRUSTEES' RESPONSIBILITIES - continued

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed 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 charity and of the incoming resources and application of resources, including the income and expenditure, of the charity 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 charity 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 charity and to enable them 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. They are 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.

Approved by order of the board of trustees on 19 OCTOBER 2021 and signed on its behalf by:



Mr A D Brownsword - Trustee

**Report of the Independent Auditors to the Trustees of
Brownsword Charitable Foundation**

Opinion

We have audited the financial statements of Brownsword Charitable Foundation (the 'charity') for the year ended 31 December 2020 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement 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 charity's affairs as at 31 December 2020 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 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 charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

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

Other Information

The 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 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 where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

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

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the financial statements which 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 charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Report of the Independent Auditors to the Trustees of
Brownsword Charitable Foundation

Our responsibilities for the audit of the financial statements

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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.

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

Based on our understanding of the charity and sector, we identified that the principal risks of non-compliance with laws and regulations related to charity legislation, and we considered the extent to which non-compliance might have a material effect on the financial statements of the charity. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Charities Statement of Recommended Practice.

We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to potential lack of segregation of duties, bookkeeping errors and management bias in accounting estimates and judgemental areas of the financial statements. Audit procedures performed by the audit engagement team included:

- Enquiry of management and those charged with governance about any known or suspected instances of non-compliance with laws and regulations and fraud;
- Reviewing minutes of meetings of those charged with governance and any correspondence with The Charity Commission;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing analytical procedures to identify any unusual or unexpected relationship that might indicate a risk of material misstatement due to fraud;
- Performing audit work over the risk of management override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for bias.

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 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.



MHA Monahans
Statutory Auditor
Chartered Accountants
Lennox House
3 Pierrepont Street
Bath
Somerset
BA1 1LB

Date: 21/10/2021

Brownsword Charitable Foundation

Statement of Financial Activities
for the Year Ended 31 December 2020

	Notes	Unrestricted fund £	Endowment fund £	2020 Total funds £	2019 Total funds £
INCOME AND ENDOWMENTS FROM					
Investment Income	2	250,568	-	250,568	293,933
EXPENDITURE ON					
Raising funds	3	33,404	55,525	88,929	42,687
Charitable activities					
Charitable costs		414,580	-	414,580	443,780
Support costs		1,391	-	1,391	1,362
Total		<u>449,375</u>	<u>55,525</u>	<u>504,900</u>	<u>487,829</u>
NET INCOME/(EXPENDITURE)		(198,807)	(55,525)	(254,332)	(193,896)
Transfers between funds	15	<u>150,000</u>	<u>(150,000)</u>	<u>-</u>	<u>-</u>
Net movement in funds		(48,807)	(205,525)	(254,332)	(193,896)
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>130,033</u>	<u>9,290,408</u>	<u>9,420,441</u>	<u>9,614,337</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>81,226</u></u>	<u><u>9,084,883</u></u>	<u><u>9,166,109</u></u>	<u><u>9,420,441</u></u>

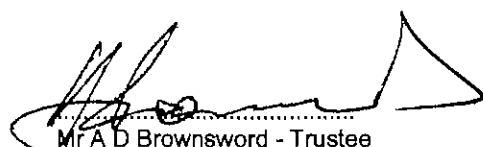
The notes form part of these financial statements

Brownsword Charitable Foundation

Balance Sheet
31 December 2020

	Notes	2020 £	2019 £
FIXED ASSETS			
Tangible assets	10	2,050,295	2,074,112
Investment property	11	<u>3,190,000</u>	<u>3,190,000</u>
		5,240,295	5,264,112
CURRENT ASSETS			
Debtors	12	72,300	78,008
Cash at bank		<u>3,908,871</u>	<u>4,143,939</u>
		3,981,171	4,221,947
CREDITORS			
Amounts falling due within one year	13	(55,357)	(65,618)
NET CURRENT ASSETS		<u>3,925,814</u>	<u>4,156,329</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		9,166,109	9,420,441
NET ASSETS		<u>9,166,109</u>	<u>9,420,441</u>
FUNDS	15		
Unrestricted funds		81,226	130,033
Endowment funds		<u>9,084,883</u>	<u>9,290,408</u>
TOTAL FUNDS		<u>9,166,109</u>	<u>9,420,441</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 19 October 2021 and were signed on its behalf by:


Mr A D Brownsword - Trustee

Brownsword Charitable Foundation

Cash Flow Statement
for the Year Ended 31 December 2020

	Notes	2020 £	2019 £
Cash flows from operating activities			
Cash generated from operations	1	<u>(203,360)</u>	<u>(135,409)</u>
Net cash used in operating activities		<u>(203,360)</u>	<u>(135,409)</u>
Cash flows from financing activities			
Expenditure attributable to endowment		<u>(31,708)</u>	<u>-</u>
Net cash (used in)/provided by financing activities		<u>(31,708)</u>	<u>-</u>
		<u>-</u>	<u>-</u>
Change in cash and cash equivalents in the reporting period		(235,068)	(135,409)
Cash and cash equivalents at the beginning of the reporting period		<u>4,143,939</u>	<u>4,279,348</u>
Cash and cash equivalents at the end of the reporting period		<u><u>3,908,871</u></u>	<u><u>4,143,939</u></u>

The notes form part of these financial statements

Brownsword Charitable Foundation

**Notes to the Cash Flow Statement
for the Year Ended 31 December 2020**

1. RECONCILIATION OF NET EXPENDITURE TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2020 £	2019 £
Net expenditure for the reporting period (as per the Statement of Financial Activities)	(254,332)	(193,896)
Adjustments for:		
Depreciation charges	23,817	23,817
Expenditure attributable to endowment	31,708	-
Decrease in debtors	5,708	11,324
(Decrease)/Increase in creditors	<u>(10,261)</u>	<u>23,346</u>
Net cash used in operations	<u><u>(203,360)</u></u>	<u><u>(135,409)</u></u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.1.20 £	Cash flow £	At 31.12.20 £
Net cash			
Cash at bank and in hand	<u>4,143,939</u>	<u>(235,068)</u>	<u>3,908,871</u>
	<u>4,143,939</u>	<u>(235,068)</u>	<u>3,908,871</u>
Total	<u><u>4,143,939</u></u>	<u><u>(235,068)</u></u>	<u><u>3,908,871</u></u>

The notes form part of these financial statements

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, 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 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain assets.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair view'. This departure has involved following the 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) issued on 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

Income

Rental income and interest receivable are recognised on an accruals basis.

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.

Grants payable

Grants payable are accounted for when paid by the charity. Details are given on the face of the statement of financial activities on page 12.

Governance costs

Costs are allocated between direct charitable governance costs and other expenditure according to the nature of the cost. A detailed analysis of the allocation of costs is given on the face of the statement of financial activities on page 18.

Tangible fixed assets

Tangible fixed assets are stated at cost less accumulated depreciation.

Depreciation is calculated on a straight line basis at the following annual rates to write off assets over their estimated useful economic lives:

Property improvements 2%

Freehold property is valued every five years and is shown at the most recent valuation. Any aggregate surplus or deficit arising from changes in market value is transferred to a revaluation reserve.

Investment property

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is recognised in the Statement of Financial Activities.

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

The Charity has various types of funds for which it is responsible, and which require separate disclosure. These are as follows:

Unrestricted funds

The unrestricted funds are funds that can be used by the Foundation towards operating costs and towards its charitable objects.

Brownsword Charitable Foundation

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2020**

1. ACCOUNTING POLICIES - continued

Fund accounting

Expendable endowment fund

The endowment funds were given on the understanding that they are to be held by the Charity on a long term basis, primarily to support the work of the Charity by generating income or capital growth. The endowment fund is an expendable endowment, meaning that the trustees at their discretion can draw on the capital of the fund when they consider it necessary to support the operational work of the Charity. Expenditure directly attributable to the maintenance or protection of assets in the endowment fund is accounted for as an expense of the endowment fund.

2. INVESTMENT INCOME

	2020	2019
	£	£
Rental Income receivable	240,548	268,666
Interest receivable	<u>10,020</u>	<u>25,267</u>
	<u>250,568</u>	<u>293,933</u>

3. RAISING FUNDS

Investment management costs

	2020	2019
	£	£
Bad debt expense	14,000	-
Legal and professional fees	8,230	2,400
Insurance	4,845	4,470
Management fees	6,000	12,000
Repairs and renewals	31,708	-
Light and heat	329	-
Depreciation	<u>23,817</u>	<u>23,817</u>
	<u>88,929</u>	<u>42,687</u>

4. GRANTS PAYABLE

	2020	2019
	£	£
Charitable costs	<u>414,580</u>	<u>443,780</u>

The total grants paid to institutions during the year was as follows:

	2020	2019
	£	£
Merchant Venturers	2,000	2,000
Chagford PCC - Bells Appeal	-	1,000
University of Bath Arts The Edge Project	50,000	-
Forever Friends Appeal for the RUH	200,000	200,000
Royal Dart Sailing Trust	500	500
Bath Abbey	100,000	200,000
Arts Taunton	36,080	17,500
Royal Horticultural Society	1,000	4,280
St John Ambulance	-	10,000
The Gunmakers	-	2,000
Stoke Gabriel Scout Group	-	3,000
Brainwave	-	1,000
Teenage Cancer Trust	-	2,000
Whizz Kidz	-	500
University of Exeter	10,000	-
Cleveland Pools Bath	10,000	-
Jessie May Trust	<u>5,000</u>	<u>-</u>
	<u>414,580</u>	<u>443,780</u>

Brownsword Charitable Foundation

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2020**

5. SUPPORT COSTS

	Finance £	Governance costs £	Totals £
Support costs	<u>23</u>	<u>1,368</u>	<u>1,391</u>

6. AUDITORS' REMUNERATION

	2020 £	2019 £
Fees payable to the charity's auditors for the audit of the charity's financial statements	<u>1,368</u>	<u>1,362</u>

7. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2020 nor for the year ended 31 December 2019.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2020 nor for the year ended 31 December 2019.

8. STAFF COSTS

The charity had no employees in 2021 (2020 - Nil)

9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Endowment fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Investment income	293,933	-	293,933
EXPENDITURE ON			
Raising funds	42,687	-	42,687
Charitable activities			
Charitable costs	443,780	-	443,780
Support costs	1,362	-	1,362
Total	<u>487,829</u>	<u>-</u>	<u>487,829</u>
NET INCOME/(EXPENDITURE)	<u>(193,896)</u>	<u>-</u>	<u>(193,896)</u>
RECONCILIATION OF FUNDS			
Total funds brought forward	323,929	9,290,408	9,614,337
TOTAL FUNDS CARRIED FORWARD	<u>130,033</u>	<u>9,290,408</u>	<u>9,420,441</u>

Brownsword Charitable Foundation

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2020**

10. TANGIBLE FIXED ASSETS

	Land and buildings £
COST	
At 1 January 2020 and 31 December 2020	<u>2,240,829</u>
DEPRECIATION	
At 1 January 2020	166,717
Charge for year	<u>23,817</u>
At 31 December 2020	<u>190,534</u>
NET BOOK VALUE	
At 31 December 2020	<u>2,050,295</u>
At 31 December 2019	<u>2,074,112</u>

11. INVESTMENT PROPERTY

	£
FAIR VALUE	
At 1 January 2020 and 31 December 2020	<u>3,190,000</u>
NET BOOK VALUE	
At 31 December 2020	<u>3,190,000</u>
At 31 December 2019	<u>3,190,000</u>

The Investment properties were valued by Derek Walker, Chartered Surveyor.

12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020	2019
	£	£
Debtors	70,917	76,625
Prepayments and accrued income	<u>1,383</u>	<u>1,383</u>
	<u>72,300</u>	<u>78,008</u>

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020	2019
	£	£
Creditors	1,500	1,500
Accruals and deferred income	<u>53,857</u>	<u>64,118</u>
	<u>55,357</u>	<u>65,618</u>

Deferred Income

Deferred income movement in the year and the prior year are as follows:-

	2020	2019
	£	£
Balance deferred as at 1 January 2019	64,118	40,772
Amount released to Incoming resources	(10,262)	-
Amount deferred in year	<u>-</u>	<u>23,346</u>
Balance deferred as at 31 December 2020	<u>53,857</u>	<u>64,118</u>

Deferred income comprised services invoiced in advance of the period in which they are to be delivered.

Brownsword Charitable Foundation

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2020**

14. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted fund £	Endowment fund £	2020 Total funds £	2019 Total funds £
Fixed assets	-	2,050,295	2,050,295	2,074,112
Investments	-	3,190,000	3,190,000	3,190,000
Current assets	136,583	3,844,588	3,981,171	4,221,947
Current liabilities	(55,357)	-	(55,357)	(65,618)
	<u>81,226</u>	<u>9,084,883</u>	<u>9,166,109</u>	<u>9,420,441</u>

The Charity has various types of funds for which it is responsible, and which require separate disclosure. These are as follows:

Unrestricted funds

The unrestricted funds are funds that can be used by the Foundation towards operating costs and towards its charitable objects.

Expendable endowment fund

The endowment funds were given on the understanding that they are to be held by the Charity on a long term basis, primarily to support the work of the Charity by generating income or capital growth. The endowment fund is an expendable endowment, meaning that the trustees at their discretion can draw on the capital of the fund when they consider it necessary to support the operational work of the Charity. Expenditure directly attributable to the maintenance or protection of assets in the endowment fund is accounted for as an expense of the endowment fund.

In the period ending 31 December 2020 a transfer of £150,000 was made from the expendable endowment fund to the unrestricted fund. This was approved by the trustees as a contribution to the operational costs of the Charity.

15. MOVEMENT IN FUNDS

	At 1.1.20 £	Net movement in funds £	Transfers between funds £	At 31.12.20 £
Unrestricted funds				
General fund	130,033	(198,807)	150,000	81,226
Endowment funds				
Expendable endowment	9,290,408	(55,525)	(150,000)	9,084,883
TOTAL FUNDS	<u>9,420,441</u>	<u>(254,332)</u>	<u>-</u>	<u>9,166,109</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	250,568	(449,375)	(198,807)
Endowment funds			
Expendable endowment	-	(55,525)	(55,525)
TOTAL FUNDS	<u>250,568</u>	<u>(504,900)</u>	<u>(254,332)</u>

Brownsword Charitable Foundation

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2020**

15. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.1.19 £	Net movement in funds £	At 31.12.19 £
Unrestricted funds			
General fund	323,929	(193,896)	130,033
Endowment funds			
Expendable endowment	9,290,408	-	9,290,408
TOTAL FUNDS	<u>9,614,337</u>	<u>(193,896)</u>	<u>9,420,441</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	293,933	(487,829)	(193,896)
TOTAL FUNDS	<u>293,933</u>	<u>(487,829)</u>	<u>(193,896)</u>

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

	At 1.1.19 £	Net movement in funds £	Transfers between funds £	At 31.12.20 £
Unrestricted funds				
General fund	323,929	(392,703)	150,000	81,226
Endowment funds				
Expendable endowment	9,290,408	(55,525)	(150,000)	9,084,883
TOTAL FUNDS	<u>9,614,337</u>	<u>(448,228)</u>	<u>-</u>	<u>9,166,109</u>

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 £	Movement in funds £
Unrestricted funds			
General fund	544,501	(937,204)	(392,703)
Endowment funds			
Expendable endowment	-	(55,525)	(55,525)
TOTAL FUNDS	<u>544,501</u>	<u>(992,729)</u>	<u>(448,228)</u>

Brownsword Charitable Foundation

Notes to the Financial Statements - continued
for the Year Ended 31 December 2020

16. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 December 2020.

Brownsword Charitable Foundation

Detailed Statement of Financial Activities
for the Year Ended 31 December 2020

	2020 £	2019 £
INCOME AND ENDOWMENTS		
Investment Income		
Rental Income receivable	240,548	268,666
Interest receivable	<u>10,020</u>	<u>25,267</u>
	<u>250,568</u>	<u>293,933</u>
Total Incoming resources	250,568	293,933
EXPENDITURE		
Investment management costs		
Bad debt expense	14,000	-
Legal and professional fees	8,230	2,400
Insurance	4,845	4,470
Management fees	6,000	12,000
Repairs and renewals	31,708	-
Light and heat	329	-
Depreciation of freehold property	<u>23,817</u>	<u>23,817</u>
	88,929	42,687
Charitable activities		
Grants to Institutions	414,580	443,780
Support costs		
Finance		
Bank charges	23	-
Governance costs		
Auditors' remuneration	<u>1,368</u>	<u>1,362</u>
Total resources expended	<u>504,900</u>	<u>487,829</u>
Net expenditure	<u>(254,332)</u>	<u>(193,896)</u>