DERBYSHIRE COMMUNITY FOUNDATION

England & Wales · Charity number 1039485

Details

Other names	DCF, Foundation Derbyshire
Status	Registered
Legal form	Charitable company
Company number	02893759
Registered	1994-07-18
Register	View on the Charity Commission register

Contact

Address	Foundation Derbyshire Unit 2 Heritage Business Centre Derby Road Belper Derbyshire DE56 1SW
Phone	01773525860
Email	hello@foundationderbyshire.org
Website	www.foundationderbyshire.org

Activities

Objects: FOR THE SUPPORT OR PROMOTION OF ANY CHARITABLE PURPOSES FOR THE RELIEF OF POVERTY, THE ADVANCEMENT OF EDUCATION (INCLUDING TRAINING FOR EMPLOYMENT OR WORK), THE ADVANCEMENT OF RELIGION OR ANY OTHER EXCLUSIVELY CHARITABLE PURPOSES IN THE UNITED KINGDOM OR ELSEWHERE WHICH ARE IN THE OPINION OF THE TRUSTEES BENEFICIAL TO THE COMMUNITY WITH A PREFERENCE FOR THOSE IN DERBYSHIRE

Activities: Derbyshire Community Foundation (operating as Foundation Derbyshire) is building an endowment fund that provides vital grant funding to voluntary and community groups, in order to tackle disadvantage and enhance the quality of life in Derbyshire. Foundation Derbyshire also distributes grants across Derbyshire on behalf of other funders and organisations.

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Classification

- **How:** Makes Grants To Individuals, Makes Grants To Organisations
- **What:** General Charitable Purposes
- **Who:** Children/young People, Elderly/old People, People With Disabilities, People Of A Particular Ethnic Or Racial Origin, Other Charities Or Voluntary Bodies, Other Defined Groups

Geography

- **Area of benefit:** COUNTY OF DERBYSHIRE
- Derby City
- Derbyshire

Finances

Period end	Income	Expenditure	Assets	Employees
2025-03-31	£1,116,865	£1,189,909	£10,400,176	3
2024-03-31	£1,221,260	£1,150,968	£10,579,891	3
2023-03-31	£909,477	£665,004	£9,796,336	3
2022-03-31	£1,562,535	£673,462	£10,049,300	3
2021-03-31	£2,121,087	£1,859,035	£8,762,978	4

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Trustees

Name	Role	Appointed
OLIVER STEPHENSON	Chair	2014-11-12
Alison Haswell Williams		2018-02-12
Andrew Cochrane		2018-02-12
Anthony John Butler OBE		2025-11-10
Christopher Birds		2025-11-10
George Palmer		2025-11-10
Gurmail Raju		2021-05-10
Hayley Reindl		2025-11-10
JANE LOUISE GERARD-PEARSE		2020-08-03
Kathryn Elizabeth Pugh		2023-10-09
Michael McDermott		2025-11-10
Nick Hodgson		2015-02-02
Stephen Gordon		2021-11-08
William Edward John Speed		2025-11-10
William Walter Raleigh Kerr		2014-11-12

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DERBYSHIRE COMMUNITY FOUNDATION

England & Wales - Charity number 1039485

Accounts

Registered number: 02893759
Charity number: 1039485

DERBYSHIRE COMMUNITY FOUNDATION

(A Company Limited by Guarantee)

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2025

Document ID: 0c08c8524bcdbc144279cb7b5874a9eb03271993e89592973c7c5f7bcab236d6

DERBYSHIRE COMMUNITY FOUNDATION

(A Company Limited by Guarantee)

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DERBYSHIRE COMMUNITY FOUNDATION

(A Company Limited by Guarantee)

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITABLE COMPANY, ITS TRUSTEES AND ADVISERS

FOR THE YEAR ENDED 31 MARCH 2025

Trustees	Oliver Stephenson, Chair William Kerr, Treasurer Philip Bloxham Andrew Cochrane Jane Gerard-Pearse Stephen Gordon Nick Hodgson David Palmer (resigned 30 July 2025) Peter Pimm Kathryn Pugh Gurmail Raju Sheila Taylor Alison Williams
Company registered number	02893759
Charity registered number	1039485
Registered office	Unit 2 Heritage Business Centre Derby Road Belper Derbyshire DE56 1SW
Chief executive officer	Rachael Grime
Independent auditor	BHP LLP Chartered Accountants Statutory Auditors One Waterside Place Basin Square Brimington Road Chesterfield Derbyshire S41 7FH
Bankers	Royal Bank of Scotland plc 34 King Street Belper Derbyshire DE56 1PS
Solicitors	Geldards Number One Pride Place Pride Park Derby DE24 8QR

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REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITABLE COMPANY, ITS TRUSTEES AND ADVISERS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

Patron	The Duke of Devonshire KCVO, CBE, DL
President	Brian Ashby Sir Richard FitzHerbert Bt - President Emeritus
Investment managers	Cazenove Capital 1 London Wall Place London EC2Y 5AU Rathbone Brothers plc Temple Point 1 Temple Row Birmingham B2 5LG CCLA Senator House 85 Queen Victoria Street London EC4V 4ET

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CHAIR'S STATEMENT

FOR THE YEAR ENDED 31 MARCH 2025

The chair presents his statement for the year.

Reflecting on the past 12 months, the financial and other difficulties that habitually challenge those with disadvantage continue unabated. Derby's and Derbyshire's small charitable groups are constantly seeking monetary support, and as the reputation of Foundation Derbyshire continually grows, the number of applicants making themselves known to the executive team appears to be burgeoning.

Foundation Derbyshire is well known as a first source of funding for many of the county's grass root organisations. The service that our team offers is much more than being 'just about money'. They are also supportive friends, and we know that the Belper office have so many words of support, advice and companionship for those who apply to us.

This has been another year in which we have received extremely kind donations to our endowment. These have helped sustain the value of the balance sheet, whilst investment growth was muted in the 12 month period to March 25. Currently, I am pleased to say that we feel financially robust, and additionally I know that by March 26 we will be able to advise on some further significant gifts to the Foundation which will really boost our 'fire power'.

I am delighted to report that for the year ended 31st March 2025:

- The number of endowed funds under our management is 71.
- A total of £927,000 was granted to applicants during the year.
- The value of all the endowed funds is £9.5 million.
- Our balance sheet shows Total Net Assets at £10.4 million.

I would like to acknowledge the exceptional relationship that we enjoy with Derbyshire County Council, the latter utilising our services for distribution of financial aid to causes in need throughout the county. During the year DCC used our network for £350,000's worth of grant giving, mostly to food banks as part of their mission to tackle hardship within our region.

As ever, within the county, we are immensely grateful for the strong relationships that we enjoy with the Lord Lieutenant and with the High Sheriff. Annually, we offer assistance to the Lieutenancy's King's Award for Voluntary Service, introducing and assisting charities as they make applications to KAVS.

Ian Morgan was an enormously popular High Sheriff and supported the Foundation on numerous occasions, not least during a blind wine tasting competition at which the Foundation's Chair came last! He held a splendid Legal Service at Derby Cathedral, and monies raised at both these events were directed in the Foundation's direction. We are now enjoying Sir Richard FitzHerbert's shrieval year, into which he has been injecting a huge amount of energy, care and fun. Derbyshire is so lucky to have so many wonderful High Sheriffs.

On 12th November 2024, the Foundation hosted a successful event at the Cavendish Hall, Edensor. We were fortunate to enjoy an 'interview' with celebrated potter Emma Bridgewater, in front of an audience of 130 guests. The interview was perfectly carried out by Karen Cochrane, and our initial introduction to Emma Bridgewater was through Griselda Kerr. We owe them a debt of gratitude. Events such as these remind us of the great many friendships that we have, with guests travelling to see us from every corner of the county.

At the Belper office the executive management of Rachael Grime, Sarah Stainthorpe, Misbah Ramzan and Vicki Martin makes up the invaluable team upon whom so many rely. In the summer of 2025, we further boosted the team with two additional members, Amanda Melbourne and Nikola Smith, as a result of the ever-increasing amount of application work requiring our attention at the office.

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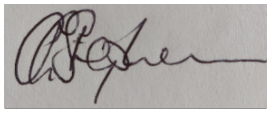
CHAIR'S STATEMENT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

In August 2025, David Palmer stepped down as a Trustee, after serving eight years on the Board. We are all immensely grateful for the commitment and care that David gave to the Foundation during this time and the contribution he has made to our growth and development. During the next three years we will experience successive retirements, not least the Treasurer William Kerr's, and my own. Since late 2024 the Board have been working on a succession project and we know that by the end of 2025 we will be enjoying the wisdom and input of several new Trustees. 2025-26 is going to be an exciting time on the Board, and everyone is looking forward to that immensely.

I would like to thank everyone who plays a part within the subcommittees of Foundation Derbyshire, and especially I wish to thank the Friends of Foundation Derbyshire who make monthly contributions to us. These gifts are always appreciated. It is so good to know that our many friends and supporters are there for us, throughout the entire county of Derbyshire.

May I particularly thank Rachael Grime, Foundation Derbyshire's Chief Executive who manages the Foundation with expertise, wisdom and diligence. We are, as ever, exceptionally grateful to her.



Signer ID: SHF6MROGH7...

Oliver Stephenson
Chairman
Date: 11/11/2025 GMT

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TRUSTEES' REPORT

FOR THE YEAR ENDED 31 MARCH 2025

The trustees present their annual report together with the audited financial statements of the charitable company for the 1 April 2024 to 31 March 2025. The Annual Report serves the purposes of both a trustees' report and a directors' report under company law. The trustees confirm that the Annual Report and financial statements of the charitable company comply with the current statutory requirements, the requirements of the charitable company's governing document and the provisions of the Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019).

Since the charitable company qualifies as small under section 382 of the Companies Act 2006, the Strategic Report required of medium and large companies under the Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 has been omitted.

Objectives and activities

a. Policies and objectives

Derbyshire Community Foundation (operating as Foundation Derbyshire) ("the Foundation") is an independent Derbyshire based registered charity. Our vision is to see a culture of giving at the heart of life in Derbyshire, helping to create a county where communities are strong, civil society is valued and all individuals have the opportunity to fulfil their potential and be treated fairly and with respect.

The charitable objects of the Foundation, as defined in its Memorandum and Articles of Association are to support or promote exclusively charitable purposes which in the opinion of Trustees are beneficial to the community, with a preference for those in Derbyshire.

When reviewing the Foundation's charitable objectives and deciding what activities the Foundation should undertake, the Trustees give due consideration to general guidance published by the Charity Commission relating to public benefit, including the guidance "Public benefit: running a charity (PB2).

The Trustees are satisfied that these objects meet the appropriate charitable purposes as defined by the Charities Act 2011. Given that public benefit is an intrinsic part of the Foundation's objectives and activities, additional information on its delivery is provided throughout the body of this report.

b. Strategies for achieving objectives

The Foundation's over arching mission is three-fold:

- To build a multi-purpose endowment that provides a growing and sustainable source of funding that can meet the needs of today and anticipated and unexpected future needs
- To grow philanthropy in Derbyshire by enabling anyone to be a philanthropist; in life, through a legacy, establishing a named fund or through collective giving.
- To make grants creatively and effectively for both our grant recipients and funders, creating the bridge between people who care about and can give to their local community and the wide range of grassroots groups and charities that work to tackle disadvantage, address need & improve the quality of life in our county.

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Objectives and activities (continued)

Our current strategic plan has distilled the organisation's Vision and Mission into two key objectives, namely:

1. To build on our position as the county's trusted philanthropic enabler and advisor, a fair and intelligent grant-maker and a professional manager of charitable funds

2. To ensure our grantmaking is:
   - Relevant, supportive & equitable, reflecting & meeting the needs of the communities we serve and targeting priority areas and issues.
   - Pre-emptive as well as responsive and supportive.

c. Activities undertaken to achieve objectives

The main activity we undertake to deliver our objectives is providing a range of tailor-made grant making services to help donors bring about change by channelling their charitable giving, in a tax efficient way, into Derbyshire. We offer donors:

- the versatility to assist a wide range of causes, including children, older people, sport, arts and culture, the environment and community development;
- the means to improve quality of life and help to build stronger communities across the county in perpetuity;
- a countywide knowledge that helps us to identify those most in need and enable donors to reach grass roots projects that might not otherwise find the funds they need.

By linking local donors with local needs in this way, we are able to deliver public benefit in a sustainable way, by using an endowment based giving model to address both the problems of today and the issues facing future generations.

The Foundation also augments its grantmaking activity and impact by distributing funds on behalf of companies, individuals and other charities, through a variety of grant making programmes.

Our other objective focuses on the quality of our grant making, which is effectively our bridge between the people who care about the local community and the wide range of groups and individuals that need their help. A key element of our strategy for maintaining and strengthening this "bridge" is to listen to and learn from our stakeholders, to ensure that our grantmaking is informed by, relevant to and meets the needs of the communities we serve and enabling people with detailed local knowledge and lived experience to contribute to decision making.

Achievements and performance

a. Main achievements of the charitable company

- 260 grants awarded totalling £927k
- Endowed funds totalling £9.5 million as at 31 March 2025
- Over 7,800 grants totalling almost £20.35 million have now been awarded since the Foundation was established in 1996
- 71 endowed funds now under Foundation Derbyshire's management

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Achievements and performance (continued)

b. Review of activities

2024/25 was a strong and steady year for Foundation Derbyshire, in terms of both its grantmaking and endowment building.

However, global volatilities and uncertainties continued to take their pervasive toll in our city, towns and villages, resulting in an ongoing “triple threat” of falling income, rising costs and increased demand, to a voluntary and community sector already at breaking point and still reeling from the impact of the pandemic. In these challenging times, the role that Foundation Derbyshire plays continued to be as crucial as ever.

Thankfully, we were able to broadly maintain last year’s level of grant making (at over £926k), due in large part to £368k of funding from Derbyshire County Council for Food Banks and Food Access projects.

Grant application levels continued to break records during the year and the increased demand for the funding we have available resulted in the number of partial grants rising by 15%, to just over a third of total grants awarded. Although not ideal, providing partial awards, where appropriate, gives donors the flexibility and capacity to “stretch” their philanthropy and to reach as many beneficiaries as possible. The increase in the number of partial grants awarded has also enabled us to keep our success rate high at 95% (up from 93% in 2023/24). However, with more groups than ever turning to the Foundation for help, competition levels will continue to rise and we therefore anticipate more groups receiving partial awards and/or rejection rates increasing unless and until grantmaking funds and programmes are secured.

All of this makes the role of our dedicated team of voluntary grant panel members even more difficult and crucial and we thank them, as always, for giving so freely of their time, insight and understanding of our local community and voluntary sector, to ensure that our grantmaking decisions and policies continue to be informed and apposite.

Groups and organisations working to tackle poverty received 42% (£392k) of funding during the year, due in large part to the £357k of grants that we were able to award from Derbyshire County Council’s Food Access Programme.

In November, we welcomed new and existing friends and supporters to an evening “in conversation” with Emma Bridgewater, the renowned pottery designer, at Cavendish Hall in Edensor. The event provided us with an opportunity to showcase the work of the Foundation and an insight into Emma’s own inspiration and motivation and how her company has created over 400 jobs, preserved traditional skills and breathed life into its local community.

In December, The Missing Act, an exhibition of work created by our ninth Jonathan Vickers Fine Art Award artist, Max Gimson, opened at Derby Museum and Art Gallery, before moving to Mall Galleries, London in March 2025. The Missing Act is a collection of new paintings by Max, in response to the people, culture, heritage and landscape of Derbyshire and the culmination of a nine month residency based at the University of Derby’s Banks Mill Studios. In addition to working on his collection of work, Max also contributed ten days of teaching/engagement within the University of Derby’s BA (Hons) Fine Art programme and helped us with a first for the Award; an audio description of the collection, making each painting accessible for people who are blind, partially sighted or neuro divergent or for anyone that wants to use the descriptions to enjoy the work.

We were also delighted to continue our support of Derbyshire’s Shrievalty during 2024/25 and thank Ian Morgan for his fundraising and support of the community and voluntary sector during his year as High Sheriff.

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Achievements and performance (continued)

c. Grantmaking

The Foundation delivers public benefit for the residents of Derbyshire and Derby City, through the provision of grant funding. In 2024/25, £927k of funds were distributed throughout Derbyshire (2023/24: £933k), bringing the total value of grants made by the Foundation, since its establishment in 1996, to £20.35 million.

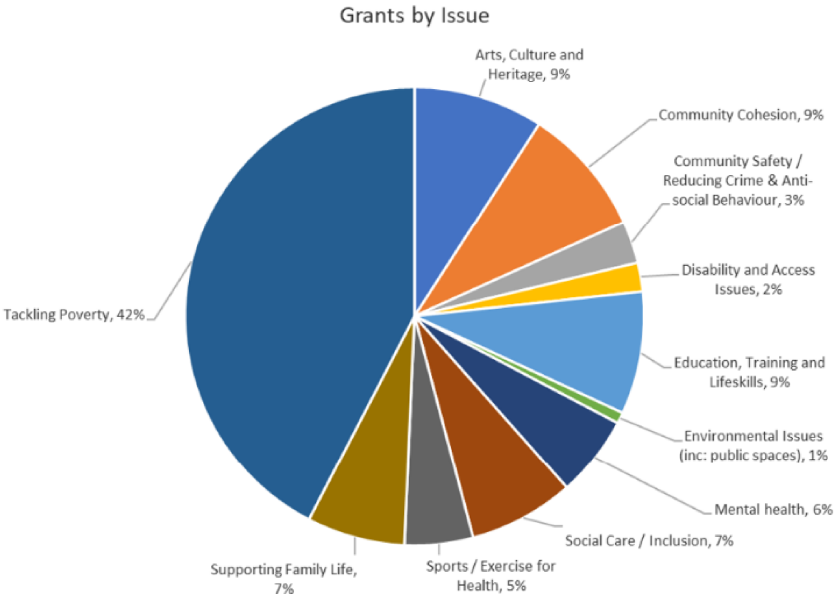
Of the 260 grants awarded during the year, 32 grants (totalling £472k) were in excess of £7,000, reflecting the larger grants that have been distributed during the year on behalf of Derbyshire County Council, supporting food banks and food access projects across Derbyshire County.

43% of grants awarded during the year (totalling £394k) were from our 71 named funds that have been established by generous individuals, families and organisations who want to make a difference and whose grant making criteria reflects their own charitable objectives and the issues and/or areas of Derbyshire that they care about.

Smaller donations, and gifts from donors that do not want to establish a separate named fund, are held within our General Fund. This Fund has no specific priorities and therefore has the flexibility to respond to emerging issues and fund activities that might not meet the criteria of our donor directed funds.

As a result, our funds support a wide and diverse range of issues and activities, from supporting carers, survivors of domestic abuse and isolated elderly residents to providing the people of Derbyshire with access to music, sport, advice, childcare, transport, counselling and a host of other services.

The breadth of our grantmaking by primary issue is shown in the chart below:



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Achievements and performance (continued)

Tackling Poverty accounted for 42% of our grantmaking in 2024-25, a reflection of the impact of the cost-of-living crisis and also £357k of Foodbank funding distributed on behalf of Derbyshire County Council during the year.

Stripping out the Derbyshire County Council funding reveals that grant spend by primary issue remains broadly in line with previous years.

Measuring Impact and Understanding Need

Measuring the impact of our grantmaking is a vital part of ensuring that the Foundation continues to be relevant and responsive and not only addresses the need in our county but is able to inspire and inform our donors and funders.

Understanding the challenges and issues within our communities starts at the very beginning of the Foundation's grant application process, when all groups are encouraged to talk to us about their ideas and projects. Our rigorous assessment then enables us to draw out further information on the need that is being met and our bespoke data base (specifically designed for grant making bodies) enables us to generate visual geographic mapping of deprivation levels, down to LSOA* level

*(Lower-layer Super Output Areas are small areas designed to be of a similar population size, with an average of approximately 1,500 residents or 650 households. There are 32,844 Lower-layer Super Output Areas (LSOAs) in England.

End of grant monitoring provides additional information on the impact of our grantmaking and the difference it has made. As well as reporting on financial spend, this is a group's chance to tell us how the project went and for us to capture case studies. An "Influence the Funder" section asks for feedback from grant recipients on the ongoing challenges that a group and the communities it serves might be facing. In addition, grant recipients are surveyed on a regular basis and representatives from our district Councils for Voluntary Service ("CVS"s) are represented on our Grants Committee, ensuring their knowledge of the local voluntary and community sector informs our decision making and policy.

This on the ground, lived experience and intelligence is also vital when interpreting the statistical data that we gather on application levels, grantmaking by district, primary issues addressed, groups/project size (reserve levels and income) and indices of multiple deprivation. For example, the IMD ranking for any grant can only be based on a single postcode (usually that of the applicant group) and not the myriad individuals and communities that are being supported. Notwithstanding this, hard data plays an invaluable role in flagging areas and issues where additional focus and resource may be needed.

Our impact measurement and needs analysis information is reviewed at quarterly Grants Committee and Board meetings and provides an opportunity for staff and Trustees to identify trends, as well as spot early warning signs, emerging communities in need and gaps in our provision.

This in turn feeds into our grantmaking strategy and policies, from the philanthropic advice we give to our donors through to how and where we allocate our own resources.

There are estimated to be over 5,000 voluntary and community organisations operating across Derbyshire, including formally registered organisations, such as charities, social enterprises and co-operatives, and a large number of 'below the radar' organisations that are not formally registered or incorporated.

*Centre for Social Justice 2024

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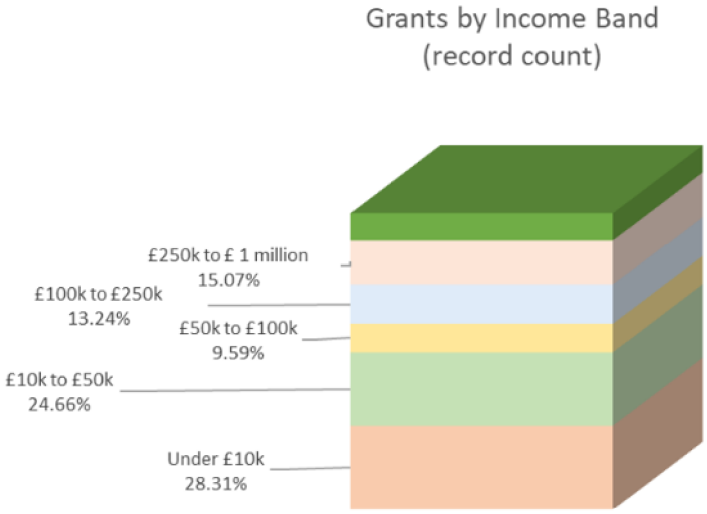
Achievements and performance (continued)

Nationally, approximately 50% of organisations are micro in size (annual income under £10,000) but receive only 1% of national voluntary sector income. Indeed, some 85% of all funding goes to just 4% of charities*. And while national charities play a vital role, they often don't reach our local communities and are therefore only a very small part of the charitable work that support and maintains communities here in Derbyshire. It is therefore at this grassroots level where the Foundation's grantmaking can and does make a real difference across Derbyshire.

As can be seen from the below chart, 28% of our grantmaking in 2024/25 went to groups with an annual income of under £10,000 and more than 62% of our grantmaking went to groups with annual income of under £100k.



Funding surgeries held across the City and County continue to be a key and effective way of communicating the availability of grants and how to apply for them to potential recipients. During 2024/25 nine community outreach events were organised or attended, including funding surgeries, workshops and presentations for other infrastructure organisations.

d. Equity, Diversity & Inclusion

Foundation Derbyshire is committed to ensuring that the values of equity, diversity, inclusion (EDI) and respect for all inform and are embedded into everything that we do.

EDI is a key element of the Foundation's strategic plan and work continued throughout the year to support the Foundation's Board of Trustees and Staff Team to not only fulfil their EDI obligations but to go beyond the legal requirements and understand, promote and implement greater diversity, equity and inclusion and ensure that everyone feels involved and included in our plans, programmes and activities. As part of this work, Diversity Marketplace were invited to deliver a training session with the Board of Trustees during the year on diversity, inclusion and unconscious bias.

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Achievements and performance (continued)

e. Volunteers

The Foundation aims to maximise the quality of public benefit delivered by involving members of the public in our grant making decisions. The Foundation has recruited a number of grant advisors (volunteers who live in their panel area and are involved in and have a strong understanding of the voluntary and community sector) as members of the Foundation's grants committee, to attend meetings and advise on our grant making policy.

This helps us to ensure that funding is directed where it is most needed and that all bids are considered in accordance with the Foundation's constitutional objectives, the criteria of our funders and donors and the priorities of the communities we are here to support.

The Foundation also manages a number of fund specific panels. Our panels continued to meet during the year, both virtually and in person, and the Board thanks all panel members for their ongoing commitment and contribution to the Foundation, during these challenging times.

f. UKCF

We continue our membership of the national body for community foundations, UKCF, which continues to lobby at a national government and corporate level, in order to promote the capabilities of our national network.
During the year we continued to avail of the benefits that UKCF membership brings including:

- Monthly meetings for community foundation CEOs to share best practice and network developments
- Chair and Trustee Days
- Quality Accreditation (the sixth iteration of which is being worked towards by all UK community foundations during 2025)

g. Fund development activity

Our grantmaking is made possible by the generosity of local people, corporates, funders and charitable trusts who recognise the invaluable work that is being done at a grassroots level and use our expertise and local knowledge to invest in their local communities and find and fund those groups that need their help the most.

Building on our position as the county's trusted philanthropic enabler and advisor continues to be a key priority for the Foundation, as is strengthening and developing the service that we offer to our existing donors, to ensure that their experience of giving through the Foundation is rewarding.

A key initiative that we have reported on in recent years has been a series of feedback sessions with Trustees, that enable donors to share their thoughts about the Foundation in a peer to peer setting and provide us with invaluable insight into why our donors give through the Foundation, the things we do well and the improvements we can make. The results of the first round of these sessions (undertaken during 2023/24) have invaluably informed our donor services, marketing and communications. A second round with a different cohort of donors was completed during the year and the results will be used as part of our strategic planning in 2025/26.

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Achievements and performance (continued)

Enabling donors to see, first hand, the impact that their philanthropy is having in their local communities is a highly important aspect of our work. Eight "Seeing is Believing" visits to funded groups took place during the year, along with five "feedback" presentations by groups to donor panels, explaining the difference that their grant funding has made, either via a short video or by meeting the panels in person. The year-round newsletters, case studies and monitoring feedback that we share with Donor panels continue to be well received and enable our volunteer panel members to understand and appreciate the results of their decision making.

Social Media continues to play an important role in communicating the work of the Foundation to both existing and potential grant recipients and donors. Around 930 subscribers receive our e-newsletter and we have over 2,400 followers on X (formerly know as Twitter), 936 Facebook and 388 Instagram followers. Post year end the decision has been taken to leave X and instead use the LinkedIn platform to communicate with our stakeholders.

The website continues to perform exceptionally well, showing strong growth in active users and engagement compared to the previous year. Active users increased by 12.6%, with a significant portion of this growth coming from new users. Organic search remains a key driver of traffic, demonstrating a healthy 6.7% increase and confirming the website's strong visibility. Visitors are spending more time and viewing more pages on the site, with a 15.2% increase in pages viewed per session, indicating visitors are finding more of the content valuable. Reach has expanded in the UK and internationally, suggesting possible opportunities for broader outreach. The data shows the website continues to perform well on both desktop and mobile devices.

Our Friends of Foundation Derbyshire scheme continues to be a vital source of funding that enables us to invest in and improve our services. During the year our Friends donated over £9k, to help us cover our day to day costs and develop our growth, and we thank them all for their invaluable and ongoing support of our work.

h. Foundation Derbyshire Friends

Barbara Ball
Joanne & Tim Basford
Edward Cadogan
Andrew Cochrane
Lady Chichester
Emma Curzon
Bob Graham
Alexandra Hayward
Bill & Gillian Hutchinson
William and Griselda Kerr
Longcliffe Quarries
Matthew Montague Architects
Ian Morgan
David Pinder
Louise Potter
Barbi Rodger
Robert Shields
Charles Stephenson
Fiona Stephenson
Oliver Stephenson
Elizabeth Tarling
Tony Walker

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Achievements and performance (continued)

Foundation Derbyshire Lifetime Friends

Duncan Ashby	Bill & Gillian Hutchinson
Peter Ashworth	James Litchfield
Helen Bishop	Derek & Karen Mapp
Arthur Blackwood	Nick Mirfin
Jeremy Bowler	Lady Marion Morris
Paul Broadhead	Mel Morris
David Coleman	John Nicholson
Mike Copestake	David & Lucy Palmer
Chris Endsor	Robert Shields
Deborah Fern	Rex Stone
Sir Richard FitzHerbert	Brigadier Edward Wilkinson
Peter Gadsby	John Wilson
Michael Hall	Robin Wood
Roger Hollick	

Financial review

a. Results for the year

Unrestricted Funds

Management fee income of £47.3k was broadly in line with 2023/24 (at £48.6k), due primarily to grant programmes continuing to be distributed on behalf of Derbyshire County Council.

£15.2k of unrestricted donations, £7.1k of investment income and net administration fees of £195.2k from endowed funds resulted in an operating surplus of £32.1k. This left unrestricted reserves at £324k as at 31 March 2025 (31 March 2024: £292k).

Restricted Funds

Foodbank funding totalling £368k from Derbyshire County Council was the main contributor to £491.5k of Restricted Income during the year.

Net grantmaking of £921.2k combined with £379.3k of distributable income transferred from endowed funds to restricted funds during the year (in accordance with the Foundation's Total Return policy), left a restricted fund balance unspent at 31 March 2025 of £574.9k, £50.3k lower than the balance at 31 March 2024.

This end of year restricted fund balance relates to funds which have not fully distributed their grant making capacity and will be available for grant distribution during 2025/26.

Endowment Fund

£205.1k of new endowed funds were secured during the year.

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Volatile market performance resulted in the Foundation's investments returning an unrealised loss for the year of £106.7k (2023/24: £713.3k gain). Investment income (interest, dividends and rental income) of £350.7k during the year, helped to offset endowment expenses (investment management costs and expenses relating to our investment property) of £36.2k and £574.5k of distributions (relating to transfers under the Foundation's Total Return Policy) and resulted in a £161.5k decrease in endowed funds during the year to £9.50 million (2023/24: £9.66 million).

b. Reserves policy

The reserves policy was revised in 2007 to reflect a target level of a minimum of four months running costs equating to £77,527. This revision reflected the increased timescales and potential costs of winding down the much larger organisation. Free reserves as at 31 March 2025 were £201,583 (2024: £173,142).

c. Investments policy

Under the Memorandum and Articles of Association, Derbyshire Community Foundation has the power to invest any funds not immediately required for the furtherance of its objects in such investments, securities or property as may be thought fit.

The investment objectives remain as:-

(a) the creation of a sufficient financial return to enable the Foundation to carry out its purposes effectively and without interruption, and
(b) to maintain and, if possible, enhance the value of the Foundation's investment funds whilst they are invested,
(c) to obtain a reasonable balance between capital growth and income so that the Foundation can meet future as well as current need;
(d) to avoid investments that the Board of Trustees considers to be unduly risky.

The Trustees have delegated their investment powers to appointed investment managers (currently Rathbones, Cazenove Capital Management and CCLA) on a discretionary basis. In addition, the Office for Civil Society requires that CCLA manage a small portion of the Foundation's endowment (£436.4k as at 31 March 2025) under the Community First programme.

The investment manager is responsible for carrying out all day-to-day investment decisions including acquisition and realisation of investments. The investment manager is required to exercise the power to give effect to the principles as contained in the Foundation's Investment Policy and, in particular, must have regard to the need for diversification and suitability of investments selected.

Whilst the Trustees are not involved in the day-to-day operation of the investment portfolio and do not directly influence attainment of a performance target, they assess performance quarterly.

In addition, the appointment of investment managers is reviewed at least every five years by the Trustees.

Investment policy remains to secure a balance between income and capital growth, with a minimum requirement of a 6% total return to support our agreed spending policy.

As at 30 September 2025 the value of the Foundation's investment portfolio was £11,079k (as at the balance sheet date of 31 March 2025: £10,133k).

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d. Going concern

The Trustees have prepared forecasts of income and expenditure to 31 March 2028 and subjected these to sensitivity analysis. These show they have sufficient reserves and cash to continue in operational existence for the foreseeable future. Further details regarding the adoption of the going concern basis can be found in the accounting policies.

e. Principal risks and uncertainties

The Foundation has developed a Risk Management Register that details the risks to which the charity is exposed in the key areas of governance, finance, personnel, grant making, donor services, management, environment and premises.

Along with the potential impact of those risks, the probability of them occurring and the mitigating action required is also outlined, to assist with:

a) regulatory compliance;
b) achieving the charity's aims more effectively;
c) ensuring that significant risks are known and monitored, thereby enabling trustees to make a more effective contribution; and
d) improved forward planning.

Major risks to which the Foundation is currently exposed and systems or procedures established to manage those risks are:

1. Loss of revenue / discontinuation of major donation(s)
   The Foundation's strategic planning process is on a three year rolling basis and donor care and development is a key element of this process. In addition, the Finance Committee monitors investment performance and reviews appropriateness of Total Return Policy distribution levels on an ongoing basis. Budgets are established at the beginning of each financial year and reviewed quarterly by the Finance Committee, along with cash flow and P&L performance.

2. Stock Market volatility and/or poor performance
   The Foundation utilises the services of three investment managers in order to mitigate poor investment management performance and monitors their performance closely (including face to face meetings every 6 months). In addition, the appropriateness of distribution levels is reviewed alongside investment performance information.

3. Inadequate planning/forecasting
   An annual Board/Senior Management Strategy session ensures that both staff and Trustees are involved in setting targets and that these are not only relevant but that an appropriate balance between realistic and challenging is maintained.

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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2025

Structure, governance and management

a. Constitution

The charitable company is limited by guarantee without having a share capital and the liability of the members is limited to £1 each. The charitable company is governed by its Memorandum and Articles of Association and is a registered charity.

b. Methods of appointment or election of trustees

As of the 2010 AGM, at which amendments to the Articles of Association were approved, Trustees serve for a four year term. Trustees must retire at the AGM following their completion of four years' service, but may stand for re-election, subject to a maximum of three consecutive four-year terms.

To ensure that board transparency and effectiveness are not compromised, re-election is subject to satisfactory performance and the achievement of minimum performance standards.

The Board has the power at any time to appoint any person to be a Trustee, either to fill a casual vacancy or as an addition to the existing Trustees, subject to the total number of Trustees at any time not exceeding sixteen. Any Trustee appointed holds office only until the next following AGM, and then becomes eligible for re election.

New Trustees are found from the contacts and networks of existing Trustees. The Board regularly undertakes skills audits, in order to identify skills gaps amongst existing Trustees and to enable it to seek new Trustees with the skills and experience to fill these gaps.

c. Organisational structure and decision-making policies

The Board of Trustees administers the charity. The Board meets quarterly and there are sub-committees covering Finance, Development, Grant Making and EDI.

The Chief Executive is appointed by the Trustees and manages the day to day operations of the charity, working within terms of delegation, approved by the Trustees, for operational matters including finance, employment, fund development and grant making related activities.

d. Policies adopted for the induction and training of trustees

New Trustees attend an induction meeting, at which they are briefed on their legal obligations under charity and company law, the content of the Memorandum and Articles of Association, the committees and decision making processes, the business plan, staffing structure and recent financial performance of the charity.

e. Governance and management

The Board of Trustees plays an important part in fulfilling the Foundation's purpose and vision. Our goal continues to be that we maximise public benefit by ensuring that we:

- embrace and reflect the whole community that we serve;
- function effectively within the terms of a modern and relevant code of governance;
- promote the commitment and satisfaction of those who serve on it; and
- help the Foundation achieve its objectives.

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Structure, governance and management (continued)

A Board skills audit is conducted on a regular basis and is used to inform the Trustee recruitment process. The Board is committed to ensuring that new Trustees have the skills and expertise required for the future growth and development of the Foundation and are reflective of the communities that we serve.

The Foundation now employs a core staff of one full time and three part time employees (2.93 FTE) and continues to manage a significant grants budget and increasing number of named endowment funds. To enable us to maintain our efficiency and probity, ongoing work on our infrastructure, including policies, operational standards and management practice, continued as an ongoing priority.

Remuneration of key management personnel is reviewed on an annual basis by the Foundation's Finance Committee and their recommendations are then submitted to the Board for approval.

f. Employees

The Trustees would like to formally express their appreciation to all employees and the members of our grant making panels for their contribution to another successful year.

g. Trustees

The Trustees who have held office during the year are listed on page 1.

The Board thanks all members for their contribution to another successful year for Derbyshire Community Foundation.

h. Fundraising standards information

The Foundation does not use professional fund-raisers or commercial participators to carry out fundraising activities on its behalf and does not use direct marketing, telephone, doorstep or on-street fundraising.

The charity has been registered with the Fundraising Regulator since May 2021 and is therefore subject to an undertaking to be bound by a voluntary scheme for regulating fund-raising, or voluntary standard for fund-raising in respect of its activities.

The Foundation has developed a Donor Care policy that sets out the practices and commitment we make to all of our supporters, as part of our fundraising ethos and working practice.

Plans for future periods

Our Strategic Plan continues to be used as the basis of the action plan and progress against targets is reported to, and reviewed at, quarterly Board meetings.

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Plans for future periods (continued)

The current strategic plan was the subject of several Trustee Strategic planning sessions with senior staff when it was agreed that our overarching strategic objectives remain relevant and fit for purpose for the 2023 – 2027 period, namely:

- Build on Foundation Derbyshire's position as the county's trusted philanthropic enabler and advisor, a fair and intelligent grant-maker and a professional manager of charitable funds
- Ensure our grantmaking is:
    a. Relevant, supportive & equitable - reflecting & meeting the needs of the communities we serve and targeting priority areas and issues.
    b. Pre-emptive as well as responsive and supportive.

This strategic review also focused on the projects and actions that are needed to deliver these objectives over this four year period and the most appropriate measures of our success. Work on a Strategic Plan that will take the organisation through to 2030/31 will begin during 2025/26.

Statement of trustees' responsibilities

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

Company law requires the trustees to prepare financial statements for each financial . Under company law, the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP (FRS 102);
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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

Disclosure of information to auditor

So far as the trustees are aware:

- there is no relevant audit information of which the charity's auditor is unaware, and
- the trustees have taken all the steps that they ought to have taken in order to be aware of any relevant audit information and to establish that the auditor is aware of that information.

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Auditor

The auditor, BHP LLP, has indicated their willingness to continue in office. The designated trustees will propose a motion reappointing the auditor at a meeting of the trustees.

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

William Kerr

Signer ID: UOS82TH9EU...

.....

William Kerr
Treasurer
Date: 11/11/2025 GMT

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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF DERBYSHIRE COMMUNITY FOUNDATION

Opinion

We have audited the financial statements of Derbyshire Community Foundation (the 'charitable company') for the year ended 31 March 2025, which comprise the statement of financial activities, the balance sheet, the statement of cash flows and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2025, and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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 charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

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

Other information

The other information comprises the information included in the trustees' report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be 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.

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Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report, which includes the directors' report prepared for the purposes of company law, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report included within the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report included within the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies' regime and take advantage of the small companies' exemptions in preparing the directors' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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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:

- the senior statutory auditor ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified the laws and regulations applicable to the charitable company through discussions with Trustees and other management, and from our knowledge and experience of the sector;
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the charitable company, including Companies Act 2006, Charities Act 2011, employment law and data protection laws;
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence; and
- we ensured identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the entity's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud; and
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we

- performed analytical procedures to identify any unusual or unexpected relationships;
- tested journal entries to identify unusual transactions;
- assessed whether judgements and assumptions made in determining the accounting estimates were indicative of potential bias; and
- investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to underlying supporting documentation;
- review of legal expenses;
- reading the minutes of meetings of those charged with governance; and
- enquiring of management as to actual and potential litigation and claims.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities is available on the FRC's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

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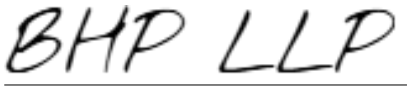
Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Signer ID: MN4ILSDMBK...
Nicola O'Sullivan (Senior statutory auditor)

for and on behalf of

BHP LLP
Chartered Accountants
Statutory Auditor
One Waterside Place
Basin Square
Brimington Road
Chesterfield
Derbyshire
S41 7FH

Date: 13/11/2025 GMT

Document ID: 0c08c8524bcdbc144279cb7b5874a9eb03271993e89592973c7c5f7bcab236d6

STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)

FOR THE YEAR ENDED 31 MARCH 2025

	Note	Unrestricted funds 2025 £	Restricted funds 2025 £	Endowment funds 2025 £	Total funds 2025 £	Total funds 2024 £
Income and endowments from:						
Donations and legacies	4	**15,172**	**483,142**	**205,114**	**703,428**	832,983
Charitable activities	5	**47,273**	**-**	**-**	**47,273**	48,637
Other trading activities	6	**-**	**8,346**	**-**	**8,346**	200
Investments	7	**7,100**	**-**	**350,718**	**357,818**	339,440
Total income and endowments		**69,545**	**491,488**	**555,832**	**1,116,865**	1,221,260
Expenditure on:						
Raising funds	8	**17,108**	**-**	**36,176**	**53,284**	44,818
Charitable activities	8	**215,474**	**921,151**	**-**	**1,136,625**	1,106,150
Total expenditure		**232,582**	**921,151**	**36,176**	**1,189,909**	1,150,968
Net (expenditure)/ income before net gains/ (losses) on investments		**(163,037)**	**(429,663)**	**519,656**	**(73,044)**	70,292
Net (losses)/gains on investments	16	**-**	**-**	**(106,671)**	**(106,671)**	713,263
Net (expenditure)/ income		**(163,037)**	**(429,663)**	**412,985**	**(179,715)**	783,555
Transfers between funds	21	**195,168**	**379,323**	**(574,491)**	**-**	-
Net movement in funds		**32,131**	**(50,340)**	**(161,506)**	**(179,715)**	783,555
Reconciliation of funds:						
Total funds brought forward		**291,999**	**625,215**	**9,662,677**	**10,579,891**	9,796,336
Net movement in funds		**32,131**	**(50,340)**	**(161,506)**	**(179,715)**	783,555
Total funds carried forward		**324,130**	**574,875**	**9,501,171**	**10,400,176**	10,579,891

The Statement of Financial Activities complies with the requirements for an income and expenditure account under the Companies Act 2006 and includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

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DERBYSHIRE COMMUNITY FOUNDATION

(A Company Limited by Guarantee)
REGISTERED NUMBER: 02893759

BALANCE SHEET
AS AT 31 MARCH 2025

	Note		2025 £		2024 £
Fixed assets					
Tangible assets	14		**170,996**		171,940
Heritage assets	15		**79,526**		79,526
Investments	16		**10,133,192**		10,433,809
Investment property	17		**15,000**		15,000
			10,398,714		10,700,275
Current assets					
Debtors	18	**74,760**		20,538	
Cash at bank and in hand		**101,111**		137,434	
		175,871		157,972	
Current liabilities					
Creditors: amounts falling due within one year	19	**(114,898)**		(213,872)	
Net current assets / liabilites			**60,973**		(55,900)
Total assets less current liabilities			**10,459,687**		10,644,375
Creditors: amounts falling due after more than one year	20		**(59,511)**		(64,484)
Total net assets			**10,400,176**		10,579,891
Charity funds					
Endowment funds (includes revaluation reserve of £2,364,640 (2024: £2,564,995)	21		**9,501,171**		9,662,677
Restricted funds	21		**574,875**		625,215
Unrestricted funds	21		**324,130**		291,999
Total funds			**10,400,176**		10,579,891

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BALANCE SHEET (CONTINUED)
AS AT 31 MARCH 2025

The trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

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

The financial statements were approved and authorised for issue by the trustees and signed on their behalf by:

William Kerr

Signer ID: UOS82TH9EU...

William Kerr
Treasurer
Date: 11/11/2025 GMT

The notes on pages 28 to 56 form part of these financial statements.

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DERBYSHIRE COMMUNITY FOUNDATION

(A Company Limited by Guarantee)

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MARCH 2025

	Note	2025 £	2024 £
Cash flows from operating activities			
Net cash used in operating activities	24	**(582,867)**	(311,245)
Cash flows from investing activities			
Dividends, interest and rents from investments		**357,818**	339,440
Purchase of tangible fixed assets		**(586)**	(458)
Proceeds from sale of investments		**941,955**	751,613
Purchase of investments		**(833,048)**	(876,749)
Net cash provided by investing activities		**466,139**	**213,846**
Cash flows from financing activities			
Repayments of borrowings		**(4,634)**	(4,335)
Net cash used in financing activities		**(4,634)**	**(4,335)**
Change in cash and cash equivalents in the year		**(121,362)**	**(101,734)**
Cash and cash equivalents at the beginning of the year		**246,690**	348,424
Cash and cash equivalents at the end of the year	25	**125,328**	246,690

Document ID: 0c08c8524bcdbc144279cb7b5874a9eb03271993e89592973c7c5f7bcab236d6

1. General information

The charitable company is a company limited by guarantee incorporated in England and Wales. The members of the company are the trustees named on page 1. In the event of the charitable company being wound up, the liability in respect of the guarantee is limited to £1 per member of the charitable company.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements 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 January 2019), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Derbyshire Community Foundation meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

The financial statements are presented in sterling, which is the functional currency of the charity, and rounded to the nearest £1.

2.2 Going concern

The Trustees have prepared forecasts of income and expenditure to 31 March 2027 and subjected these to sensitivity analysis. These show they have sufficient reserves and cash to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements.

2.3 Income

All income is recognised once the charitable company has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

The recognition of income from legacies is dependent on establishing entitlement, the probability of receipt and the ability to estimate with sufficient accuracy the amount receivable. Evidence of entitlement to a legacy exists when the charitable company has sufficient evidence that a gift has been left to them (through knowledge of the existence of a valid will and the death of the benefactor) and the executor is satisfied that the property in question will not be required to satisfy claims in the estate. Receipt of a legacy must be recognised when it is probable that it will be received and the fair value of the amount receivable, which will generally be the expected cash amount to be distributed to the charitable company, can be reliably measured.

Grants are included in the Statement of Financial Activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance Sheet. Where income is received in advance of entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

Where the donated good is a fixed asset, it is measured at fair value, unless it is impractical to measure this

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2. Accounting policies (continued)

2.3 Income (continued)

reliably, in which case the cost of the item to the donor should be used. The gain is recognised as income from donations and a corresponding amount is included in the appropriate fixed asset class and depreciated over the useful economic life in accordance with the charitable company's accounting policies.

Interest and dividends are included in the financial statements on an accruals basis. Tax recoverable on the above is accounted for on a receivable basis.

Investment income is allocated to restricted or unrestricted funds by reference to the nature of the underlying funds generating the income.

2.4 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources.

Raising funds costs are those incurred in seeking the voluntary contributions and do not include the costs of disseminating information in support of the charitable activities. Investment management fees are also included under this heading.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the charitable company's objectives, as well as any associated support costs.

Grants payable are recognised as expenditure when the commitment is made.

All expenditure is inclusive of irrecoverable VAT.

2.5 Taxation

The charitable company is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charitable company is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

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2. Accounting policies (continued)

2.6 Tangible fixed assets and depreciation

Tangible fixed assets costing £300 or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives.

Depreciation is provided on the following basis:

Freehold property	-		no depreciation (see note below)
Office equipment	-	20%	straight line
Computer equipment	-	20%	straight line

No depreciation has been charged on freehold property as in the view of the Trustees, based on the estimated residual value and a useful economical life of 25 years, the annual depreciation charge would be immaterial.

2.7 Heritage assets

Artwork is capitalised at its value on donation or insurance valuation. No depreciation is provided as the residual value is considered to be at least equal to the valuation. Any excess of market value (i.e. insurance value) over the value on donation is credited to the Statement of Financial Activities.

Heritage assets are reviewed for evidence of impairment annually. In the view of the trustees, this is reasonable when considering the condition of the artwork and its potential for resale and/ or generating income.

2.8 Investments

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance Sheet date, unless the value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and presented as 'Gains/(Losses) on investments' in the Statement of Financial Activities.

Investments held as fixed assets are shown at cost less provision for impairment.

2.9 Investment property

Investment properties are included in the balance sheet at their open market value in accordance with FRS 102 and are not depreciated.

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2. Accounting policies (continued)

2.10 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

2.11 Cash at bank and in hand

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

2.12 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance Sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the charitable company anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the Statement of Financial Activities as a finance cost.

2.13 Financial instruments

The charitable company only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

2.14 Operating leases

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the lease term.

2.15 Pensions

The charitable company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the charitable company to the fund in respect of the year.

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2. Accounting policies (continued)

2.16 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charitable company and which have not been designated for other purposes.

Endowment funds represent those assets which are expendable by the charity. Income arising on the endowment funds is included as endowment income. Any capital gains or losses arising on the investments form part of the fund. Investment management charges and legal advice relating to the fund are charged against the fund.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charitable company for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income, gains and losses are allocated to the appropriate fund.

2.17 Employee benefits

When employees have rendered service to the charity, short-term employee benefits to which the employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service.

***3.* Critical accounting estimates and areas of judgement**

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical accounting estimates and assumptions:

The charitable company makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

Allocation of investment income, management costs and gains/ losses - these are allocated to funds by reference to the nature of the underlying funds which generated the income, incurred the costs or made the gain/ loss. Any misallocation could result in a material misstatement of fund balances and impact free reserves reported in these financial statements.

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4. Income from donations and legacies

	Unrestricted funds 2025 £	Restricted funds 2025 £	Endowment funds 2025 £	Total funds 2025 £	Total funds 2024 £
Donations	**15,172**	**-**	**193,357**	**208,529**	346,973
Legacies	**-**	**-**	**11,757**	**11,757**	30,610
Grants	**-**	**483,142**	**-**	**483,142**	455,400
	15,172	**483,142**	**205,114**	**703,428**	832,983
Total 2024	9,040	513,615	310,328	832,983	

5. Income from charitable activities

	Unrestricted funds 2025 £	Total funds 2025 £	Total funds 2024 £
Administration fees	**47,273**	**47,273**	48,637
Total 2024	48,637	48,637	

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6. Other trading activities

Income from fundraising events

	Restricted funds 2025 £	Total funds 2025 £	Total funds 2024 £
Contribution and commission for Jonathan Vickers Fine Art Awards	**8,346**	**8,346**	200
Total 2024	200	200	

7. Investment income

	Unrestricted funds 2025 £	Endowment funds 2025 £	Total funds 2025 £	Total funds 2024 £
Rental income	**-**	**130**	**130**	-
Bank interest and dividends received	**7,100**	**350,588**	**357,688**	339,440
	7,100	**350,718**	**357,818**	339,440
Total 2024	14,015	325,425	339,440	

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8. Expenditure by fund

	Unrestricted funds 2025 £	Restricted funds 2025 £	Endowment funds 2025 £	Total funds 2025 £	Total funds 2024 £
Expenditure on raising funds					
Fundraising (note 9)	**17,108**	**-**	**-**	**17,108**	12,665
Investment management fees	**-**	**-**	**36,176**	**36,176**	32,153
	17,108	**-**	**36,176**	**53,284**	44,818
Expenditure on charitable activities					
Grants payable/ restricted fund expenditure (note 11)	**-**	**921,151**	**-**	**921,151**	922,967
Support costs (note 9)	**208,617**	**-**	**-**	**208,617**	176,445
Management and admin (note 9)	**6,857**	**-**	**-**	**6,857**	6,738
	215,474	**921,151**	**-**	**1,136,625**	1,106,150
Total 2025	**232,582**	**921,151**	**36,176**	**1,189,909**	1,150,968
Total 2024	195,848	922,967	32,153	1,150,968	

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9. Expenditure - fundraising, support costs and management and admin

	Support costs 2025 £	Management and admin 2025 £	Fundraising 2025 £	Total funds 2025 £	Total funds 2024 £
Wages and salaries	**110,711**	**59**	**10,519**	**121,289**	89,896
Other staff costs	**1,181**	**150**	**64**	**1,395**	2,047
Fundraising costs	**-**	**-**	**3,675**	**3,675**	287
Utilities and insurances	**5,331**	**704**	**302**	**6,337**	7,118
Office and meeting costs	**12,633**	**1,668**	**715**	**15,016**	4,233
Computer costs	**11,318**	**1,495**	**641**	**13,454**	13,621
Finance costs	**3,553**	**469**	**201**	**4,223**	4,753
Publicity and communications	**3,125**	**413**	**177**	**3,715**	10,955
Legal and professional	**14,384**	**1,899**	**814**	**17,097**	19,816
Depreciation	**1,530**	**-**	**-**	**1,530**	1,769
Governance costs (note 10)	**44,851**	**-**	**-**	**44,851**	41,353
Total 2025	**208,617**	**6,857**	**17,108**	**232,582**	195,848
Total 2024	176,445	6,738	12,665	195,848	

10. Governance costs

	Unrestricted funds 2025 £	Restricted funds 2025 £	Endowment funds 2025 £	Total funds 2025 £	Total funds 2024 £
Auditor's remuneration	**19,962**	**-**	**-**	**19,962**	19,008
Other costs	**400**	**-**	**-**	**400**	205
Salaries and national insurance	**24,489**	**-**	**-**	**24,489**	22,140
Total 2025	**44,851**	**-**	**-**	**44,851**	41,353
Total 2024	41,353	-	-	41,353	

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11. Grants payable/ restricted fund expenditure

	2025 Number	**2025 £**	2024 Number	2024 £
Grants to Community Groups & Voluntary Organisations (see below)	**258**	**924,418**	267	917,549
Grants to individuals	**2**	**2,500**	59	15,350
Withdrawn/ underspent grants	**-**	**(24,541)**	-	(33,069)
Other restricted expenditure	**-**	**18,774**	-	23,137
Total 2025	**260**	**921,151**	326	922,967

	2025 £	2024 £
Analysis of grants paid to organisations		
Ambergate Primary School	**-**	19,895
Ashbourne Foodbank	**18,900**	15,000
Canaan Trust	**17,000**	10,221
Chesterfield Foodbank	**20,000**	15,000
Clay Cross Foodbank	**17,472**	13,825
Derby Food 4 Thought Alliance	**15,000**	-
Derby Museums	**-**	10,716
Derby Theatre	**-**	15,000
Eckington Development Company	**20,000**	14,882
Every One Eats	**13,450**	-
Firs Estate Allotments Assocation	**-**	15,000
Freedom Community	**20,000**	15,000
Friends of Hurst Farm	**-**	15,000
Gussies Pantry	**10,300**	15,000
Hadfield Coming Together	**16,382**	13,350
Heage Primary School	**25,000**	31,494
Jigsaw Foodbank	**-**	11,117
Kirk Hallam Community Hall Association	**20,000**	13,824
Life Cycle	**-**	15,000
Local Welcome	**-**	15,663
Carried forward	**213,504**	274,987

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	2025	2024
	£	£
Analysis of grants paid to organisations (continued)		
Brought forward	**213,504**	274,987
New Hope Community Church	**19,500**	-
New Mills Youth and Community Project C.I.C.	**16,886**	13,083
Oscari	**17,000**	-
Pathways of Chesterfield	**-**	11,190
Play And Recycling Centre	**-**	27,000
Redeeming Our Communities	**15,000**	-
Rhubarb Farm CIC	**10,481**	13,321
Safe and Sound	**12,000**	-
Saffron Kitchen Chesterfield	**10,300**	-
Sporting Communities CIC	**12,023**	-
St John's Church, Long Eaton	**-**	12,675
Staywell Derby CIC	**-**	-
South Derbyshire CVS	**13,400**	-
The Brook Community Church and Centre	**16,500**	14,750
The Edge Ministries	**16,980**	11,402
The Zink Project CIO	**17,000**	15,000
Trinity Baptist Church	**-**	12,300
Viva Chamber Orchestra	**-**	-
Welcome on Wednesday	**14,418**	-
Grants under £10k by category		
Arts, Culture and Heritage	**67,708**	44,354
Community Cohesion	**69,387**	18,822
Community Safety / Reducing Crime & Anti-social Behaviour	**15,806**	10,234
Disability and Access Issues	**17,790**	30,918
Education, Training and Lifeskills	**53,450**	27,764
Environmental Issues (inc: public spaces)	**7,282**	18,567
Mental Health	**53,188**	33,416
Social Care / Inclusion	**53,795**	33,308
Sports / Exercise for Health	**44,616**	49,937
Supporting Family Life	**52,440**	31,317
Tackling Poverty	**83,964**	213,204
	924,418	917,549

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12. Auditor's remuneration

	2025	2024
	£	£
Fees payable to the charitable company's auditor for the audit of the charitable company's annual accounts	**11,595**	11,040
Fees payable to the charitable company's auditor in respect of:		
All taxation advisory services not included above	**-**	1,100
All non-audit services not included above	**5,040**	4,800

13. Staff costs

	2025	2024
	£	£
Wages and salaries	**130,626**	101,621
Social security costs	**8,188**	4,351
Pension scheme costs	**6,437**	5,556
Health scheme costs	**527**	508
	145,778	112,036

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13. Staff costs (continued)

The average number of persons employed by the charitable company during the year was as follows:

	2025	2024
	No.	No.
Grant support	**3**	3
Management	**1**	1
	4	4

The average headcount expressed as full-time equivalents was:

	2025	2024
	No.	No.
Allocated to charitable activities	**2.47**	2.22
Allocated to management, administration and fundraising	**0.46**	0.40
	2.93	2.62

No employee received remuneration amounting to more than £60,000 in either year.

During either year, no trustee received any remuneration or benefits in kind.

The total amount of employee benefits (including employers NI and pension contributions) received by key management personnel were £111,122 (2024: £96,240). The charity considers its key management personnel to be the Chief Executive Officer and Assistant Director of Grants.

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14. Tangible fixed assets

	Freehold property £	Office equipment £	Computer equipment £	Total £
Cost				
At 1 April 2024	**169,009**	**1,960**	**7,153**	**178,122**
Additions	**-**	**586**	**-**	**586**
At 31 March 2025	**169,009**	**2,546**	**7,153**	**178,708**
Depreciation				
At 1 April 2024	**-**	**1,438**	**4,744**	**6,182**
Charge for the year	**-**	**250**	**1,280**	**1,530**
At 31 March 2025	**-**	**1,688**	**6,024**	**7,712**
Net book value				
At 31 March 2025	**169,009**	**858**	**1,129**	**170,996**
At 31 March 2024	169,009	522	2,409	171,940

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15. Heritage assets

Assets recognised at valuation

	Artwork 2025 £
Market value at 1 April 2024	**79,526**
Market value at 31 March 2025	**79,526**

Artwork relates to the holding of pieces of art donated by or purchased from artists. The Board reviewed holdings during the year and determined that the valuation of works continued to be appropriate for the current year.

Analysis of heritage asset transactions

	2025 £	2024 £	2023 £	2022 £	2021 £
Donations					
Artwork	-	-	-	-	**17,210**
Total additions	-	-	-	-	**17,210**

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16. Fixed asset investments

	Listed investments £	Total 2025 £	Total 2024 £
Cost or valuation			
At 1 April 2024	10,324,553	**10,324,553**	9,377,690
Additions	833,048	**833,048**	985,213
Disposals	(941,955)	**(941,955)**	(751,613)
Revaluations	(106,671)	**(106,671)**	713,263
At 31 March 2025	10,108,975	**10,108,975**	10,324,553
Investment cash	24,217	**24,217**	109,256
At 31 March 2025	10,133,192	**10,133,192**	10,433,809
Historical cost	7,636,747	**7,636,747**	7,651,969

Investments at market value comprise

	2025 £	2024 £
Cazenove Charity Multi Asset Fund	**4,323,023**	4,540,363
CCLA Investment Management Ltd	**1,908,070**	2,001,316
Rathbones Investments Management	**3,902,099**	3,892,130
	10,133,192	10,433,809

The investments consist of monies held in externally managed portfolios in a mixture of UK and foreign investments, and are shown at market value as at 31 March 2025.

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17. Investment property

	Investment property £
Valuation	
At 1 April 2024	**15,000**
At 31 March 2025	**15,000**

The investment land was valued at £15,000 by a Chartered Surveyor, Jeremy Wilson BSc, FRICS, on a market value basis on 9 March 2023.

18. Debtors

	2025 £	2024 £
Trade debtors	**6,000**	20
Other debtors	**67,676**	19,824
Prepayments and accrued income	**1,084**	694
	74,760	20,538

19. Creditors: Amounts falling due within one year

	2025 £	2024 £
Mortgage repayments due within one year	**5,012**	4,673
Other taxation and social security	**11,864**	11,492
Other creditors	**5,846**	7,342
Accruals	**23,111**	20,979
Grants payable (i.e. awaiting contract return)	**69,065**	169,386
	114,898	213,872

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20. Creditors: Amounts falling due after more than one year

	2025	2024
	£	£
Mortgage repayments due after one year	**59,511**	64,484

The aggregate amount of liabilities payable or repayable wholly or in part more than five years after the reporting date is:

	2025	2024
	£	£
Payable or repayable by instalments	**35,484**	42,118
	35,484	42,118

The mortgage is secured by a legal charge over the charitable company's freehold property (Unit 2, Heritage Business Centre, Belper, Derbyshire, DE56 1SW).

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21. Statement of funds

Statement of funds - current year

	Balance at 1 April 2024 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 March 2025 £
Unrestricted funds						
Designated funds						
Golf day funds	**16,074**	**-**	**-**	**-**	**-**	**16,074**
General funds						
General funds	**275,925**	**69,545**	**(232,582)**	**195,168**	**-**	**308,056**
Total Unrestricted funds	**291,999**	**69,545**	**(232,582)**	**195,168**	**-**	**324,130**
Endowment funds (expendable)						
Discretionary Funds	**439,521**	**29,252**	**(1,775)**	**(26,482)**	**(4,200)**	**436,316**
J Vickers Fund	**269,591**	**6,951**	**(757)**	**(11,103)**	**(1,718)**	**262,964**
Donor Directed Funds	**8,491,918**	**519,629**	**(33,644)**	**(532,981)**	**(79,426)**	**8,365,496**
Community First Funds	**461,647**	**-**	**-**	**(3,925)**	**(21,327)**	**436,395**
	9,662,677	**555,832**	**(36,176)**	**(574,491)**	**(106,671)**	**9,501,171**

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21. Statement of funds (continued)

	Balance at 1 April 2024 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 March 2025 £
Restricted funds						
Tom Carey	**39,557**	**-**	**(90,782)**	**77,452**	**-**	**26,227**
Assist Grassroots Grant Revenue	**47,077**	**-**	**(49,400)**	**3,974**	**-**	**1,651**
Derbyshire Building Society	**37,067**	**-**	**-**	**2,614**	**-**	**39,681**
SDLF	**61,088**	**-**	**-**	**7,544**	**-**	**68,632**
Rolls-Royce plc Fund	**35,184**	**-**	**-**	**11,831**	**-**	**47,015**
S.D.C.C.T.E	**15,742**	**-**	**-**	**-**	**-**	**15,742**
Freemasons GR	**5,464**	**-**	**(17,920)**	**18,230**	**-**	**5,774**
Made by Sport	**58**	**-**	**-**	**-**	**-**	**58**
Proceeds of Crime Fund	**-**	**37,461**	**(23,648)**	**-**	**-**	**13,813**
Randall Foundation	**-**	**30,000**	**(30,000)**	**-**	**-**	**-**
Flood Relief Fund	**3,481**	**-**	**400**	**-**	**-**	**3,881**
Ashby Fund	**19,824**	**-**	**(46,824)**	**38,730**	**-**	**11,730**
Jefford- Weller Fund	**4,610**	**-**	**(14,620)**	**9,718**	**-**	**(292)**
DCC Winter Access Fund	**28,250**	**368,000**	**(356,750)**	**-**	**-**	**39,500**
Other named funds	**327,813**	**56,027**	**(291,607)**	**209,230**	**-**	**301,463**
	625,215	**491,488**	**(921,151)**	**379,323**	**-**	**574,875**
Total of funds	**10,579,891**	**1,116,865**	**(1,189,909)**	**-**	**(106,671)**	**10,400,176**

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21. Statement of funds (continued)

Statement of funds - prior year

	Balance at 1 April 2023 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 March 2024 £
Unrestricted funds						
Designated funds						
Golf day funds	-	-	-	16,074	-	16,074
General funds						
General funds	221,781	71,692	(195,848)	178,300	-	275,925
Total Unrestricted funds	221,781	71,692	(195,848)	194,374	-	291,999
Endowment funds (expendable)						
Discretionary Funds	381,141	50,769	(1,535)	(23,502)	32,648	439,521
J Vickers Fund	260,278	6,673	(693)	(10,838)	14,171	269,591
Donor Directed Funds	7,811,973	578,311	(29,925)	(496,895)	628,454	8,491,918
Community First Funds	423,657	-	-	-	37,990	461,647
	8,877,049	635,753	(32,153)	(531,235)	713,263	9,662,677

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21. Statement of funds (continued)

	Balance at 1 April 2023 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 March 2024 £
Restricted funds						
Tom Carey	92,167	-	(125,882)	73,272	-	39,557
Assist Grassroots Grant Revenue	43,317	-	-	3,760	-	47,077
Derbyshire Building Society	34,594	-	-	2,473	-	37,067
SDLF	52,060	-	-	9,028	-	61,088
Rolls-Royce plc Fund	21,154	-	-	14,030	-	35,184
S.D.C.C.T.E	15,742	-	-	-	-	15,742
Freemasons GR	9,577	-	(21,222)	17,109	-	5,464
Made by Sport	58	-	-	-	-	58
Flood Relief Fund	12,481	-	(9,000)	-	-	3,481
Ashby Fund	15,794	-	(32,609)	36,639	-	19,824
Golf day	16,074	-	-	(16,074)	-	-
Jefford- Weller Fund	6,402	-	(10,985)	9,193	-	4,610
Let's Create Jubilee Fund	309	-	(309)	-	-	-
DCC Winter Access Fund	3,792	368,000	(343,542)	-	-	28,250
Other named funds	373,985	145,815	(379,418)	187,431	-	327,813
	697,506	513,815	(922,967)	336,861	-	625,215
Total of funds	9,796,336	1,221,260	(1,150,968)	-	713,263	10,579,891

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21. Statement of funds (continued)

Purpose of designated funds

Golf day funds are related to the fundraising proceeds from the Foundation's annual charity golf day.

Purpose of endowment funds

Discretionary Funds grants are allocated at the Trustees' discretion to meet current community needs.

J Vickers Fund was established with a donation from the estate of the late Jonathan Vickers and distributions are used to fund and administer the Jonathan Vickers Fine Art Award.

Donor Directed Funds are where the donor chooses which projects to support by establishing grantmaking criteria and may also be involved in the grantmaking decisions.

Community First Funds are the Donor Directed Community First Funds held on trust in perpetuity separately from the charitable company's own assets.

Purpose of restricted funds

Tom Carey fund is a named donor directed endowment fund that provides support to new and existing community activity in the Abbey ward of Derby City.

Assist Grassroots Grant Revenue is a named donor directed fund established to support groups providing opportunities for people to gain new skills, qualifications or work experience.

Derbyshire Building Society fund was established in 2004 as part of the Society's wider ongoing commitment to support and improve life within our county.

SDLF fund supports community and voluntary groups offering opportunities for people to gain new skills, which will ultimately allow people to enter or re-enter the world of employment.

Rolls-Royce plc Fund is one of the Foundation's founding funds and was established to provide long term support to local groups and activities in Derbyshire. Every year the Foundation works alongside Rolls-Royce to develop a grant theme, responding to local needs, topics and concerns.

S.D.C.C.T.E is a named fund established to provide core cost funding for the Foundation.

Freemasons GR fund has been established by the Freemasons of Derbyshire Provincial Grand Charity to support community life and tackle disadvantage across Derbyshire by supporting community and voluntary groups and charities.

Made by Sport - administered on behalf of Made by Sport to support clubs and community organisations that intentionally use sport or exercise to develop young people's lives.

Proceeds of Crime fund - provides grants to support local charitable and voluntary organisations who, through prevention, intervention or diversion are working in Derby City and/or Derbyshire to address the sources and causes of crime and/or the rehabilitation of offenders.

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Randal Foundation Programme provides grants to support mental health and well-being.

Flood Relief Fund was launched by Foundation Derbyshire in November 2019 in response to the floods that affected parts of Derbyshire and Derby City. The Fund is now used to help individuals, families and communities that are affected by future floods.

Ashby Fund - aims to improve the quality of life for Derbyshire residents and to tackle inequalities and disadvantages faced in local communities, with a preference for groups operating in rural areas or projects focusing on heritage and arts & culture.

The Jefford Weller Fund supports individuals and groups who are working with homelessness and housing issues in Derbyshire.

DCC Winter Access Fund is distributed on behalf of Derbyshire County Council to Derbyshire food banks and community food projects that are supporting vulnerable people who are experiencing financial crisis and food insecurity to access food.

Other named funds are the grant revenue pots of the remaining discretionary and donor directed named endowment funds, which are held as part of the Foundation's endowment and flow through funds managed by the Foundation.

Transfers between funds

Transfers into restricted funds, totalling £379,323 and unrestricted funds of £195,168 relate primarily to distributable income for grant making and administration that was transferred in accordance with the Foundation's Total Return Policy in relation to the management of the investment portfolio. These transfers were made from the Foundation's Endowment Fund into General Funds and the grant revenue pots of the 64 discretionary and donor directed named endowment funds, which have been established with the Foundation.

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22. Summary of funds

Summary of funds - current year

	Balance at 1 April 2024 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 March 2025 £
Designated funds	**16,074**	**-**	**-**	**-**	**-**	**16,074**
General funds	**275,925**	**69,545**	**(232,582)**	**195,168**	**-**	**308,056**
Endowment funds	**9,662,677**	**555,832**	**(36,176)**	**(574,491)**	**(106,671)**	**9,501,171**
Restricted funds	**625,215**	**491,488**	**(921,151)**	**379,323**	**-**	**574,875**
	10,579,891	**1,116,865**	**(1,189,909)**	**-**	**(106,671)**	**10,400,176**

Summary of funds - prior year

	Balance at 1 April 2023 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 March 2024 £
Designated funds	-	-	-	16,074	-	16,074
General funds	221,781	71,692	(195,848)	178,300	-	275,925
Endowment funds	8,877,049	635,753	(32,153)	(531,235)	713,263	9,662,677
Restricted funds	697,506	513,815	(922,967)	336,861	-	625,215
	9,796,336	1,221,260	(1,150,968)	-	713,263	10,579,891

Document ID: 0c08c8524bcdbc144279cb7b5874a9eb03271993e89592973c7c5f7bcab236d6

23. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Unrestricted funds 2025 £	Restricted funds 2025 £	Endowment funds 2025 £	Total funds 2025 £
Tangible fixed assets	**170,996**	**-**	**-**	**170,996**
Fixed asset investments	**-**	**-**	**10,133,192**	**10,133,192**
Investment property	**-**	**-**	**15,000**	**15,000**
Heritage assets	**-**	**-**	**79,526**	**79,526**
Current assets	**258,478**	**643,940**	**(726,547)**	**175,871**
Creditors due within one year	**(45,833)**	**(69,065)**	**-**	**(114,898)**
Creditors due in more than one year	**(59,511)**	**-**	**-**	**(59,511)**
Total	**324,130**	**574,875**	**9,501,171**	**10,400,176**

Analysis of net assets between funds - prior year

	Unrestricted funds 2024 £	Restricted funds 2024 £	Endowment funds 2024 £	Total funds 2024 £
Tangible fixed assets	171,940	-	-	171,940
Fixed asset investments	-	-	10,433,809	10,433,809
Investment property	-	-	15,000	15,000
Heritage assets	-	-	79,526	79,526
Current assets	229,029	794,601	(865,658)	157,972
Creditors due within one year	(44,486)	(169,386)	-	(213,872)
Creditors due in more than one year	(64,484)	-	-	(64,484)
Total	291,999	625,215	9,662,677	10,579,891

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24. Reconciliation of net movement in funds to net cash flow from operating activities

	2025 £	2024 £
Net (expenditure)/income for the year (as per Statement of Financial Activities)	**(179,715)**	783,555
Adjustments for:		
Depreciation charges	**1,530**	1,769
Net losses/(gains) on investments	**106,671**	(713,263)
Dividends, interest and rents from investments	**(357,818)**	(339,440)
(Increase)/decrease in debtors	**(54,222)**	17,604
(Decrease)/increase in creditors	**(99,313)**	61,994
Donation of investment property	**-**	(15,000)
Donation of fixed asset investment	**-**	(108,464)
Net cash used in operating activities	**(582,867)**	(311,245)

25. Analysis of cash and cash equivalents

	2025 £	2024 £
Cash in hand	**101,111**	137,434
Cash held in the investment portfolio	**24,217**	109,256
Total cash and cash equivalents	**125,328**	246,690

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26. Analysis of changes in net debt

	At 1 April 2024	Cash flows	At 31 March 2025
	£	£	£
Cash at bank and in hand	**137,434**	**(36,323)**	**101,111**
Cash in investments	**109,256**	**(85,039)**	**24,217**
Debt due within 1 year	**(4,673)**	**(339)**	**(5,012)**
Debt due after 1 year	**(64,484)**	**4,973**	**(59,511)**
	177,533	**(116,728)**	**60,805**

27. Contingent assets

As at the reporting date, it is possible that an additional legacy of approximately £1.5m is to be received. This has not been included within accrued income, as although the income is probable and the charity has entitlement, the amount has not yet been confirmed.

28. Pension commitments

The charitable company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the charitable company in an independently administered fund. The pension cost charge represents contributions payable by the charitable company to the fund and amounted to £6,307 (2024: £5,474). Contributions totalling £980 (2024: £798) were payable to the fund at the balance sheet date and are included in creditors.

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29. Operating lease commitments

At 31 March 2025 the charitable company had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

	2025	2024
	£	£
Not later than 1 year	**163**	650
Later than 1 year and not later than 5 years	**-**	163
	163	813

The following lease payments have been recognised as an expense in the Statement of financial activities:

	2025	2024
	£	£
Operating lease rentals	**650**	650

30. Related party transactions

During the year donations made by trustees to the charitable company totalled £33,578 (2024: £26,820). In addition, £2,252 (2024: £3,732) was paid to ARHA Labs Limited for website and design services, a company owned by trustee Alison Williams.

Also, during the year, £5,588 (2024: £nil) was paid to Flint Bishop for legal fees, a company of which trustee Andrew Cochrane was chairman.

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DERBYSHIRE COMMUNITY FOUNDATION

England & Wales - Charity number 1039485

Accounts

Registered number: 02893759
Charity number: 1039485

DERBYSHIRE COMMUNITY FOUNDATION

(A Company Limited by Guarantee)

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2024

Document ID: c937c2df8fa8b96d7b108ae2e1bdfa5f599737c5e309ec220ec5e1ad41397952

DERBYSHIRE COMMUNITY FOUNDATION

(A Company Limited by Guarantee)

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DERBYSHIRE COMMUNITY FOUNDATION

(A Company Limited by Guarantee)

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITABLE COMPANY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 31 MARCH 2024

Trustees	Oliver Stephenson, Chair William Kerr, Treasurer Philip Bloxham Paul Broadhead (resigned 9 October 2023) Andrew Cochrane Jane Gerard-Pearse Stephen Gordon Nick Hodgson David Palmer Peter Pimm Kathryn Pugh (appointed 8 October 2023) Gurmail Raju Sheila Taylor Alison Williams
Company registered number	02893759
Charity registered number	1039485
Registered office	Unit 2 Heritage Business Centre Derby Road Belper Derbyshire DE56 1SW
Chief executive officer	Rachael Grime
Independent auditor	BHP LLP Chartered Accountants Statutory Auditors One Waterside Place Basin Square Brimington Road Chesterfield Derbyshire S41 7FH
Bankers	Royal Bank of Scotland plc 34 King Street Belper Derbyshire DE56 1PS

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REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITABLE COMPANY, ITS TRUSTEES AND ADVISERS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2024

Solicitors	Geldards Number One Pride Place Pride Park Derby DE24 8QR
Patron	The Duke of Devonshire KCVO, CBE, DL
President	Brian Ashby Sir Richard FitzHerbert Bt - President Emeritus
Investment managers	Cazenove Capital 1 London Wall Place London EC2Y 5AU Rathbone Brothers plc Temple Point 1 Temple Row Birmingham B2 5LG CCLA Senator House 85 Queen Victoria Street London EC4V 4ET

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CHAIR'S STATEMENT

FOR THE YEAR ENDED 31 MARCH 2024

The chair presents his statement for the year.

The most significant change that has taken place since my last report is that we are now led by a Labour Government, for the first time since 2010. The rejection of the Conservatives was widely anticipated, but the change took place several months earlier than most of us were expecting. We are already seeing greater expenditure in the public sector, but we are yet to find out the extent of changes to taxation in the UK.

The charitable sector may or may not experience 'change' under a fresh administration. However, those in need continue to struggle, and 'cost of living' is an expression to which we have become accustomed. Perhaps we are no longer in crisis, but smaller charities, many of which we support in Derbyshire, have found the past 12 months to be exceptionally tough. The rate of applications to the Foundation by small and local groups has seen a marked increase. The team in Belper have a lot of work to do, helping so many within our county boundary and in the city of Derby. As I have written before, it is immensely gratifying that so many groups are pleased to see Foundation Derbyshire as friends, as they value our advice just as much as our grantmaking.

We have received incredibly kind donations during the past year. These, together with a good rally in financial markets since 2023 have considerably boosted the value of our investments. At the current time we feel financially robust.

I am delighted to report that for the year ended 31 March 2024:

- The number of endowed funds under our management is 71.
- A total of £933,000 was granted to applicants during the year.
- The value of all the endowed funds is £9.7 million.
- Our balance sheet shows Total Net Assets at £10.6 million.

The above figures are exceptional, not least the value of grants allocated by the Belper team during the year. The figure of £933,000 was significantly enhanced by our colleagues at Derbyshire County Council who utilised the Foundation to grant a further £368,000 to food banks as part of their mission to tackle poverty. Our relationship with the Council has flourished in recent years and we are delighted to be working so closely in partnership with them for the benefit of Derbyshire's communities.

As in previous years I was pleased to attend the annual meeting of the Chairs of the UK's community foundations, this time in London at the offices of Sarasin. Comparing experiences with other Chairs is extremely interesting, as are the presentations made on a variety of philanthropy and governance topics. It is wonderful to see the community foundation network blossom. To put in context, there are 47 foundations in the UK managing a total of £811million, and distributing £170million each year. These are impressive statistics and we are pleased to play our part.

Within the county, we always enjoy the strong relationships that we have with the Lord Lieutenant and the High Sheriff. This is exemplified by the assistance that we give to the Lieutenancy's King's Award for Voluntary Service, where we can introduce and assist the county's charities in their applications to KAVS. We are enormously appreciative of successive High Sheriffs' involvement with us, and Theresa Peltier's friendship as High Sheriff 2023 was something that we valued greatly. We now welcome Ian Morgan as High Sheriff 2024, who has already made such an impression on those whom he has met.

The Board said farewell to trustee Paul Broadhead who originally joined Foundation Derbyshire as a representative for Rolls Royce, but who has now retired. Thank you, Paul. However I am pleased to report that the Trustees have a new colleague; Katy Pugh is known by many in her role as Chief Executive of Age UK Derby & Derbyshire. The contribution that she has already made to the Board has been so valuable.

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CHAIR'S STATEMENT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2024

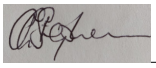
At the Belper office the executive management of Rachael Grime, Sarah Stainthorpe, Misbah Ramzan and Vicki Martin makes up the invaluable team upon whom so many rely. Vicki has fitted into the very small group exceptionally well and we are thrilled that she, Sarah and Misbah make Foundation Derbyshire the excellent organisation that it is.

As always I would like to mention our sub committees, particularly Finance chaired by William Kerr, Grants chaired by Peter Pimm, and Vickers chaired by Helen Bishop. All Trustees play their own part when discussion leads to an area of their own specialist experience; Andrew Cochrane, Nick Hodgson, Phil Bloxham, Jane Gerard-Pearse, Alison Williams, David Palmer, Gurmail Raju, Stephen Gordon; they all know when and where to help whether it is a legal, financial, PR, or other issue. The Foundation is fortunate to have such a wide variety of wisdom and experience on its Board.

Outside the Board, we always appreciate the voluntary help of others, especially regarding the Vickers prize, and I would like to note with thanks the names of Griselda Kerr, Jenny Denton, Jean Lammie and Sian Hoyle.

I would like to thank the Friends of Foundation Derbyshire who make monthly contributions to us. These gifts are always appreciated. It is so good to know that our many friends and supporters are there for us, throughout the entire county of Derbyshire.

May I particularly thank Rachael Grime, Foundation Derbyshire's Chief Executive who manages the Foundation with expertise, wisdom and diligence. We are, as ever, exceptionally grateful to her.



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Oliver Stephenson
Chairman
Date: 08/10/2024 GMT

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TRUSTEES' REPORT

FOR THE YEAR ENDED 31 MARCH 2024

The trustees present their annual report together with the audited financial statements of the charitable company for the 1 April 2023 to 31 March 2024. The Annual Report serves the purposes of both a trustees' report and a directors' report under company law. The trustees confirm that the Annual Report and financial statements of the charitable company comply with the current statutory requirements, the requirements of the charitable company's governing document and the provisions of the Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019).

Since the charitable company qualifies as small under section 382 of the Companies Act 2006, the Strategic Report required of medium and large companies under the Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 has been omitted.

Objectives and activities

a. Policies and objectives

Derbyshire Community Foundation (operating as Foundation Derbyshire) ("the Foundation") is an independent Derbyshire based registered charity. Our vision is to see a culture of giving at the heart of life in Derbyshire, helping to create a county where communities are strong, civil society is valued and all individuals have the opportunity to fulfil their potential and be treated fairly and with respect.

The charitable objects of the Foundation, as defined in its Memorandum and Articles of Association are to support or promote exclusively charitable purposes which in the opinion of Trustees are beneficial to the community, with a preference for those in Derbyshire.

When reviewing the Foundation's charitable objectives and deciding what activities the Foundation should undertake, the Trustees give due consideration to general guidance published by the Charity Commission relating to public benefit, including the guidance "Public benefit: running a charity (PB2).

The Trustees are satisfied that these objects meet the appropriate charitable purposes as defined by the Charities Act 2011. Given that public benefit is an intrinsic part of the Foundation's objectives and activities, additional information on its delivery is provided throughout the body of this report.

b. Strategies for achieving objectives

The Foundation's over arching mission is three-fold:

- To build a multi-purpose endowment that provides a growing and sustainable source of funding that can meet the needs of today and anticipated and unexpected future needs
- To grow philanthropy in Derbyshire by enabling anyone to be a philanthropist; in life, through a legacy, establishing a named fund or through collective giving.
- To make grants creatively and effectively for both our grant recipients and funders, creating the bridge between people who care about and can give to their local community and the wide range of grassroots groups and charities that work to tackle disadvantage, address need & improve the quality of life in our county.

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Objectives and activities (continued)

Our current strategic plan has distilled the organisation's Vision and Mission into two key objectives, namely:

1. To build on our position as the county's trusted philanthropic enabler and advisor, a fair and intelligent grant-maker and a professional manager of charitable funds

2. To ensure our grantmaking is:
   - Relevant, supportive & equitable, reflecting & meeting the needs of the communities we serve and targeting priority areas and issues.
   - Pre-emptive as well as responsive and supportive.

c. Activities undertaken to achieve objectives

The main activity we undertake to deliver our objectives is providing a range of tailor-made grant making services to help donors bring about change by channelling their charitable giving, in a tax efficient way, into Derbyshire. We offer donors:

- the versatility to assist a wide range of causes, including children, older people, sport, arts and culture, the environment and community development;
- the means to improve quality of life and help to build stronger communities across the county in perpetuity;
- a countywide knowledge that helps us to identify those most in need and enable donors to reach grass roots projects that might not otherwise find the funds they need.

By linking local donors with local needs in this way, we are able to deliver public benefit in a sustainable way, by using an endowment based giving model to address both the problems of today and the issues facing future generations.

The Foundation also augments its grantmaking activity and impact by distributing funds on behalf of companies, individuals and other charities, through a variety of grant making programmes.

Our other objective focuses on the quality of our grant making, which is effectively our bridge between the people who care about the local community and the wide range of groups and individuals that need their help. A key element of our strategy for maintaining and strengthening this "bridge" is to listen to and learn from our stakeholders, to ensure that our grantmaking is informed by, relevant to and meets the needs of the communities we serve and enabling people with detailed local knowledge and lived experience to contribute to decision making.

Achievements and performance

a. Main achievements of the charitable company

- 326 grants awarded totalling £933k
- Endowed funds totalling £9.66 million as at 31 March 2024
- Over 7,500 grants totalling almost £19.425 million have now been awarded since the Foundation was established in 1996
- 71 endowed funds now under Foundation Derbyshire's management

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Achievements and performance (continued)

b. Review of activities

2023/24 was a year in which Foundation Derbyshire was able to consolidate its position as both the county's largest independent distributor of grant funding for our voluntary and community sector and also a trusted philanthropic enabler for those that want to make a difference in our county.

Against a backdrop of ongoing social and economic uncertainty for us all, the importance of a strong and thriving community foundation for Derby and Derbyshire has never been more evident. Applications received and grants awarded during the year were at their highest level since the pandemic, with groups and organisations working to tackle poverty receiving 53% (£499k) of funding. Although this is large part due to the £344k of grants that we were able to award from Derbyshire County Council's Food Access Programme, we also saw an increase in applications from clothing banks, warm spaces projects and advice and welfare organisations.

Thankfully, the continued support of our donors and funders left us better placed to meet this increasing need and enabled us to almost double our grantmaking during the year to £933k (from £493k in 2022/23).

However, with more groups than ever turning to the Foundation for help, competition levels will undoubtedly rise and we are therefore envisaging more groups receiving partial awards and/or rejection rates potentially increasing. This in turn makes the role of our dedicated team grant panel members even more crucial and we thank them for giving so freely of their time, insight and understanding of our local community and voluntary sector, to ensure that our grantmaking decisions and policies continue to be informed and apposite. We also welcome our new Philanthropy Adviser, Vicki Martin, who joined the Grants Team in June, in order to increase our grant making capacity.

Last year we reported that a portfolio of over £1 million of educational trusts had successfully been transferred to the Foundation by Derbyshire County Council. During the year, these trusts, which have been used to establish named funds within the Foundation, began providing grants to support educational opportunities for young people or enable them to develop talents in the arts, sports or science.

In October we were delighted to welcome our ninth Jonathan Vickers Fine Art Award resident artist, Max Gimson, to Derby to begin his nine month residency, based at the University of Derby's Banks Mill Studios. In addition to working on a collection of work in response to the theme 'A Sense of Place' (based on the heritage, culture, landscape or people of Derby and/or Derbyshire), Max has also been working on a community outreach project and contributed ten days of teaching/engagement within the University of Derby's BA (Hons) Fine Art programme. This collaboration with the University of Derby's College of Arts has enabled art students to gain valuable insight from the experience and practices of a working artist. Max's collection will be exhibited at Derby Museum and Art Gallery towards the end of 2024 and then at Mall Galleries, London in early 2025.

In November, we welcomed friends and supporters to our first post-Covid in-person event, celebrating the work of the Foundation and the groups we support at a wine tasting and Christmas shopping evening at Cromford Mills. Always looking for ways that the Foundation can be more responsive in the support that we provide, the event was designed around a series of "Purchase Grants"; by sourcing as much as we were able from local groups and projects, we ensured that the event was of direct financial benefit to several grassroots organisations and charities.

We were also delighted to continue our support of Derbyshire's Shrievalty during 2023/24 and thank Theresa Peltier for her fundraising and support of the community and voluntary sector during her year as High Sheriff.

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Achievements and performance (continued)

c. Grantmaking

The Foundation delivers public benefit for the residents of Derbyshire and Derby City, through the provision of grant funding. In 2023/24, £933k of funds were distributed throughout Derbyshire, bringing the total value of grants made by the Foundation, since its establishment in 1996, to £19.425 million.

The total value of grants made during the year was £440k higher than last year's total of £493k.

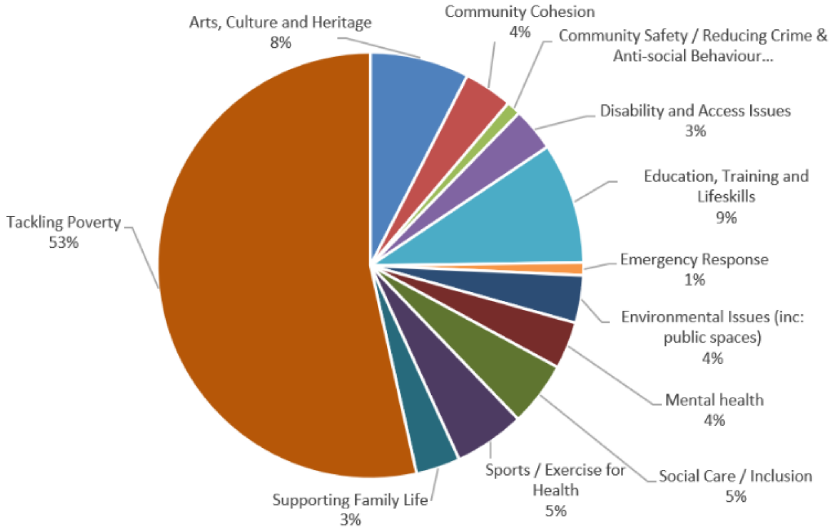
Of the 326 grants awarded during the year, 34 grants (totalling £464.3k) were in excess of £7,000, reflecting the larger grants that have been distributed during the year on behalf of Derbyshire County Council, supporting food banks and food access projects across Derbyshire County.

48% of grants awarded during the year (totalling £446.7k) were from our 71 named funds that have been established by generous individuals, families and organisations who want to make a difference and whose grant making criteria reflects their own charitable objectives and the issues and/or areas of Derbyshire that they care about.

Smaller donations, and gifts from donors that do not want to establish a separate named fund, are held within our General Fund. This Fund has no specific priorities and therefore has the flexibility to respond to emerging issues and fund activities that might not meet the criteria of our donor directed funds.

As a result, our funds support a wide and diverse range of issues and activities, from supporting carers, survivors of domestic abuse and isolated elderly residents to providing the people of Derbyshire with access to music, sport, advice, childcare, transport, counselling and a host of other services.

The breadth of our grantmaking by primary issue is shown in the chart below:



Tackling Poverty accounted for 53% of our grantmaking in 2023-24, a reflection of the impact of the cost-of-living crisis and also £344k of Foodbank funding distributed on behalf of Derbyshire County Council during the year.

Stripping out the Derbyshire County Council funding reveals that grant spend by primary issue remains broadly in line with 2022-23.

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Achievements and performance (continued)

Measuring Impact and Understanding Need

Measuring the impact of our grantmaking is a vital part of ensuring that the Foundation continues to be relevant and responsive and not only addresses the need in our county but is able to inspire and inform our donors and funders.

Understanding the challenges and issues within our communities starts at the very beginning of the Foundation's grant application process, when all groups are encouraged to talk to us about their ideas and projects. Our rigorous assessment then enables us to draw out further information on the need that is being met and our bespoke data base (specifically designed for grant making bodies) enables us to generate visual geographic mapping of deprivation levels, down to LSOA* level

*(Lower-layer Super Output Areas are small areas designed to be of a similar population size, with an average of approximately 1,500 residents or 650 households. There are 32,844 Lower-layer Super Output Areas (LSOAs) in England.

End of grant monitoring provides additional information on the impact of our grantmaking and the difference it has made. As well as reporting on financial spend, this is a group's chance to tell us how the project went and for us to capture case studies. An "Influence the Funder" section asks for feedback from grant recipients on the ongoing challenges that a group and the communities it serves might be facing. In addition, grant recipients are surveyed on a regular basis and representatives from our district Councils for Voluntary Service ("CVS"s) are represented on our Grants Committee, ensuring their knowledge of the local voluntary and community sector informs our decision making and policy.

This on the ground, lived experience and intelligence is also vital when interpreting the statistical data that we gather on application levels, grantmaking by district, primary issues addressed, groups/project size (reserve levels and income) and indices of multiple deprivation. For example, the IMD ranking for any grant can only be based on a single postcode (usually that of the applicant group) and not the myriad individuals and communities that are being supported. Notwithstanding this, hard data plays an invaluable role in flagging areas and issues where additional focus and resource may be needed.

Our impact measurement and needs analysis information is reviewed at quarterly Grants Committee and Board meetings and provides an opportunity for staff and Trustees to identify trends, as well as spot early warning signs, emerging communities in need and gaps in our provision.

This in turn feeds into our grantmaking strategy and policies, from the philanthropic advice we give to our donors through to how and where we allocate our own resources.

There are estimated to be over 5,000 voluntary and community organisations operating across Derbyshire, including formally registered organisations, such as charities, social enterprises and co-operatives, and a large number of 'below the radar' organisations that are not formally registered or incorporated. Nationally, approximately 50% of organisations are micro in size (annual income under £10,000) but receive only 1% of national voluntary sector income and it is therefore at this grassroots level where the Foundation's grantmaking can and does make a real difference across Derbyshire.

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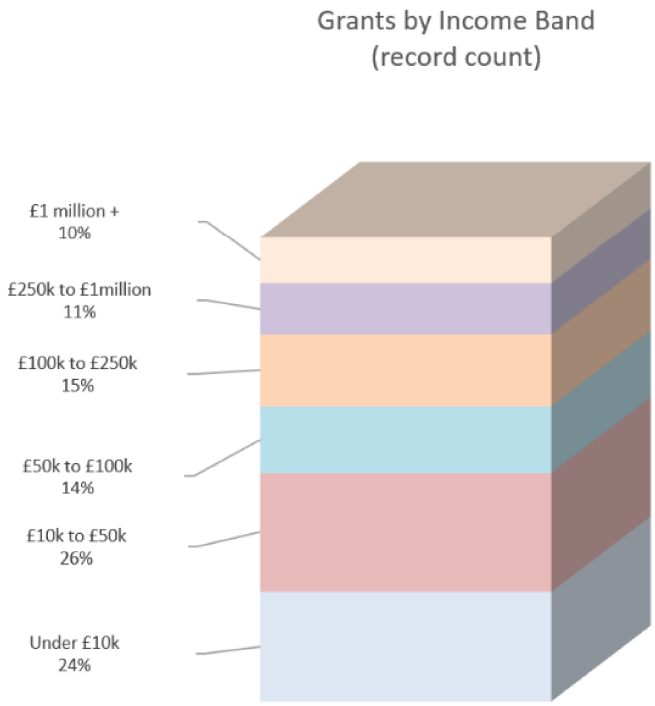
Achievements and performance (continued)

As can be seen from the below chart, 24% of our grantmaking in 2023/24 went to groups with an annual income of under £10,000 and just under two thirds of our grantmaking went to groups with annual income of under £100k.



Funding surgeries held across the City and County continue to be a key and effective way of communicating the availability of grants and how to apply for them to potential recipients. During 2023/24 ten community outreach events were organised or attended, including funding surgeries, workshops and presentations for other infrastructure organisations.

d. Equity, Diversity & Inclusion

Foundation Derbyshire is committed to ensuring that the values of equity, diversity, inclusion (EDI) and respect for all inform and are embedded into everything that we do.

EDI is a key element of the Foundation's strategic plan and work continued throughout the year to support the Foundation's Board of Trustees and Staff Team to not only fulfil their EDI obligations but to go beyond the legal requirements and understand, promote and implement greater diversity, equity and inclusion and ensure that everyone feels involved and included in our plans, programmes and activities. As part of this work, Diversity Marketplace were invited to deliver a training session with the Board of Trustees during the year on diversity, inclusion and unconscious bias.

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Achievements and performance (continued)

e. Volunteers

The Foundation aims to maximise the quality of public benefit delivered by involving members of the public in our grant making decisions. The Foundation has recruited a number of grant advisors (volunteers who live in their panel area and are involved in and have a strong understanding of the voluntary and community sector) as members of the Foundation's grants committee, to attend meetings and advise on our grant making policy.

This helps us to ensure that funding is directed where it is most needed and that all bids are considered in accordance with the Foundation's constitutional objectives, the criteria of our funders and donors and the priorities of the communities we are here to support.

The Foundation also manages a number of fund specific panels. Our panels continued to meet during the year, both virtually and in person, and the Board thanks all panel members for their ongoing commitment and contribution to the Foundation, during these challenging times.

f. UKCF

We continue our membership of the national body for community foundations, UKCF, which continues to lobby at a national government and corporate level, in order to promote the capabilities of our national network.
During the year we continued to avail of the benefits that UKCF membership brings including:

- CEO Residential in Birmingham (May 2023)
- Virtual Philanthropy Conference (Together 23) in October 2023 for staff and Trustees

g. Fund development activity

Our grantmaking is made possible by the generosity of local people, corporates, funders and charitable trusts who recognise the invaluable work that is being done at a grassroots level and use our expertise and local knowledge to invest in their local communities and find and fund those groups that need their help the most.

Building on our position as the county's trusted philanthropic enabler and advisor continues to be a key priority for the Foundation, as is strengthening and developing the service that we offer to our existing donors, to ensure that their experience of giving through the Foundation is rewarding.

A key initiative that we reported on last year was a series of feedback sessions with Trustees, that enabled donors to share their thoughts about the Foundation in a peer to peer setting and provided us with invaluable insight into why our donors give through the Foundation, the things we do well and the improvements we can make. The results of these sessions have now been collated and formed an invaluable part of our work during 2023/24 on the donor services that we provide, as well as our marketing and communications. Work is now underway delivering further session in 2024/25.

Enabling donors to see, first hand, the impact that their philanthropy is having in their local communities is a highly important aspect of our work. Six "Seeing is Believing" visits to funded groups took place during the year, along with 3 "feedback" presentations by groups to donor panels, enabling groups to meet our panels in person and explain the difference that their grant funding has made. The year-round newsletters, case studies and monitoring feedback that we share with Donor panels continue to be well received and enable our volunteer panel members to understand and appreciate the results of their decision making.

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Achievements and performance (continued)

Social Media continues to play an important role in communicating the work of the Foundation to both existing and potential grant recipients and donors. Around 930 subscribers receive our quarterly e-newsletter and we have over 2,500 followers on Twitter and 870 Facebook followers.

The new website continues to perform well since its launch in March 2022. Comparing performance against last year, analytics show a healthy 32.5% increase in visitors overall. While most visitors arrive via a direct link, organic search is still robust, delivering 35% of overall visitors (a modest 8% increase). More pages have been viewed (up 17.25%), and engagement is also up (by 8.63%).

Our Friends of Foundation Derbyshire scheme continues to be a vital source of funding that enables us to invest in and improve our services. During the year our Friends donated over £9k, to help us cover our day to day costs and develop our growth, and we thank them all for their invaluable and ongoing support of our work.

h. Foundation Derbyshire Friends

Barbara Ball
Joanne & Tim Basford
Edward Cadogan
Andrew Cochrane
Lady Chichester
Emma Curzon
Alexandra Hayward
Bill & Gillian Hutchinson
William and Griselda Kerr
Longcliffe Quarries
Matthew Montague Architects
Ian Morgan
Jasper Olivier
David Pinder
Barbi Rodger
Robert Shields
Charles Stephenson
Fiona Stephenson
Oliver Stephenson
Elizabeth Tarling
Tony Walker

<u>Foundation Derbyshire Lifetime Friends</u>

Duncan Ashby
James Litchfield
Peter Ashworth
Helen Bishop
Arthur Blackwood
Jeremy Bowler
David Coleman
Mike Copestake
Chris Endsor
Deborah Fern
Sir Richard FitzHerbert
Peter Gadsby
Michael Hall
Roger Hollick
Bill & Gillian Hutchinson
James Litchfield
Derek & Karen Mapp
Nick Mirfin
Lady Marion Morris
Mel Morris
John Nicholson
David & Lucy Palmer
Robert Shields
Rex Stone
Brigadier Edward Wilkinson
John Wilson
Robin Wood
Paul Broadhead

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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2024

Financial review

a. Results for the year

Unrestricted Funds

Management fee income of £48.6k was £35.6k higher than 2022/23, due primarily to grant programmes distributed on behalf of Derbyshire County Council.

£9k of unrestricted donations and £14k of investment income during the year and net administration fees of £194.4k from endowed funds resulted in an operating surplus of £70.2k. This left unrestricted reserves at £292k as at 31 March 2024 (31 March 2023: £221.8k).

Restricted Funds

Foodbank funding totalling £368k from Derbyshire County Council was the main contributor to £513.8k of Restricted Income during the year.

Net grantmaking of £923k combined with £336.9k of distributable income transferred from endowed funds to restricted funds during the year (in accordance with the Foundation's Total Return policy), left a restricted fund balance unspent at 31 March 2024 of £625.2k, £72.3k lower than the balance at 31 March 2023.

This end of year restricted fund balance relates to funds which have not fully distributed their grant making capacity and will be available for grant distribution during 2024/25.

Endowment Fund

£310.3k of new endowed funds were secured during the year.

Strong if volatile market performance resulted in the Foundation's investments returning an unrealised gain for the year of £713.3k (2022/23: £497.5k loss). Investment income (interest, dividends and rental income) of £325.4k during the year, helped to offset endowment expenses (investment management costs and expenses relating to our investment property) of £32.2k and £531.2k of distributions (relating to transfers under the Foundation's Total Return Policy) and resulted in a £785.6k increase in endowed funds during the year to £9.66 million (2022/23: £8.88 million).

b. Reserves policy

The reserves policy was revised in 2007 to reflect a target level of a minimum of four months running costs equating to £65,000. This revision reflected the increased timescales and potential costs of winding down the much larger organisation. Free reserves as at 31 March 2024 were £189,216 (2023: £122,022).

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c. Investments policy

Under the Memorandum and Articles of Association, Derbyshire Community Foundation has the power to invest any funds not immediately required for the furtherance of its objects in such investments, securities or property as may be thought fit.

The investment objectives remain as:-

(a) the creation of a sufficient financial return to enable the Foundation to carry out its purposes effectively and without interruption, and
(b) to maintain and, if possible, enhance the value of the Foundation's investment funds whilst they are invested,
(c) to obtain a reasonable balance between capital growth and income so that the Foundation can meet future as well as current need;
(d) to avoid investments that the Board of Trustees considers to be unduly risky.

The Trustees have delegated their investment powers to appointed investment managers (currently Rathbones, Cazenove Capital Management and CCLA) on a discretionary basis. In addition, the Office for Civil Society requires that CCLA manage a small portion of the Foundation's endowment (£419.7k as at 31 March 2024) under the Community First programme.

The investment manager is responsible for carrying out all day-to-day investment decisions including acquisition and realisation of investments. The investment manager is required to exercise the power to give effect to the principles as contained in the Foundation's Investment Policy and, in particular, must have regard to the need for diversification and suitability of investments selected.

Whilst the Trustees are not involved in the day-to-day operation of the investment portfolio and do not directly influence attainment of a performance target, they assess performance quarterly.

In addition, the appointment of investment managers is reviewed at least every five years by the Trustees.

Investment policy remains to secure a balance between income and capital growth, with a minimum requirement of a 6% total return to support our agreed spending policy.

As at 30 June 2024 the value of the Foundation's investment portfolio was £10,992k (as at the balance sheet date of 31 March 2024: £10,434k).

d. Going concern

The Trustees have prepared forecasts of income and expenditure to 31 March 2027 and subjected these to sensitivity analysis. These show they have sufficient reserves and cash to continue in operational existence for the foreseeable future. Further details regarding the adoption of the going concern basis can be found in the accounting policies.

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e. Principal risks and uncertainties

The Foundation has developed a Risk Management Register that details the risks to which the charity is exposed in the key areas of governance, finance, personnel, grant making, donor services, management, environment and premises.

Along with the potential impact of those risks, the probability of them occurring and the mitigating action required is also outlined, to assist with:

a) regulatory compliance;
b) achieving the charity's aims more effectively;
c) ensuring that significant risks are known and monitored, thereby enabling trustees to make a more effective contribution; and
d) improved forward planning.

Major risks to which the Foundation is currently exposed and systems or procedures established to manage those risks are:

1. Loss of revenue / discontinuation of major donation(s)
   The Foundation's strategic planning process is on a three year rolling basis and donor care and development is a key element of this process. In addition, the Finance Committee monitors investment performance and reviews appropriateness of Total Return Policy distribution levels on an ongoing basis. Budgets are established at the beginning of each financial year and reviewed quarterly by the Finance Committee, along with cash flow and P&L performance.

2. Stock Market volatility and/or poor performance
   The Foundation utilises the services of three investment managers in order to mitigate poor investment management performance and monitors their performance closely (including face to face meetings every 6 months). In addition, the appropriateness of distribution levels is reviewed alongside investment performance information.

3. Inadequate planning/forecasting
   An annual Board/Senior Management Strategy session ensures that both staff and Trustees are involved in setting targets and that these are not only relevant but that an appropriate balance between realistic and challenging is maintained.

Structure, governance and management

a. Constitution

The charitable company is limited by guarantee without having a share capital and the liability of the members is limited to £1 each. The charitable company is governed by its Memorandum and Articles of Association and is a registered charity.

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Structure, governance and management (continued)

b. Methods of appointment or election of trustees

As of the 2010 AGM, at which amendments to the Articles of Association were approved, Trustees serve for a four year term. Trustees must retire at the AGM following their completion of four years' service, but may stand for re-election, subject to a maximum of three consecutive four-year terms.

To ensure that board transparency and effectiveness are not compromised, re-election is subject to satisfactory performance and the achievement of minimum performance standards.

The Board has the power at any time to appoint any person to be a Trustee, either to fill a casual vacancy or as an addition to the existing Trustees, subject to the total number of Trustees at any time not exceeding sixteen. Any Trustee appointed holds office only until the next following AGM, and then becomes eligible for re election.

New Trustees are found from the contacts and networks of existing Trustees. The Board regularly undertakes skills audits, in order to identify skills gaps amongst existing Trustees and to enable it to seek new Trustees with the skills and experience to fill these gaps.

c. Organisational structure and decision-making policies

The Board of Trustees administers the charity. The Board meets quarterly and there are sub-committees covering Finance, Grant Making and EDI.

The Chief Executive is appointed by the Trustees and manages the day to day operations of the charity, working within terms of delegation, approved by the Trustees, for operational matters including finance, employment, fund development and grant making related activities.

d. Policies adopted for the induction and training of trustees

New Trustees attend an induction meeting, at which they are briefed on their legal obligations under charity and company law, the content of the Memorandum and Articles of Association, the committees and decision making processes, the business plan, staffing structure and recent financial performance of the charity.

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Structure, governance and management (continued)

e. Governance and management

The Board of Trustees plays an important part in fulfilling the Foundation's purpose and vision. Our goal continues to be that we maximise public benefit by ensuring that we:

- embrace and reflect the whole community that we serve;
- function effectively within the terms of a modern and relevant code of governance;
- promote the commitment and satisfaction of those who serve on it; and
- help the Foundation achieve its objectives.

A Board skills audit is conducted on a regular basis and is used to inform the Trustee recruitment process. The Board is committed to ensuring that new Trustees have the skills and expertise required for the future growth and development of the Foundation and are reflective of the communities that we serve.

The Foundation now employs a core staff of one full time and three part time employees (2.14 FTE) and continues to manage a significant grants budget and increasing number of named endowment funds. To enable us to maintain our efficiency and probity, ongoing work on our infrastructure, including policies, operational standards and management practice, continued as an ongoing priority.

Remuneration of key management personnel is reviewed on an annual basis by the Foundation's Finance Committee and their recommendations are then submitted to the Board for approval.

f. Employees

The Trustees would like to formally express their appreciation to all employees and the members of our grant making panels for their contribution to another successful year.

g. Trustees

The Trustees who have held office during the year are listed on page 1.

The Board thanks all members for their contribution to another successful year for Derbyshire Community Foundation.

h. Fundraising standards information

The Foundation does not use professional fund-raisers or commercial participators to carry out fundraising activities on its behalf and does not use direct marketing, telephone, doorstep or on-street fundraising.

The charity has been registered with the Fundraising Regulator since May 2021 and is therefore subject to an undertaking to be bound by a voluntary scheme for regulating fund-raising, or voluntary standard for fund-raising in respect of its activities.

The Foundation has developed a Donor Care policy that sets out the practices and commitment we make to all of our supporters, as part of our fundraising ethos and working practice.

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Plans for future periods

Our Strategic Plan continues to be used as the basis of the action plan and progress against targets is reported to, and reviewed at, quarterly Board meetings.

The current three year strategic plan takes the organisation through to 2024 and was the subject of several Trustee Strategic planning sessions with senior staff during the year. It was agreed that our overarching strategic objectives remain relevant and fit for purpose for the 2023 – 2027 period, namely:

- Build on Foundation Derbyshire's position as the county's trusted philanthropic enabler and advisor, a fair and intelligent grant-maker and a professional manager of charitable funds
- Ensure our grantmaking is:
    a. Relevant, supportive & equitable - reflecting & meeting the needs of the communities we serve and targeting priority areas and issues.
    b. Pre-emptive as well as responsive and supportive.

The focus is now on the projects and actions that are needed to deliver these objectives over the next four years and the most appropriate measures of our success.

Statement of trustees' responsibilities

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

Company law requires the trustees to prepare financial statements for each financial year. Under company law, the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP 2019 (FRS 102);
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

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

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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2024

Disclosure of information to auditor

So far as the trustees are aware:

- there is no relevant audit information of which the charity's auditor is unaware, and
- the trustees have taken all the steps that they ought to have taken in order to be aware of any relevant audit information and to establish that the auditor is aware of that information.

Auditor

The auditor, BHP LLP, has indicated their willingness to continue in office. The designated trustees will propose a motion reappointing the auditor at a meeting of the trustees.

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

Signer ID: SHF6MROGH7...

Oliver Stephenson
Chair
Date: 08/10/2024 GMT

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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF DERBYSHIRE COMMUNITY FOUNDATION

Opinion

We have audited the financial statements of Derbyshire Community Foundation (the 'charitable company') for the year ended 31 March 2024, which comprise the statement of financial activities, the balance sheet, the statement of cash flows and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2024, and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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 charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

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

Other information

The other information comprises the information included in the trustees' report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be 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.

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Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report, which includes the directors' report prepared for the purposes of company law, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report included within the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report included within the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies' regime and take advantage of the small companies' exemptions in preparing the directors' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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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:

- the responsible individual ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified the laws and regulations applicable to the charitable company through discussions with Trustees and other management, and from our knowledge and experience of the sector;
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the charitable company, including Companies Act 2006, Charities Act 2011, employment law and data protection laws;
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence; and
- we ensured identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the entity's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud; and
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we

- performed analytical procedures to identify any unusual or unexpected relationships;
- tested journal entries to identify unusual transactions;
- assessed whether judgements and assumptions made in determining the accounting estimates were indicative of potential bias; and
- investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to underlying supporting documentation;
- review of legal expenses;
- reading the minutes of meetings of those charged with governance; and
- enquiring of management as to actual and potential litigation and claims.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities is available on the FRC's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF DERBYSHIRE COMMUNITY FOUNDATION (CONTINUED)

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

BHP LLP

Signer ID: CZYRUVFAHR...

Nicola Adams (Senior statutory auditor)

for and on behalf of

BHP LLP
Chartered Accountants
Statutory Auditor
One Waterside Place
Basin Square
Brimington Road
Chesterfield
Derbyshire
S41 7FH

Date: 10/10/2024 GMT

Document ID: c937c2df8fa8b96d7b108ae2e1bdfa5f599737c5e309ec220ec5e1ad41397952

STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)

FOR THE YEAR ENDED 31 MARCH 2024

	Note	Unrestricted funds 2024 £	Restricted funds 2024 £	Endowment funds 2024 £	Total funds 2024 £	Total funds 2023 £
Income and endowments from:						
Donations and legacies	4	**9,040**	**513,615**	**310,328**	**832,983**	606,699
Charitable activities	5	**48,637**	**-**	**-**	**48,637**	13,015
Other trading activities	6	**-**	**200**	**-**	**200**	150
Investments	7	**14,015**	**-**	**325,425**	**339,440**	289,613
Total income and endowments		**71,692**	**513,815**	**635,753**	**1,221,260**	909,477
Expenditure on:						
Raising funds	8	**12,665**	**-**	**32,153**	**44,818**	42,848
Charitable activities	8	**183,183**	**922,967**	**-**	**1,106,150**	622,156
Total expenditure		**195,848**	**922,967**	**32,153**	**1,150,968**	665,004
Net (expenditure)/ income before net gains/ (losses) on investments		**(124,156)**	**(409,152)**	**603,600**	**70,292**	244,473
Net gains/(losses) on investments	16	**-**	**-**	**713,263**	**713,263**	(497,437)
Net (expenditure)/ income		**(124,156)**	**(409,152)**	**1,316,863**	**783,555**	(252,964)
Transfers between funds	21	**194,374**	**336,861**	**(531,235)**	**-**	-
Net movement in funds		**70,218**	**(72,291)**	**785,628**	**783,555**	(252,964)
Reconciliation of funds:						
Total funds brought forward		**221,781**	**697,506**	**8,877,049**	**9,796,336**	10,049,300
Net movement in funds		**70,218**	**(72,291)**	**785,628**	**783,555**	(252,964)
Total funds carried forward		**291,999**	**625,215**	**9,662,677**	**10,579,891**	9,796,336

The Statement of Financial Activities complies with the requirements for an income and expenditure account under the Companies Act 2006 and includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

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DERBYSHIRE COMMUNITY FOUNDATION

(A Company Limited by Guarantee)
REGISTERED NUMBER: 02893759

BALANCE SHEET
AS AT 31 MARCH 2024

	Note		2024 £		2023 £
Fixed assets					
Tangible assets	14		**171,940**		173,251
Heritage assets	15		**79,526**		79,526
Investments	16		**10,433,809**		9,404,269
Investment property	17		**15,000**		-
			10,700,275		9,657,046
Current assets					
Debtors	18	**20,538**		40,439	
Cash at bank and in hand		**137,434**		321,845	
		157,972		362,284	
Creditors: amounts falling due within one year	19	**(213,872)**		(153,864)	
Net current liabilities / assets			**(55,900)**		208,420
Total assets less current liabilities			**10,644,375**		9,865,466
Creditors: amounts falling due after more than one year	20		**(64,484)**		(69,130)
Total net assets			**10,579,891**		9,796,336
Charity funds					
Endowment funds (includes revaluation reserve of £2,564,995 (2023: £1,894,687 as restated)	21		**9,662,677**		8,877,049
Restricted funds	21		**625,215**		697,506
Unrestricted funds	21		**291,999**		221,781
Total funds			**10,579,891**		9,796,336

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BALANCE SHEET (CONTINUED)
AS AT 31 MARCH 2024

The trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

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

The financial statements were approved and authorised for issue by the trustees and signed on their behalf by:

William Kerr
Signer ID: UOS82TH9EU

William Kerr
Treasurer
Date: 10/10/2024 GMT

The notes on pages 28 to 54 form part of these financial statements.

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STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2024

	Note	**2024** **£**	2023 £
Cash flows from operating activities			
Net cash used in operating activities	24	**(311,245)**	(117,188)
Cash flows from investing activities			
Dividends, interest and rents from investments		**339,440**	295,722
Purchase of tangible fixed assets		**(458)**	(2,038)
Proceeds from sale of investments		**751,613**	295,714
Purchase of investments		**(876,749)**	(938,370)
Net cash provided by/(used in) investing activities		**213,846**	**(348,972)**
Cash flows from financing activities			
Repayments of borrowings		**(4,335)**	(7,475)
Net cash used in financing activities		**(4,335)**	**(7,475)**
Change in cash and cash equivalents in the year		**(101,734)**	**(473,635)**
Cash and cash equivalents at the beginning of the year		**348,424**	822,059
Cash and cash equivalents at the end of the year	25	**246,690**	348,424

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024

1. General information

The charitable company is a company limited by guarantee incorporated in England and Wales. The members of the company are the trustees named on page 1. In the event of the charitable company being wound up, the liability in respect of the guarantee is limited to £1 per member of the charitable company.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements 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 January 2019), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Derbyshire Community Foundation meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

The financial statements are presented in sterling, which is the functional currency of the charity, and rounded to the nearest £1.

2.2 Going concern

The Trustees have prepared forecasts of income and expenditure to 31 March 2027 and subjected these to sensitivity analysis. These show they have sufficient reserves and cash to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements.

2.3 Income

All income is recognised once the charitable company has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

The recognition of income from legacies is dependent on establishing entitlement, the probability of receipt and the ability to estimate with sufficient accuracy the amount receivable. Evidence of entitlement to a legacy exists when the charitable company has sufficient evidence that a gift has been left to them (through knowledge of the existence of a valid will and the death of the benefactor) and the executor is satisfied that the property in question will not be required to satisfy claims in the estate. Receipt of a legacy must be recognised when it is probable that it will be received and the fair value of the amount receivable, which will generally be the expected cash amount to be distributed to the charitable company, can be reliably measured.

Grants are included in the Statement of Financial Activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance Sheet. Where income is received in advance of entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

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2. Accounting policies (continued)

2.3 Income (continued)

Where the donated good is a fixed asset, it is measured at fair value, unless it is impractical to measure this reliably, in which case the cost of the item to the donor should be used. The gain is recognised as income from donations and a corresponding amount is included in the appropriate fixed asset class and depreciated over the useful economic life in accordance with the charitable company's accounting policies.

Interest and dividends are included in the financial statements on an accruals basis. Tax recoverable on the above is accounted for on a receivable basis.

Investment income is allocated to restricted or unrestricted funds by reference to the nature of the underlying funds generating the income.

2.4 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources.

Raising funds costs are those incurred in seeking the voluntary contributions and do not include the costs of disseminating information in support of the charitable activities. Investment management fees are also included under this heading.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the charitable company's objectives, as well as any associated support costs.

Grants payable are recognised as expenditure when the commitment is made.

All expenditure is inclusive of irrecoverable VAT.

2.5 Taxation

The charitable company is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charitable company is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

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2. Accounting policies (continued)

2.6 Tangible fixed assets and depreciation

Tangible fixed assets costing £300 or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives.

Depreciation is provided on the following basis:

Freehold property	-		no depreciation (see note below)
Office equipment	-	20%	straight line
Computer equipment	-	20%	straight line

No depreciation has been charged on freehold property as in the view of the Trustees, based on the estimated residual value and a useful economical life of 25 years, the annual depreciation charge would be immaterial.

2.7 Heritage assets

Artwork is capitalised at its value on donation or insurance valuation. No depreciation is provided as the residual value is considered to be at least equal to the valuation. Any excess of market value (i.e. insurance value) over the value on donation is credited to the Statement of Financial Activities.

Heritage assets are reviewed for evidence of impairment annually and no provision had been made in either year. In the view of the trustees, this is reasonable when considering the condition of the artwork and its potential for resale and/ or generating income.

2.8 Investments

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance Sheet date, unless the value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and presented as 'Gains/(Losses) on investments' in the Statement of Financial Activities.

Investments held as fixed assets are shown at cost less provision for impairment.

2.9 Investment property

Investment properties are included in the balance sheet at their open market value in accordance with FRS 102 and are not depreciated.

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2. Accounting policies (continued)

2.10 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

2.11 Cash at bank and in hand

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

2.12 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance Sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the charitable company anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the Statement of Financial Activities as a finance cost.

2.13 Financial instruments

The charitable company only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

2.14 Operating leases

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the lease term.

2.15 Pensions

The charitable company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the charitable company to the fund in respect of the year.

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2. Accounting policies (continued)

2.16 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charitable company and which have not been designated for other purposes.

Endowment funds represent those assets which are expendable by the charity. Income arising on the endowment funds is included as endowment income. Any capital gains or losses arising on the investments form part of the fund. Investment management charges and legal advice relating to the fund are charged against the fund.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charitable company for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income, gains and losses are allocated to the appropriate fund.

2.17 Employee benefits

When employees have rendered service to the charity, short-term employee benefits to which the employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service.

***3.* Critical accounting estimates and areas of judgement**

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical accounting estimates and assumptions:

The charitable company makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

The charitable company makes estimates and assumptions concerning the future. The following assumptions have a significant risk of causing a material adjustment to the carrying amounts of assets within the next financial year.

Allocation of investment income, management costs and gains/ losses - these are allocated to funds by reference to the nature of the underlying funds which generated the income, incurred the costs or made the gain/ loss. Any misallocation could result in a material misstatement of fund balances and impact free reserves reported in these financial statements.

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4. Income from donations and legacies

	Unrestricted funds 2024 £	Restricted funds 2024 £	Endowment funds 2024 £	Total funds 2024 £	Total funds 2023 £
Donations	**9,040**	**27,605**	**310,328**	**346,973**	529,699
Legacies	**-**	**30,610**	**-**	**30,610**	77,000
Grants	**-**	**455,400**	**-**	**455,400**	-
	9,040	**513,615**	**310,328**	**832,983**	606,699
Total 2023	8,349	178,532	419,818	606,699	

5. Income from charitable activities

	Unrestricted funds 2024 £	Total funds 2024 £	Total funds 2023 £
Administration fees	**48,637**	**48,637**	13,015
Total 2023	13,015	13,015	

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6. Fundraising income

Income from fundraising events

	Restricted funds 2024 £	Total funds 2024 £	Total funds 2023 £
Vickers artwork sales	**200**	**200**	150
Total 2023	150	150	

7. Investment income

	Unrestricted funds 2024 £	Endowment funds 2024 £	Total funds 2024 £	Total funds 2023 £
Bank interest and dividends received	**14,015**	**325,425**	**339,440**	289,613
Total 2023	-	289,613	289,613	

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8. Expenditure by fund

	Unrestricted funds 2024 £	Restricted funds 2024 £	Endowment funds 2024 £	Total funds 2024 £	Total funds 2023 £
Expenditure on raising funds					
Fundraising (note 9)	**12,665**	**-**	**-**	**12,665**	12,117
Investment management fees	**-**	**-**	**32,153**	**32,153**	30,731
	12,665	**-**	**32,153**	**44,818**	42,848
Expenditure on charitable activities					
Grants payable/ restricted fund expenditure (note 11)	**-**	**922,967**	**-**	**922,967**	467,451
Support costs (note 9)	**176,445**	**-**	**-**	**176,445**	149,996
Management and admin (note 9)	**6,738**	**-**	**-**	**6,738**	4,709
	183,183	**922,967**	**-**	**1,106,150**	622,156
Total 2024	**195,848**	**922,967**	**32,153**	**1,150,968**	665,004
Total 2023	166,822	467,451	30,731	665,004	

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9. Expenditure - fundraising, support costs and management and admin

	Support costs 2024 £	Management and admin 2024 £	Fundraising 2024 £	Total funds 2024 £	Total funds 2023 £
Wages and salaries	**80,330**	**54**	**9,512**	**89,896**	93,498
Other staff costs	**1,735**	**218**	**94**	**2,047**	768
Fundraising costs	**-**	**-**	**287**	**287**	360
Utilities and insurances	**6,031**	**761**	**326**	**7,118**	3,748
Office and meeting costs	**3,587**	**452**	**194**	**4,233**	1,662
Computer costs	**11,541**	**1,456**	**624**	**13,621**	11,100
Finance costs	**4,027**	**508**	**218**	**4,753**	1,465
Publicity and communications	**9,282**	**1,171**	**502**	**10,955**	2,481
Legal and professional	**16,790**	**2,118**	**908**	**19,816**	12,017
Depreciation	**1,769**	**-**	**-**	**1,769**	1,391
Governance costs (note 10)	**41,353**	**-**	**-**	**41,353**	38,332
Total 2024	**176,445**	**6,738**	**12,665**	**195,848**	166,822
Total 2023	149,996	4,709	12,117	166,822	

10. Governance costs

	Unrestricted funds 2024 £	Restricted funds 2024 £	Endowment funds 2024 £	Total funds 2024 £	Total funds 2023 £
Auditor's remuneration	**19,008**	**-**	**-**	**19,008**	15,360
Other costs	**205**	**-**	**-**	**205**	250
Salaries and national insurance	**22,140**	**-**	**-**	**22,140**	22,722
Total 2024	**41,353**	**-**	**-**	**41,353**	38,332
Total 2023	38,332	-	-	38,332	

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11. Grants payable/ restricted fund expenditure

	2024 Number	**2024 £**	2023 Number	2023 (as restated) £
Grants to Community Groups & Voluntary Organisations (see below)	**267**	**917,549**	222	484,275
Grants to individuals	**59**	**15,350**	11	2,900
Withdrawn/ underspent grants	**-**	**(33,069)**	-	(26,359)
Other restricted expenditure	**-**	**23,137**	-	6,635
Total 2024	**326**	**922,967**	233	467,451

	2024 £	2023 £
Analysis of grants paid to organisations		
Ambergate Primary School	**19,895**	-
Ashbourne Foodbank	**15,000**	-
Canaan Trust	**10,221**	-
Chesterfield FoodBank	**15,000**	-
Clay Cross Foodbank	**13,825**	-
Derby Museums	**10,716**	-
Derby Theatre	**15,000**	-
Derventio Housing Trust	**-**	10,000
Eckington Development Company	**14,882**	-
Firs Estate Allotments Assocation	**15,000**	-
Freedom Community	**15,000**	-
Friends of Hurst Farm	**15,000**	-
Gussies Pantry	**15,000**	-
Hadfield Coming Together	**13,350**	-
Heage Primary School	**31,494**	-
Jigsaw Food Bank	**11,117**	-
Kirk Hallam Community Hall Association	**13,824**	-
Life Cycle	**15,000**	-
Local Welcome	**15,663**	-
carried forward	**274,987**	10,000

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	2024	2023
	£	£
Analysis of grants paid to organisations (continued)		
brought forward	**274,987**	10,000
New Mills Youth and Community Project C.I.C.	**13,083**	-
Pathways of Chesterfield	**11,190**	-
Play And Recycling Centre	**27,000**	10,000
Rhubarb Farm CIC	**13,321**	-
Safe and Sound	**-**	10,000
St John's Church, Long Eaton	**12,675**	-
Staywell Derby CIC	**-**	10,000
The Brook Community Church and Centre	**14,750**	-
The Edge Ministries	**11,402**	-
The Zink Project CIO	**15,000**	-
Trinity Baptist Church	**12,300**	-
Viva Chamber Orchestra	**-**	10,000
Grants under £10k by category		
Arts, Culture and Heritage	**44,354**	28,759
Community Cohesion	**18,822**	10,576
Community Safety / Reducing Crime & Anti-social Behaviour	**10,234**	14,522
Disability and Access Issues	**30,918**	14,034
Education, Training and Lifeskills	**27,764**	26,438
Environmental Issues (inc: public spaces)	**18,567**	21,539
Mental Health	**33,416**	23,265
Social Care / Inclusion	**33,308**	30,619
Sports / Exercise for Health	**49,937**	44,397
Supporting Family Life	**31,317**	12,458
Tackling Poverty	**213,204**	207,668
	917,549	484,275

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12. Auditor's remuneration

	2024 £	2023 £
Fees payable to the charitable company's auditor for the audit of the charitable company's annual accounts	**11,040**	10,515
Fees payable to the charitable company's auditor in respect of:		
All taxation advisory services not included above	**1,100**	-
All non-audit services not included above	**4,800**	4,565

13. Staff costs

	2024 £	2023 £
Wages and salaries	**101,621**	100,720
Social security costs	**4,351**	10,597
Pension and health scheme costs	**6,064**	4,903
	112,036	116,220

Included within pension and health scheme costs are pension contributions payable of £5,474 (2023: £4,502).

The average number of persons employed by the charitable company during the year was as follows:

	2024 No.	2023 No.
Grant support	**3**	2
Management	**1**	1
	4	3

The average headcount expressed as full-time equivalents was:

	2024 No.	2023 No.
Allocated to charitable activities	**2.22**	1.74
Allocated to management, administration and fundraising	**0.40**	0.40
	2.62	2.14

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13. Staff costs (continued)

No employee received remuneration amounting to more than £60,000 in either year.

During either year, no trustee received any remuneration or benefits in kind.

The total amount of employee benefits (including employers NI and pension contributions) received by key management personnel were £96,240 (2023: £87,104). The charity considers its key management personnel to be the Chief Executive Officer and Assistant Director of Grants.

14. Tangible fixed assets

	Freehold property £	Office equipment £	Computer equipment £	Total £
Cost				
At 1 April 2023	**169,009**	**1,502**	**7,153**	**177,664**
Additions	**-**	**458**	**-**	**458**
At 31 March 2024	**169,009**	**1,960**	**7,153**	**178,122**
Depreciation				
At 1 April 2023	**-**	**1,100**	**3,313**	**4,413**
Charge for the year	**-**	**338**	**1,431**	**1,769**
At 31 March 2024	**-**	**1,438**	**4,744**	**6,182**
Net book value				
At 31 March 2024	**169,009**	**522**	**2,409**	**171,940**
At 31 March 2023	169,009	402	3,840	173,251

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15. Heritage assets

Assets recognised at valuation

	Artwork 2024 £
Market value at 1 April 2023	**79,526**
Market value at 31 March 2024	**79,526**

Artwork relates to the holding of pieces of art donated by or purchased from artists. The Board reviewed holdings during the year and determined that the valuation of works continued to be appropriate for the current year.

Analysis of heritage asset transactions

	2024 £	2023 £	2022 £	2021 £	2020 £
Donations					
Artwork	-	-	-	**17,210**	-
Total additions	-	-	-	**17,210**	-

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16. Fixed asset investments

	Listed investments £	Total 2024 £	Total 2023 £
Cost or valuation			
At 1 April 2023	9,377,690	**9,377,690**	9,232,471
Additions	985,213	**985,213**	938,370
Disposals	(751,613)	**(751,613)**	(295,714)
Revaluations	713,263	**713,263**	(497,437)
At 31 March 2024	10,324,553	**10,324,553**	9,377,690
Investment cash	109,256	**109,256**	26,579
At 31 March 2024	10,433,809	**10,433,809**	9,404,269
Historical cost	7,651,969	**7,651,969**	7,483,003

Investments at market value comprise

	2024 £	2023 £
Cazenove Charity Multi Asset Fund	**4,540,363**	4,082,991
CCLA Investment Management Ltd	**2,001,316**	1,835,197
Rathbones Investments Management	**3,892,130**	3,486,081
	10,433,809	9,404,269

The investments consist of monies held in externally managed portfolios in a mixture of UK and foreign investments, and are shown at market value as at 31 March 2024.

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17. Investment property

	Investment property £
Valuation	
Additions	**15,000**
At 31 March 2024	**15,000**

The addition of £15,000 represents the value of the Ambergate Cricket Ground which was donated to the charity on 8 December 2023. The investment land was valued at £15,000 by a Chartered Surveyor, Jeremy Wilson BSc, FRICS, on a market value basis on 9 March 2023.

18. Debtors

	2024 £	2023 £
Trade debtors	**20**	95
Other debtors	**19,824**	37,057
Prepayments and accrued income	**694**	3,287
	20,538	40,439

19. Creditors: Amounts falling due within one year

	2024 £	2023 £
Mortgage repayments due within one year	**4,673**	4,362
Other taxation and social security	**11,492**	11,029
Other creditors	**7,342**	7,773
Accruals	**20,979**	21,120
Grants payable (i.e. awaiting contract return)	**169,386**	109,580
	213,872	153,864

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20. Creditors: Amounts falling due after more than one year

	2024	2023
	£	£
Mortgage repayments due after one year	**64,484**	69,130

The aggregate amount of liabilities payable or repayable wholly or in part more than five years after the reporting date is:

	2024	2023
	£	£
Payable or repayable by instalments	**42,118**	48,303
	42,118	48,303

The mortgage is secured by a legal charge over the charitable company's freehold property (Unit 2, Heritage Business Centre, Belper, Derbyshire, DE56 1SW).

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21. Statement of funds

Statement of funds - current year

	Balance at 1 April 2023 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 March 2024 £
Unrestricted funds						
Designated funds						
Golf day funds	-	-	-	**16,074**	-	**16,074**
General funds						
General funds	**221,781**	**71,692**	**(195,848)**	**178,300**	-	**275,925**
Total Unrestricted funds	**221,781**	**71,692**	**(195,848)**	**194,374**	-	**291,999**
Endowment funds (expendable)						
Discretionary Funds	**381,141**	**50,769**	**(1,535)**	**(23,502)**	**32,648**	**439,521**
J Vickers Fund	**260,278**	**6,673**	**(693)**	**(10,838)**	**14,171**	**269,591**
Donor Directed Funds	**7,811,973**	**578,311**	**(29,925)**	**(496,895)**	**628,454**	**8,491,918**
Community First Funds	**423,657**	-	-	-	**37,990**	**461,647**
	8,877,049	**635,753**	**(32,153)**	**(531,235)**	**713,263**	**9,662,677**
Restricted funds						
Tom Carey	**92,167**	-	**(125,882)**	**73,272**	-	**39,557**
Assist Grassroots Grant Revenue	**43,317**	-	-	**3,760**	-	**47,077**
Derbyshire Building Society	**34,594**	-	-	**2,473**	-	**37,067**
SDLF	**52,060**	-	-	**9,028**	-	**61,088**
Rolls-Royce plc Fund	**21,154**	-	-	**14,030**	-	**35,184**
S.D.C.C.T.E	**15,742**	-	-	-	-	**15,742**

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21. Statement of funds (continued)

Statement of funds - current year (continued)

	Balance at 1 April 2023 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 March 2024 £
Freemasons GR	**9,577**	**-**	**(21,222)**	**17,109**	**-**	**5,464**
Made by Sport	**58**	**-**	**-**	**-**	**-**	**58**
Flood Relief Fund	**12,481**	**-**	**(9,000)**	**-**	**-**	**3,481**
Ashby Fund	**15,794**	**-**	**(32,609)**	**36,639**	**-**	**19,824**
Golf day	**16,074**	**-**	**-**	**(16,074)**	**-**	**-**
Jefford- Weller Fund	**6,402**	**-**	**(10,985)**	**9,193**	**-**	**4,610**
Let's Create Jubilee Fund	**309**	**-**	**(309)**	**-**	**-**	**-**
DCC Winter Access Fund	**3,792**	**368,000**	**(343,542)**	**-**	**-**	**28,250**
Other named funds	**373,985**	**145,815**	**(379,418)**	**187,431**	**-**	**327,813**
	697,506	**513,815**	**(922,967)**	**336,861**	**-**	**625,215**
Total of funds	**9,796,336**	**1,221,260**	**(1,150,968)**	**-**	**713,263**	**10,579,891**

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21. Statement of funds (continued)

Statement of funds - prior year

	Balance at 1 April 2022 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 March 2023 £
Unrestricted funds						
General funds	191,354	21,364	(166,822)	175,885	-	221,781
Endowment funds (expendable)						
Discretionary Funds	322,454	95,230	(1,209)	(18,334)	(17,000)	381,141
J Vickers Fund	276,872	6,094	(690)	(11,176)	(10,822)	260,278
Donor Directed Funds	8,179,904	608,107	(28,832)	(494,334)	(452,872)	7,811,973
Community First Funds	440,400	-	-	-	(16,743)	423,657
	9,219,630	709,431	(30,731)	(523,844)	(497,437)	8,877,049
Restricted funds						
Tom Carey	97,575	-	(80,914)	75,506	-	92,167
Assist Grassroots Grant Revenue	39,440	-	-	3,877	-	43,317
Derbyshire Building Society	32,044	-	-	2,550	-	34,594
SDLF	44,701	-	-	7,359	-	52,060
Rolls-Royce plc Fund	6,686	-	-	14,468	-	21,154
S.D.C.C.T.E	15,742	-	-	-	-	15,742
Freemasons GR	9,168	-	(18,700)	19,109	-	9,577
Made by Sport	58	-	-	-	-	58
Flood Relief Fund	12,481	-	-	-	-	12,481
Ashby Fund	16,789	-	(40,259)	39,264	-	15,794
Golf day	16,074	-	-	-	-	16,074

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21. Statement of funds (continued)

Statement of funds - prior year (continued)

	Balance at 1 April 2022 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 March 2023 £
Jefford- Weller Fund	7,642	250	(10,970)	9,480	-	6,402
Let's Create Jubilee Fund	210	-	99	-	-	309
DCC Winter Access Fund	52,064	92,500	(140,772)	-	-	3,792
Other named funds	287,642	85,932	(175,935)	176,346	-	373,985
	638,316	178,682	(467,451)	347,959	-	697,506
Total of funds	10,049,300	909,477	(665,004)	-	(497,437)	9,796,336

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21. Statement of funds (continued)

Purpose of designated funds

Golf day funds have been moved from restricted to designated, since there are no restrictions around this funding. However trustees have designated this for potential future grant making.

Purpose of endowment funds

Discretionary Funds grants are allocated at the Trustees' discretion to meet current community needs.

J Vickers Fund was established with a donation from the estate of the late Jonathan Vickers and distributions are used to fund and administer the Jonathan Vickers Fine Art Award.

Donor Directed Funds are where the donor chooses which projects to support by establishing grantmaking criteria and may also be involved in the grantmaking decisions.

Community First Funds are the Donor Directed Community First Funds held on trust in perpetuity separately from the charitable company's own assets.

Purpose of restricted funds

Tom Carey fund is a named donor directed endowment fund that provides support to new and existing community activity in the Abbey ward of Derby City.

Assist Grassroots Grant Revenue is a named donor directed fund established to support groups providing opportunities for people to gain new skills, qualifications or work experience.

Derbyshire Building Society fund was established in 2004 as part of the Society's wider ongoing commitment to support and improve life within our county.

SDLF fund supports community and voluntary groups offering opportunities for people to gain new skills, which will ultimately allow people to enter or re-enter the world of employment.

Rolls-Royce plc Fund is one of the Foundation's founding funds and was established to provide long term support to local groups and activities in Derbyshire. Every year the Foundation works alongside Rolls-Royce to develop a grant theme, responding to local needs, topics and concerns.

S.D.C.C.T.E is a named fund established to provide core cost funding for the Foundation.

Freemasons GR fund has been established by the Freemasons of Derbyshire Provincial Grand Charity to support community life and tackle disadvantage across Derbyshire by supporting community and voluntary groups and charities.

Made by Sport - administered on behalf of Made by Sport to support clubs and community organisations that intentionally use sport or exercise to develop young people's lives.

Flood Relief Fund was launched by Foundation Derbyshire in November 2019 in response to the floods that affected parts of Derbyshire and Derby City. The Fund is now used to help individuals, families and communities that are affected by future floods.

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Ashby Fund - aims to improve the quality of life for Derbyshire residents and to tackle inequalities and disadvantages faced in local communities, with a preference for groups operating in rural areas or projects focusing on heritage and arts & culture.

Golf Day relates to the fundraising proceeds from the Foundation's annual charity golf day.

The Jefford Weller Fund supports individuals and groups who are working with homelessness and housing issues in Derbyshire.

Let's Create Jubilee Fund is distributed on behalf of Arts Council England (ACE) and supports voluntary and community groups to develop creative and cultural activities as part of the Queen's Platinum Jubilee celebrations in June 2022.

DCC Winter Access Fund is distributed on behalf of Derbyshire County Council to Derbyshire food banks and community food projects that are supporting vulnerable people who are experiencing financial crisis and food insecurity to access food.

Other named funds are the grant revenue pots of the remaining discretionary and donor directed named endowment funds, which are held as part of the Foundation's endowment and flow through funds managed by the Foundation.

Transfers between funds

Transfers into restricted funds, totalling £352,935 and unrestricted funds of £178,300 relate primarily to distributable income for grant making and administration that was transferred in accordance with the Foundation's Total Return Policy in relation to the management of the investment portfolio. These transfers were made from the Foundation's Endowment Fund into General Funds and the grant revenue pots of the 64 discretionary and donor directed named endowment funds, which have been established with the Foundation. A transfer of £16,074 was also made from restricted funds to designated funds for the golf day funds as discussed above.

22. Summary of funds

Summary of funds - current year

	Balance at 1 April 2023 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 March 2024 £
Designated funds	-	-	-	**16,074**	-	**16,074**
General funds	**221,781**	**71,692**	**(195,848)**	**178,300**	-	**275,925**
Endowment funds	**8,877,049**	**635,753**	**(32,153)**	**(531,235)**	**713,263**	**9,662,677**
Restricted funds	**697,506**	**513,815**	**(922,967)**	**336,861**	-	**625,215**
	9,796,336	**1,221,260**	**(1,150,968)**	-	**713,263**	**10,579,891**

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22. Summary of funds (continued)

Summary of funds - prior year

	Balance at 1 April 2022 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 March 2023 £
General funds	191,354	21,364	(166,822)	175,885	-	221,781
Endowment funds	9,219,630	709,431	(30,731)	(523,844)	(497,437)	8,877,049
Restricted funds	638,316	178,682	(467,451)	347,959	-	697,506
	10,049,300	909,477	(665,004)	-	(497,437)	9,796,336

23. Analysis of net assets between funds

Analysis of net assets between funds - current period

	Unrestricted funds 2024 £	**Restricted funds 2024 £**	**Endowment funds 2024 £**	**Total funds 2024 £**
Tangible fixed assets	**171,940**	-	-	**171,940**
Fixed asset investments	-	-	**10,433,809**	**10,433,809**
Investment property	-	-	**15,000**	**15,000**
Heritage assets	-	-	**79,526**	**79,526**
Current assets	**229,029**	**794,601**	**(865,658)**	**157,972**
Creditors due within one year	**(44,486)**	**(169,386)**	-	**(213,872)**
Creditors due in more than one year	**(64,484)**	-	-	**(64,484)**
Total	**291,999**	**625,215**	**9,662,677**	**10,579,891**

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23. Analysis of net assets between funds (continued)

Analysis of net assets between funds - prior period

	Unrestricted funds 2023 £	Restricted funds 2023 £	Endowment funds 2023 £	Total funds 2023 £
Tangible fixed assets	173,251	-	-	173,251
Fixed asset investments	-	-	9,404,269	9,404,269
Heritage assets	-	-	79,526	79,526
Current assets	161,944	807,086	(606,746)	362,284
Creditors due within one year	(44,284)	(109,580)	-	(153,864)
Creditors due in more than one year	(69,130)	-	-	(69,130)
Total	221,781	697,506	8,877,049	9,796,336

24. Reconciliation of net movement in funds to net cash flow from operating activities

	2024 £	2023 £
Net income/(expenditure) for the year (as per Statement of Financial Activities)	**783,555**	(252,964)
Adjustments for:		
Depreciation charges	**1,769**	1,391
Net (gains)/losses on investments	**(713,263)**	497,437
Dividends, interest and rents from investments	**(339,440)**	(295,722)
Decrease in debtors	**17,604**	29,318
Increase/(decrease) in creditors	**61,994**	(96,648)
Donation of investment property	**(15,000)**	-
Donation of fixed asset investment	**(108,464)**	-
Net cash used in operating activities	**(311,245)**	(117,188)

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25. Analysis of cash and cash equivalents

	2024	2023
	£	£
Cash in hand	**137,434**	321,845
Cash held in the investment portfolio	**109,256**	26,579
Total cash and cash equivalents	**246,690**	348,424

26. Analysis of changes in net debt

	At 1 April 2023	Cash flows	At 31 March 2024
	£	**£**	**£**
Cash at bank and in hand	**321,845**	**(184,411)**	**137,434**
Cash in investments	**26,579**	**82,677**	**109,256**
Debt due within 1 year	**(4,362)**	**(311)**	**(4,673)**
Debt due after 1 year	**(69,130)**	**4,646**	**(64,484)**
	274,932	**(97,399)**	**177,533**

27. Contingent assets

As at the reporting date, it is possible that an additional legacy of approximately £1.5m is to be received. This has not been included within accrued income, as although the income is probable and the charity has entitlement, the amount has not yet been confirmed.

28. Pension commitments

The charitable company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the charitable company in an independently administered fund. The pension cost charge represents contributions payable by the charitable company to the fund and amounted to £5,474 (2023: £4,502). Contributions totalling £798 (2023: £634) were payable to the fund at the balance sheet date and are included in creditors.

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29. Operating lease commitments

At 31 March 2024 the charitable company had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

	2024	2023
	£	£
Not later than 1 year	**650**	650
Later than 1 year and not later than 5 years	**163**	813
	813	1,463

The following lease payments have been recognised as an expense in the Statement of financial activities:

	2024	2023
	£	£
Operating lease rentals	**650**	967

30. Related party transactions

During the year donations made by trustees to the charitable company totalled £26,820 (2023: £1,060). In addition, £3,732 (2023: £1,434) was paid to Arha Labs Limited for website and design services, a company part owned by Trustee Alison Williams.

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DERBYSHIRE COMMUNITY FOUNDATION

England & Wales - Charity number 1039485

Accounts

Registered number: 02893759
Charity number: 1039485

DERBYSHIRE COMMUNITY FOUNDATION

(A Company Limited by Guarantee)

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2023

DERBYSHIRE COMMUNITY FOUNDATION

(A Company Limited by Guarantee)

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DERBYSHIRE COMMUNITY FOUNDATION

(A Company Limited by Guarantee)

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITABLE COMPANY, ITS TRUSTEES AND ADVISERS

FOR THE YEAR ENDED 31 MARCH 2023

Trustees	Oliver Stephenson, Chair William Kerr, Treasurer Philip Bloxham Paul Broadhead Stephen Gordon Nick Hodgson Peter Pimm Louise Pinder (resigned 5 December 2022) Sheila Taylor David Palmer Andrew Cochrane Alison Williams Jane Gerard-Pearse Gurmail Raju
Company registered number	02893759
Charity registered number	1039485
Registered office	Unit 2 Heritage Business Centre Derby Road Belper Derbyshire DE56 1SW
Chief executive officer	Rachael Grime
Independent auditor	BHP LLP Chartered Accountants Statutory Auditors One Waterside Place Basin Square Brimington Road Chesterfield Derbyshire S41 7FH
Bankers	Royal Bank of Scotland plc 34 King Street Belper Derbyshire DE56 1PS

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITABLE COMPANY, ITS TRUSTEES AND ADVISERS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

Solicitors	Geldards Number One Pride Place Pride Park Derby DE24 8QR
Patron	The Duke of Devonshire KCVO, CBE, DL
President	Brian Ashby Sir Richard FitzHerbert Bt - President Emeritus
Investment managers	Cazenove Capital 1 London Wall Place London EC2Y 5AU Rathbone Brothers plc Temple Point 1 Temple Row Birmingham B2 5LG CCLA Senator House 85 Queen Victoria Street London EC4V 4ET

CHAIR'S STATEMENT
FOR THE YEAR ENDED 31 MARCH 2023

The chair presents his statement for the year.

This year's statement is written at a time when the words 'inflation', 'interest rates' and 'cost of living' are seldom out of the news and media. As is well documented, the sources of inflation are found in the aftermath of the Covid pandemic (and its burden of expense on governments at home and abroad), and in the war in Ukraine. The stress that the latter has put on energy and food production costs has fed through to every UK household. During 2023 the Bank of England has fought inflation through a succession of base rate increases – in turn increasing the cost of both mortgages and rents. The UK consumer is constrained, and none more so than those whom we assist through grant making at Foundation Derbyshire.

Last year I reflected that the previous 12 months had been a difficult time for small charities and community groups. After Covid, many of them significantly retrenched and others closed for good. In late 2022 Foundation Derbyshire began to see activity in the local charity sector increasing again. It is as if people are starting to see current economics as a 'new normal'. It is gratifying that so many groups are pleased to see us as friends, as they value our advice just as much as our grantmaking.

Financial markets have been lack-lustre during the past year and our portfolio of investments is marginally reduced in value as a result. Recovery will happen, but when is less clear. Our slightly reduced endowment value has not prevented us from making a significant quantum of grants, which is at a new high.

I am delighted to report that for the year ended 31st March 2023:

- The number of endowed funds under the Foundation's management has increased from 68 to 71.
- A total of £493,300 was granted during the year.
- The value of all the endowed funds is £8.8 million.

As in previous years we have received several donations. All donations to Foundation Derbyshire's custodianship are generous, whatever their size, and we pride ourselves on investing the money safely and enabling our benefactors to take as great a role in selecting chosen charities to support as much as they wish. We are hugely proud of the relationships that we have built over the years with the donor community.

I was pleased to attend the annual conference of UKCF (United Kingdom Community Foundations) in Birmingham. Other than a full day of interesting presentations on a variety of philanthropy and governance topics, the friendships that are made at such events with representatives of other regions' community foundations is immensely valuable.

Within the county, we always enjoy the strong relationships we have with the Lord Lieutenant and the High Sheriff. The High Sheriff of 2022 Michael Copestake raised a phenomenal £13,500 for Foundation by cycling all the way to Skegness with his now late brother Jeremy. Foundation Derbyshire is so appreciative of successive High Sheriffs' involvement with us, and we are currently enjoying the 2023 High Sheriff Theresa Peltier's term of office – about which I will comment more fully next year. From all of the Board, 'Thank you Michael', and 'Best Wishes Theresa'. Both of them warrant so much gratitude from Foundation Derbyshire, and from the county as a whole.

CHAIR'S STATEMENT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

Having said farewell to Louise Pinder on her retirement from the Board at the 2022 AGM, I can now report that we are shortly going to be joined by Katy Pugh who many will know from her long association with Age UK Derby & Derbyshire. I know that Katy will be a terrific asset to us.

At the Belper office the executive team of Rachael Grime, Sarah Stainthorpe, and Misbah Ramzan are the invaluable team that make Foundation Derbyshire as good as it is. Without their reliable diligence, input, and good humour Foundation Derbyshire would be a lesser place. We have boosted the team by the recent addition of Vicki Martin who has taken to her new role with enthusiasm.

I would like to mention our valuable sub committees; Finance chaired by William Kerr, Grants chaired by Peter Pimm, Vickers chaired by Helen Bishop, and the EDI group of Sheila Taylor, Jane Gerard-Pearse, Alison Williams, Peter Pimm and Paul Broadhead. Like all Trustees, their time and commitment is entirely voluntary; something that is never taken for granted. The Vickers panel has particular input from volunteers, of whom I would especially note Griselda Kerr, Jenny Denton, Jean Lammie, Tony Butler, Peter Pimm, Craig Fisher and Sian Hoyle.

As ever I would like to thank the Friends of Foundation Derbyshire who make monthly contributions to us. These gifts are always appreciated. It is so good to know that our many friends and supporters are there for us, throughout the entire county of Derbyshire.

Oliver Stephenson
Chairman
Date: Nov 20, 2023

TRUSTEES' REPORT
FOR THE YEAR ENDED 31 MARCH 2023

The trustees present their annual report together with the audited financial statements of the charitable company for the 1 April 2022 to 31 March 2023. The Annual Report serves the purposes of both a trustees' report and a directors' report under company law. The trustees confirm that the Annual Report and financial statements of the charitable company comply with the current statutory requirements, the requirements of the charitable company's governing document and the provisions of the Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019).

Since the charitable company qualifies as small under section 382 of the Companies Act 2006, the Strategic Report required of medium and large companies under the Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 has been omitted.

Objectives and activities

a. Policies and objectives

Derbyshire Community Foundation (operating as Foundation Derbyshire) ("the Foundation") is an independent Derbyshire based registered charity. Our vision is to see a culture of giving at the heart of life in Derbyshire, helping to create a county where communities are strong, civil society is valued and all individuals have the opportunity to fulfil their potential and be treated fairly and with respect.

The charitable objects of the Foundation, as defined in its Memorandum and Articles of Association are to support or promote exclusively charitable purposes which in the opinion of Trustees are beneficial to the community, with a preference for those in Derbyshire.

When reviewing the Foundation's charitable objectives and deciding what activities the Foundation should undertake, the Trustees give due consideration to general guidance published by the Charity Commission relating to public benefit, including the guidance "Public benefit: running a charity (PB2).

The Trustees are satisfied that these objects meet the appropriate charitable purposes as defined by the Charities Act 2011. Given that public benefit is an intrinsic part of the Foundation's objectives and activities, additional information on its delivery is provided throughout the body of this report.

b. Strategies for achieving objectives

The Foundation's over arching mission is three-fold:

- To build a multi-purpose endowment that provides a growing and sustainable source of funding that can meet the needs of today and anticipated and unexpected future needs

- To grow philanthropy in Derbyshire by enabling anyone to be a philanthropist; in life, through a legacy, establishing a named fund or through collective giving.

- To make grants creatively and effectively for both our grant recipients and funders, creating the bridge between people who care about and can give to their local community and the wide range of grassroots groups and charities that work to tackle disadvantage, address need & improve the quality of life in our county.

Objectives and activities (continued)

Our current strategic plan has distilled the organisation's Vision and Mission into two key objectives, namely:

1. To build on our position as the county's trusted philanthropic enabler and advisor, a fair and intelligent grant-maker and a professional manager of charitable funds

2. To ensure our grantmaking is:

    - Relevant, supportive & equitable, reflecting & meeting the needs of the communities we serve and targeting priority areas and issues.
    - Pre-emptive as well as responsive and supportive

c. Activities undertaken to achieve objectives

The main activity we undertake to deliver our objectives is providing a range of tailor-made grant making services to help donors bring about change by channelling their charitable giving, in a tax efficient way, into Derbyshire. We offer donors:

- the versatility to assist a wide range of causes, including children, older people, sport, arts and culture, the environment and community development;
- the means to improve quality of life and help to build stronger communities across the county in perpetuity;
- a countywide knowledge that helps us to identify those most in need and enable donors to reach grass roots projects that might not otherwise find the funds they need.

By linking local donors with local needs in this way, we are able to deliver public benefit in a sustainable way, by using an endowment based giving model to address both the problems of today and the issues facing future generations.

The Foundation also augments its grantmaking activity and impact by distributing funds on behalf of companies, individuals and other charities, through a variety of grant making programmes.

Our other objective focuses on the quality of our grant making, which is effectively our bridge between the people who care about the local community and the wide range of groups and individuals that need their help. A key element of our strategy for maintaining and strengthening this "bridge" is to listen to and learn from our stakeholders, to ensure that our grantmaking is informed by, relevant to and meets the needs of the communities we serve and enabling people with detailed local knowledge and lived experience to contribute to decision making.

Achievements and performance

a. Main achievements of the charitable company

- 233 grants awarded totalling £493k
- Endowed funds totalling £8.88 million as at 31st March 2023
- Over 7,200 grants totalling almost £18.5 million have now been awarded since the Foundation was established in 1996
- 71 endowed funds now under Foundation Derbyshire's management

Achievements and performance (continued)

b. Review of activities

2022-23 was yet another year in which the consequence of global events continued to play out in our communities and exacerbate existing social and economic inequalities across the county.

The pivotal role that local place based philanthropy and civil society continues to play in understanding and addressing the ensuing need and disadvantage is clear. But many of the community groups and organisations that we fund are themselves in a state of crisis; demand for their vital services continues to increase and intensify but operating costs and their ability to recruit and retain the staff and volunteers they need are becoming increasingly problematic.

Ensuring our grantmaking remains relevant, responsive and fit for purpose is one of our principal strategic priorities. Listening to the sector and the groups that we support is of fundamental importance to this work, as is continuing to evolve and hone our processes and criteria to reflect and meet the need and the challenges that they are facing. Therefore, in direct response to the impact that the ongoing cost of living crisis and inflationary pressures are having on our grant applicants, we increased our average grant size from £2,000 to £2,500 during the year and continue to explore other ways in which we can provide support that is tailored to the specific requirements of the local voluntary sector.

As demand for our county's foodbanks continued, and in many cases increased, we were delighted to be able to continue our partnership with Derbyshire County Council during the year, distributing a further £92.5k tranche of funding to foodbanks and food access projects on their behalf.

As part of the Office for Civil Society and Charity Commission's Revitalising Trusts Initiative, we have been working with Derbyshire County Council to review their portfolio of educational Trusts, many of which had become ineffective over time due to the very small amounts of money that they held or because their charitable objectives were too restrictive or no longer relevant. Over £1 million of these trusts have now successfully been transferred to Foundation Derbyshire and will be used to provide grants that support educational opportunities for young people or enable them to develop talents in the arts, sports or science.

We were also delighted to work in partnership with the High Sheriff of Derbyshire, Michael Copestake. Michael raised £13,800 during the year, for which we and the groups that benefited are very grateful.

We were one of the first one hundred Foundations to be selected for The Foundation Practice Rating (a project supported by 10 large UK Foundations to improve practice across the sector, to encourage improvement in Diversity, Accountability and Transparency). Each grantmaking Foundation was rated either A, B, C, or D, (loosely aligned, we understand, with Ofsted and CQC ratings of 'outstanding', 'good', 'requires improvement' and 'inadequate'). The results were published at the beginning of the year and we are pleased to report that Foundation Derbyshire scored a B overall. This process also provided an invaluable insight into the areas where our practices and approach can be improved and helped to inform our baseline self assessment and EDI Action Plan that is now being implemented throughout the organisation and against which we are able to measure our progress.

Achievements and performance (continued)

c. Grantmaking

The essence of the Foundation's activity is to provide public benefit for the residents of Derbyshire and Derby City, through the provision of grant funding. In 2022/23, £493.3k of funds were distributed throughout Derbyshire, bringing the total value of grants made by the Foundation, since its establishment in 1996, to £18.5 million.

The total value of grants made during the year was £44.5k higher than last year's total of £448.8k.

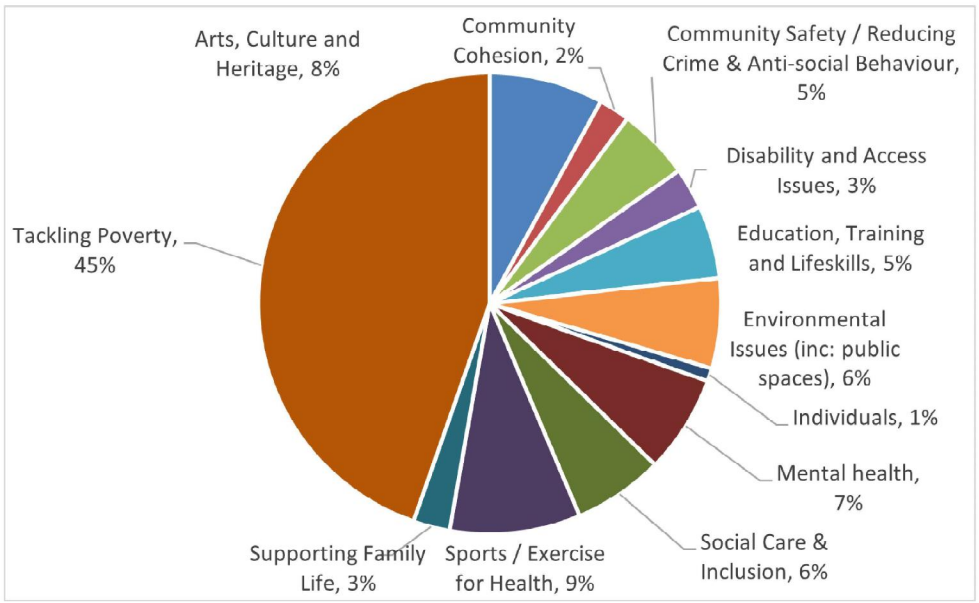
Of the 233 grants awarded during the year, only 8 grants (totalling £77.3k) were in excess of £7,000, evidencing the fact that Foundation Derbyshire is a predominantly small grant maker.

The majority of our grants are awarded through the 71 named funds that have been established by generous individuals, families and organisations who want to make a difference and whose grant making criteria reflects their own charitable objectives and the issues and/or areas of Derbyshire that they care about.

Smaller donations, and gifts from donors that do not want to establish a separate named fund, are held within our General Fund. This Fund has no specific priorities and therefore has the flexibility to respond to emerging issues and fund activities that might not meet the criteria of our donor directed funds.

As a result, our funds support a wide and diverse range of issues and activities, from supporting carers, survivors of domestic abuse and isolated elderly residents to providing the people of Derbyshire with access to music, sport, advice, childcare, transport, counselling and a host of other services.

The breadth of our grantmaking by primary issue is shown in the chart below:



Tackling Poverty accounted for 45% of our grantmaking in 2022-23, a reflection of the impact of the cost of living crisis and also £141k of Foodbank funding distributed on behalf of Derbyshire County Council during the year, including £92.5k received in the year and £48.5k remaining from the prior year.

Achievements and performance (continued)

Stripping out the Derbyshire County Council funding reveals that grant spend by primary issue remains broadly in line with last year, apart from Environmental Issues/Public Spaces, which has increased from 1% of our grantmaking in 2021-22 to 9% in 2022-23.

Also of note is that Mental Health has fallen from 21% of grant spend in 2021-22 to 7% this year. Notwithstanding this, mental health and wellbeing are cited as key areas of focus and benefit in many other grant applications (particularly those that identify environmental issues, tackling poverty and sport/exercise as being the primary issue being addressed), reflecting the intersectionality of so many of the issues and complex needs facing our communities.

Measuring Impact and Understanding Need

Measuring the impact of our grantmaking is a vital part of ensuring that the Foundation continues to be relevant and responsive and not only addresses the need in our county but is able to inspire and inform our donors and funders.

Understanding the challenges and issues within our communities starts at the very beginning of the Foundation's grant application process, when all groups are encouraged to talk to us about their ideas and projects. Our rigorous assessment then enables us to draw out further information on the need that is being met and our bespoke data base (specifically designed for grant making bodies) enables us to generate visual geographic mapping of deprivation levels, down to LSOA* level

*(Lower-layer Super Output Areas are small areas designed to be of a similar population size, with an average of approximately 1,500 residents or 650 households. There are 32,844 Lower-layer Super Output Areas (LSOAs) in England.

End of grant monitoring provides additional information on the impact of our grantmaking and the difference it has made. As well as reporting on financial spend, this is a group's chance to tell us how the project went and for us to capture case studies. An "Influence the Funder" section asks for feedback from grant recipients on the ongoing challenges that a group and the communities it serves might be facing. In addition, grant recipients are surveyed on a regular basis and representatives from our district Councils for Voluntary Service ("CVS"s) are represented on our Grants Committee, ensuring their knowledge of the local voluntary and community sector informs our decision making and policy.

This on the ground, lived experience and intelligence is also vital when interpreting the statistical data that we gather on application levels, grantmaking by district, primary issues addressed, groups/project size (reserve levels and income) and indices of multiple deprivation. For example, the IMD ranking for any grant can only be based on a single postcode (usually that of the applicant group) and not the myriad individuals and communities that are being supported. Notwithstanding this, hard data plays an invaluable role in flagging areas and issues where additional focus and resource may be needed.

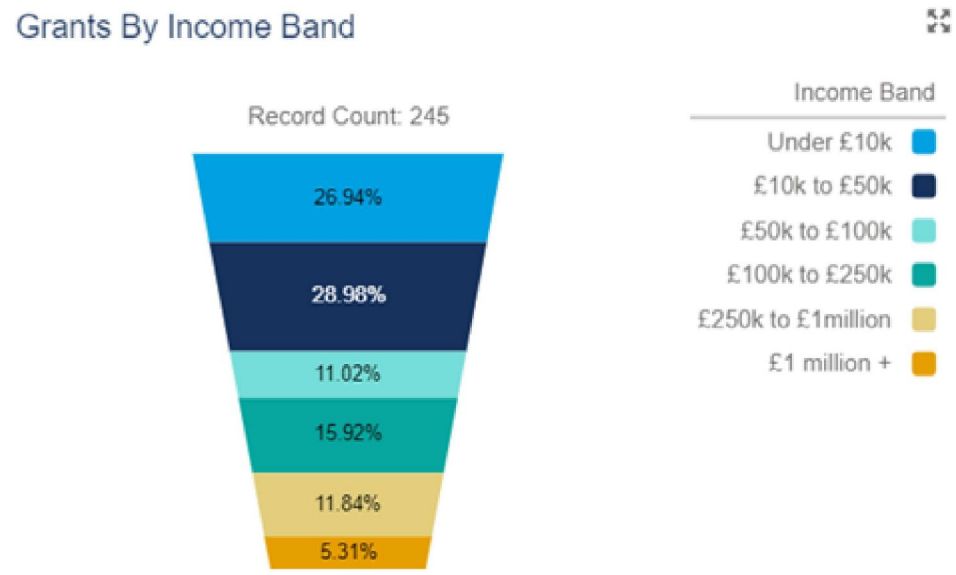
Our impact measurement and needs analysis information is reviewed at quarterly Grants Committee and Board meetings and provides an opportunity for staff and Trustees to identify trends, as well as spot early warning signs, emerging communities in need and gaps in our provision.

This in turn feeds into our grantmaking strategy and policies, from the philanthropic advice we give to our donors through to how and where we allocate our own resources.

There are estimated to be over 5,000 voluntary and community organisations operating across Derbyshire, including formally registered organisations, such as charities, social enterprises and co-operatives, and a large number of 'below the radar' organisations that are not formally registered or incorporated. Nationally, approximately 50% of organisations are micro in size (annual income under £10,000) but receive only 1% of national voluntary sector income and it is therefore at this grassroots level where the Foundation's grantmaking can and does make a real difference across Derbyshire.

Achievements and performance (continued)

As can be seen from the below chart, 27% of our grantmaking in 2022/23 went to groups with an annual income of under £10,000 and two thirds of our grantmaking went to groups with annual income of under £100k.



Funding surgeries held across the City and County continue to be a key and effective way of communicating the availability of grants and how to apply for them to potential recipients. During 2022/23 seven community outreach events were organised or attended, including funding surgeries, workshops and presentations for other infrastructure organisations.

d. Equity, Diversity & Inclusion

Foundation Derbyshire is committed to ensuring that the values of equity, diversity, inclusion (EDI) and respect for all inform and are embedded into everything that we do.

EDI is a key element of the Foundation's strategic plan and work continued throughout the year to support the Foundation's Board of Trustees and Staff Team to not only fulfil their EDI obligations but to go beyond the legal requirements and understand, promote and implement greater diversity, equity and inclusion and ensure that everyone feels involved and included in our plans, programmes and activities.

The Foundation's EDI Committee (comprising Trustees and senior staff members) conducted a baseline organisational self-assessment in January 2022, utilising the Meyer DEI Spectrum Tool, which helps an organisation to assess where it is on its EDI journey and identify potential areas for future work.

This baseline self assessment covers the key areas of Vision, Commitment, Leadership, Policies, infrastructure, Training, Diversity, Data, Community, Decision, Accountablity and Inclusion and has been used to inform and create an Action Plan that is now being implemented throughout the organisation.

Achievements and performance (continued)

d. Equity, Diversity & Inclusion (continued)

The EDI Committee meets quarterly in order to:

- drive the various projects and initiatives within the Action Plan
- measure and monitor our progress along the EDI journey and
- report back to each full Board meeting.

e. Volunteers

The Foundation aims to maximise the quality of public benefit delivered by involving members of the public in our grant making decisions. The Foundation has recruited a number of grant advisors (volunteers who live in their panel area and are involved in and have a strong understanding of the voluntary and community sector) as members of the Foundation's grants committee, to attend meetings and advise on our grant making policy.

This helps us to ensure that funding is directed where it is most needed and that all bids are considered in accordance with the Foundation's constitutional objectives, the criteria of our funders and donors and the priorities of the communities we are here to support.

The Foundation also manages a number of fund specific panels. Our panels continued to meet during the year, both virtually and in person, and the Board thanks all panel members for their ongoing commitment and contribution to the Foundation, during these challenging times.

f. UKCF

We continue our membership of the national body for community foundations, UKCF, which continues to lobby at a national government and corporate level, in order to promote the capabilities of our national network.

Having passed the fifth iteration of UKCF's Quality Accreditation Programme in October 2021, we continued to avail of the benefits that UKCF membership brings including:

- CEO Residential in Birmingham, sharing national and international best practice and addressing the challenges and developments within grantmaking/philanthropy sectors
- Chair and Trustee Away Days and online training
- Bi-ennial UKCF conference in Manchester (October 2022)

Achievements and performance (continued)

g. Fund development activity

Our grantmaking is made possible by the generosity of local people, corporates, funders and charitable trusts who recognise the invaluable work that is being done at a grassroots level and use our expertise and local knowledge to invest in their local communities and find and fund those groups that need their help the most.

The Foundation was delighted to welcome three new endowment funds and two new flow through funds to our donor family during the year. This brings the total number of endowed funds under Foundation Derbyshire's management to 71, with a further 7, which we administer on a "flow through" basis (i.e. held and spent within a specific period, rather than invested for the long term) on behalf of both businesses and individual donors.

An increasing number of our named funds are being established on a "Hybrid" basis and incorporating both endowment and flow through elements. This gives our Donors the "best of both worlds', providing them with more money for grantmaking in the short-term, while also putting something aside for the future.

The Foundation is committed to its role as a trusted philanthropic adviser and therefore focus continued throughout the year on strengthening and developing the service that we offer to our existing donors, to ensure that their experience of giving through the Foundation is rewarding.

A key initiative during the year was a series of feedback sessions with Trustees, that enabled donors to share their thoughts about the Foundation in a peer to peer setting and provided us with invaluable insight into why our donors give through the Foundation, the things we do well and the improvements we can make. Listening to our donors in this way will inform our strategic planning and enable us to improve the donor experience and service that we provide. The success of this initiative has led to further interviews being planned for 2024.

Enabling donors to see, first hand, the impact that their philanthropy is having in their local communities is a highly important aspect of our work. Four "Seeing is Believing" visits to funded groups took place during the year and our newsletters, case studies and monitoring feedback that we share with Donor panels, continue to be both popular and inspiring.

Social Media continues to play an important role in communicating the work of the Foundation to both existing and potential grant recipients and donors. Around 925 subscribers receive our quarterly e-newsletter and we have over 2,500 followers on Twitter and 770 Facebook followers.

The new Foundation Derbyshire website has been well received since it was launched in March 2022:

- The number of users has grown by +31%
- Users referred to the website via social media shows a healthy +52% increase.
- Visitors continue to look at more pages (up by +12%)

Our Friends of Foundation Derbyshire scheme was established in 2018 to enable new and existing supporters, by making a small monthly donation, to help us cover our day to day costs and develop our growth. It continues to be a vital source of funding that enables us to invest in and improve our services and we thank our Friends for their ongoing support and making it possible for us to reach even more of Derbyshire's community groups and projects, that so desperately need our help.

Achievements and performance (continued)

h. Foundation Derbyshire Friends

Barbara Ball
Joanne & Tim Basford
Edward Cadogan
Andrew Cochrane
Emma Curzon
Alexandra Hayward
Bill & Gillian Hutchinson
William and Griselda Kerr
Longcliffe Quarries
Matthew Montague Architects
Jasper Olivier
David Pinder
Louise Potter
Barbi Rodger
Robert Shields
Charles Stephenson
Fiona Stephenson
Oliver Stephenson
Elizabeth Tarling
Tony Walker

Foundation Derbyshire Lifetime Friends

Duncan Ashby
James Litchfield
Peter Ashworth
Helen Bishop
Arthur Blackwood
Jeremy Bowler
David Coleman
Mike Copestake
Chris Endsor
Deborah Fern
Sir Richard FitzHerbert
Peter Gadsby
Michael Hall
Roger Hollick
Bill & Gillian Hutchinson
James Litchfield
Derek & Karen Mapp
Nick Mirfin
Lady Marion Morris
Mel Morris
John Nicholson
David & Lucy Palmer
Robert Shields
Rex Stone
Brigadier Edward Wilkinson
John Wilson
Robin Wood

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2023

Financial review

a. Results for the year

Unrestricted Funds

Management fee income of £13k was only slightly lower than 2021/22 (at £13.6k).

£8.3k of unrestricted donations during the year and net administration fees of £175.9k from endowed funds resulted in an operating surplus of £30.4k. This left unrestricted reserves at £221.8k as at 31 March 2023 (31 March 2022: £191.4k).

Restricted Funds

Foodbank funding totalling £92.5k from Derbyshire County Council and £21.8k of Communities in Crisis Funding (from M&G, British Red Cross and Department for Culture, Media & Sport) were the main contributor to £178.5k of Restricted Income during the year.

Net grantmaking of £467k combined with £348k of distributable income transferred from endowed funds to restricted funds during the year (in accordance with the Foundation's Total Return policy), left a restricted fund balance unspent at 31 March 2023 of £697.5k, £59.2k higher than the balance at 31 March 2022.

This end of year restricted fund balance relates to funds which have not fully distributed their grant making capacity and will be available for grant distribution during 2023/24.

Endowment Fund

£420k of new endowed funds were secured during the year.

Unfortunately, poor market performance resulted in the Foundation's investments returning an unrealised loss for the year of £497k (2021/22: £397k gain). Despite investment income (interest, dividends and rental income) of £290k during the year, these losses, combined with endowment expenses (investment management costs and expenses relating to our investment property) of £30.7k and £523.8k of distributions (relating to transfers under the Foundation's Total Return Policy), resulted in a £342.6k decrease in endowed funds during the year to £8.88 million (2021/22: £9.22 million).

b. Reserves policy

The reserves policy was revised in 2007 to reflect a target level of a minimum of four months running costs equating to £65,851. This revision reflected the increased timescales and potential costs of winding down the much larger organisation. Free reserves as at 31 March 2023 were £122,022 (2022: £99,717).

c. Investments policy

Under the Memorandum and Articles of Association, Derbyshire Community Foundation has the power to invest any funds not immediately required for the furtherance of its objects in such investments, securities or property as may be thought fit.

The investment objectives remain as:-

(a) the creation of a sufficient financial return to enable the Foundation to carry out its purposes effectively and without interruption, and
(b) to maintain and, if possible, enhance the value of the Foundation's investment funds whilst they are invested,
(c) to obtain a reasonable balance between capital growth and income so that the Foundation can meet future as well as current need,
(d) to avoid investments that the Board of Trustees considers to be unduly risky.

The Trustees have delegated their investment powers to appointed investment managers (currently Rathbones, Cazenove Capital Management and CCLA) on a discretionary basis. In addition, the Office for Civil Society requires that CCLA manage a small portion of the Foundation's endowment (£419.7k as at 31 March 2023) under the Community First programme.

The investment manager is responsible for carrying out all day-to-day investment decisions including acquisition and realisation of investments. The investment manager is required to exercise the power to give effect to the principles as contained in the Foundation's Investment Policy and, in particular, must have regard to the need for diversification and suitability of investments selected.

Whilst the Trustees are not involved in the day-to-day operation of the investment portfolio and do not directly influence attainment of a performance target, they assess performance quarterly.

In addition, the appointment of investment managers is reviewed at least every five years by the Trustees.

Investment policy remains to secure a balance between income and capital growth, with a minimum requirement of a 6% total return to support our agreed spending policy.

As at 8 September 2023 the value of the Foundation's investment portfolio was £9,432k (as at the balance sheet date of 31 March 2023: £9,404k).

d. Going concern

The Trustees have prepared forecasts of income and expenditure to 31 March 2026 and subjected these to sensitivity analysis. These show they have sufficient reserves and cash to continue in operational existence for the foreseeable future. Further details regarding the adoption of the going concern basis can be found in the accounting policies.

e. Principal risks and uncertainties

The Foundation has developed a Risk Management Register that details the risks to which the charity is exposed in the key areas of governance, finance, personnel, grant making, donor services, management, environment and premises.

Along with the potential impact of those risks, the probability of them occurring and the mitigating action required is also outlined, to assist with:

a) regulatory compliance;
b) achieving the charity's aims more effectively;
c) ensuring that significant risks are known and monitored, thereby enabling trustees to make a more effective contribution; and
d) improved forward planning.

Major risks to which the Foundation is currently exposed and systems or procedures established to manage those risks are:

1. Loss of revenue / discontinuation of major donation(s)
The Foundation's strategic planning process is on a three year rolling basis and donor care and development is a key element of this process. In addition, the Finance Committee monitors investment performance and reviews appropriateness of Total Return Policy distribution levels on an ongoing basis. Budgets are established at the beginning of each financial year and reviewed quarterly by the Finance Committee, along with cash flow and P&L performance.

2. Stock Market volatility and/or poor performance
The Foundation utilises the services of three investment managers in order to mitigate poor investment management performance and monitors their performance closely (including face to face meetings every 6 months). In addition, the appropriateness of distribution levels is reviewed alongside investment performance information.

3. Inadequate planning/forecasting
An annual Board/Senior Management Strategy session ensures that both staff and Trustees are involved in setting targets and that these are not only relevant but that an appropriate balance between realistic and challenging is maintained.

Structure, governance and management

a. Constitution

The charitable company is limited by guarantee without having a share capital and the liability of the members is limited to £1 each. The charitable company is governed by its Memorandum and Articles of Association and is a registered charity.

Structure, governance and management (continued)

b. Methods of appointment or election of trustees

As of the 2010 AGM, at which amendments to the Articles of Association were approved, Trustees serve for a four year term. Trustees must retire at the AGM following their completion of four years' service, but may stand for re-election, subject to a maximum of three consecutive four-year terms.

To ensure that board transparency and effectiveness are not compromised, re-election is subject to satisfactory performance and the achievement of minimum performance standards.

The Board has the power at any time to appoint any person to be a Trustee, either to fill a casual vacancy or as an addition to the existing Trustees, subject to the total number of Trustees at any time not exceeding sixteen. Any Trustee appointed holds office only until the next following AGM, and then becomes eligible for re election.

New Trustees are found from the contacts and networks of existing Trustees. The Board regularly undertakes skills audits, in order to identify skills gaps amongst existing Trustees and to enable it to seek new Trustees with the skills and experience to fill these gaps.

c. Organisational structure and decision-making policies

The Board of Trustees administers the charity. The Board meets quarterly and there are sub-committees covering Finance, Grant Making and EDI.

The Chief Executive is appointed by the Trustees and manages the day to day operations of the charity, working within terms of delegation, approved by the Trustees, for operational matters including finance, employment, fund development and grant making related activities.

d. Policies adopted for the induction and training of trustees

New Trustees attend an induction meeting, at which they are briefed on their legal obligations under charity and company law, the content of the Memorandum and Articles of Association, the committees and decision making processes, the business plan, staffing structure and recent financial performance of the charity.

Structure, governance and management (continued)

e. Governance and management

The Board of Trustees plays an important part in fulfilling the Foundation's purpose and vision. Our goal continues to be that we maximise public benefit by ensuring that we:

- embrace and reflect the whole community that we serve;
- function effectively within the terms of a modern and relevant code of governance;
- promote the commitment and satisfaction of those who serve on it; and
- help the Foundation achieve its objectives.

A Board skills audit is conducted on a regular basis and is used to inform the Trustee recruitment process. The Board is committed to ensuring that new Trustees have the skills and expertise required for the future growth and development of the Foundation and are reflective of the communities that we serve.

The Foundation now employs a core staff of three part time employees (2.14 FTE) and continues to manage a significant grants budget and increasing number of named endowment funds. To enable us to maintain our efficiency and probity, ongoing work on our infrastructure, including policies, operational standards and management practice, continued as an ongoing priority.

Remuneration of key management personnel is reviewed on an annual basis by the Foundation's Finance Committee and their recommendations are then submitted to the Board for approval.

f. Employees

The Trustees would like to formally express their appreciation to all employees and the members of our grant making panels for their contribution to another successful year.

g. Trustees

The Trustees who have held office during the year are listed on page 1.

The Board thanks all members for their contribution to another successful year for Derbyshire Community Foundation.

Structure, governance and management (continued)

h. Fundraising standards information

Given the ongoing uncertainties regarding the Coronavirus pandemic, there were no fundraising events organised during the year.

The Foundation does not use professional fund-raisers or commercial participators to carry out fundraising activities on its behalf and does not use direct marketing, telephone, doorstep or on-street fundraising.

The charity has been registered with the Fundraising Regulator since May 2021 and is therefore subject to an undertaking to be bound by a voluntary scheme for regulating fund-raising, or voluntary standard for fund-raising in respect of its activities.

The Foundation has developed a Donor Care policy that sets out the practices and commitment we make to all of our supporters, as part of our fundraising ethos and working practice.

Plans for future periods

Our Strategic Plan continues to be used as the basis of the action plan and progress against targets is reported to, and reviewed at, quarterly Board meetings.

The current three year strategic plan takes the organisation through to 2024 and was the subject of several Trustee Strategic planning sessions with senior staff during the year. It was agreed that our overarching strategic objectives remain relevant and fit for purpose for the 2023 – 2027 period, namely:

- Build on Foundation Derbyshire's position as the county's trusted philanthropic enabler and advisor, a fair and intelligent grant-maker and a professional manager of charitable funds
- Ensure our grantmaking is:
    a. Relevant, supportive & equitable - reflecting & meeting the needs of the communities we serve and targeting priority areas and issues.
    b. Pre-emptive as well as responsive and supportive

The focus is now on the projects and actions that are needed to deliver these objectives over the next four years and the most appropriate measures of our success.

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2023

Statement of trustees' responsibilities

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

Company law requires the trustees to prepare financial statements for each financial year. Under company law, the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP 2019 (FRS 102);
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

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

Disclosure of information to auditor

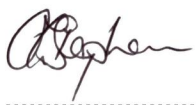
So far as the trustees are aware:

- there is no relevant audit information of which the charity's auditor is unaware, and
- the trustees have taken all the steps that they ought to have taken in order to be aware of any relevant audit information and to establish that the auditor is aware of that information.

Auditor

The auditor, BHP LLP, has indicated their willingness to continue in office. The designated trustees will propose a motion reappointing the auditor at a meeting of the trustees.

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



.....
Oliver Stephenson
Chair
Date: Nov 20, 2023

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF DERBYSHIRE COMMUNITY FOUNDATION

We have audited the financial statements of Derbyshire Community Foundation (the 'charitable company') for the year ended 31 March 2023, which comprise the statement of financial activities, the balance sheet, the statement of cash flows and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2023, and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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 charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

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

Other information

The other information comprises the information included in the trustees' report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the trustees' report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be 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.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report (incorporating the directors' report) for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

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

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies' regime and take advantage of the small companies' exemptions in preparing the directors' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified the laws and regulations applicable to the charitable company through discussions with Trustees and other management, and from our knowledge and experience of the sector;
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the charitable company, including Companies Act 2006, Charities Act 2011, employment law and data protection laws;
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence; and
- we ensured identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the entity's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud; and
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we

- performed analytical procedures to identify any unusual or unexpected relationships;
- tested journal entries to identify unusual transactions;
- assessed whether judgements and assumptions made in determining the accounting estimates were indicative of potential bias; and
- investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to underlying supporting documentation;
- reading the minutes of meetings of those charged with governance; and
- enquiring of management as to actual and potential litigation and claims.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities is available on the FRC's website at: www.frc.org.uk/auditorsresponsibilities.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF DERBYSHIRE COMMUNITY FOUNDATION (CONTINUED)

This description forms part of our auditor's report.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

BHP LLP

Jane Marshall (Nov 23, 2023 13:19 GMT)
Jane Marshall (Senior statutory auditor)

for and on behalf of

BHP LLP
Chartered Accountants
Statutory Auditor
One Waterside Place
Basin Square
Brimington Road
Chesterfield
Derbyshire
S41 7FH

Date: Nov 23, 2023

STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)

FOR THE YEAR ENDED 31 MARCH 2023

	Note	Unrestricted funds 2023 £	Restricted funds 2023 £	Endowment funds 2023 £	Total funds 2023 £	Total funds 2022 £
Income and endowments from:						
Donations and legacies	4	**8,349**	**178,532**	**419,818**	**606,699**	1,310,064
Charitable activities	5	**13,015**	-	-	**13,015**	13,646
Other trading activities	6	-	**150**	-	**150**	4,447
Investments	7	-	-	**289,613**	**289,613**	234,378
Total income and endowments		**21,364**	**178,682**	**709,431**	**909,477**	1,562,535
Expenditure on:						
Raising funds	8	**12,117**	-	**30,731**	**42,848**	45,657
Charitable activities	8	**154,705**	**467,451**	-	**622,156**	627,805
Total expenditure		**166,822**	**467,451**	**30,731**	**665,004**	673,462
Net (expenditure)/income before net (losses)/gains on investments		**(145,458)**	**(288,769)**	**678,700**	**244,473**	889,073
Net (losses)/gains on investments	16	-	-	**(497,437)**	**(497,437)**	397,249
Net (expenditure)/income		**(145,458)**	**(288,769)**	**181,263**	**(252,964)**	1,286,322
Transfers between funds	20	**175,885**	**347,959**	**(523,844)**	-	-
Net movement in funds		**30,427**	**59,190**	**(342,581)**	**(252,964)**	1,286,322
Reconciliation of funds:						
Total funds brought forward		**191,354**	**638,316**	**9,219,630**	**10,049,300**	8,762,978
Net movement in funds		**30,427**	**59,190**	**(342,581)**	**(252,964)**	1,286,322
Total funds carried forward		**221,781**	**697,506**	**8,877,049**	**9,796,336**	10,049,300

The Statement of Financial Activities complies with the requirements for an income and expenditure account under the Companies Act 2006 and includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

DERBYSHIRE COMMUNITY FOUNDATION

(A Company Limited by Guarantee)
REGISTERED NUMBER: 02893759

BALANCE SHEET
AS AT 31 MARCH 2023

	Note		2023 £		2022 £
Fixed assets					
Tangible assets	14		**173,251**		172,604
Heritage assets	15		**79,526**		79,526
Investments	16		**9,404,269**		9,273,528
			9,657,046		9,525,658
Current assets					
Debtors	17	**40,439**		67,460	
Cash at bank and in hand		**321,845**		781,002	
		362,284		848,462	
Creditors: amounts falling due within one year	18	**(153,864)**		(249,372)	
Net current assets			**208,420**		599,090
Total assets less current liabilities			**9,865,466**		10,124,748
Creditors: amounts falling due after more than one year	19		**(69,130)**		(75,448)
Total net assets			**9,796,336**		10,049,300
Charity funds					
Endowment funds (includes revaluation reserve of £1,921,266 (2022: £2,554,370))	20		**8,877,049**		9,219,630
Restricted funds	20		**697,506**		638,316
Unrestricted funds	20		**221,781**		191,354
Total funds			**9,796,336**		10,049,300

BALANCE SHEET (CONTINUED)
AS AT 31 MARCH 2023

The trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

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

The financial statements were approved and authorised for issue by the trustees and signed on their behalf by:

William Kerr
William Kerr (Nov 22, 2023 13:13 GMT)

William Kerr
Treasurer
Date: Nov 22, 2023

The notes on pages 29 to 53 form part of these financial statements.

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2023

	Note	2023 £	2022 £
Cash flows from operating activities			
Net cash (used in)/ provided by operating activities	23	**(117,188)**	659,063
Cash flows from investing activities			
Dividends, interest and rents from investments		**295,722**	234,378
Purchase of tangible fixed assets		**(2,038)**	-
Proceeds from sale of investments		**295,714**	280,421
Purchase of investments		**(938,370)**	(1,547,255)
Proceeds from sale of investment property		**-**	300,000
Net cash used in investing activities		**(348,972)**	**(732,456)**
Cash flows from financing activities			
Repayments of borrowing		**(7,475)**	(2,645)
Net cash used in financing activities		**(7,475)**	**(2,645)**
Change in cash and cash equivalents in the year		**(473,635)**	**(76,038)**
Cash and cash equivalents at the beginning of the year		**822,059**	898,097
Cash and cash equivalents at the end of the year	24	**348,424**	822,059

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

1. General information

The charitable company is a company limited by guarantee. The members of the company are the trustees named on page 1. In the event of the charitable company being wound up, the liability in respect of the guarantee is limited to £1 per member of the charitable company.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements 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 January 2019), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Derbyshire Community Foundation meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

The financial statements are presented in sterling, which is the functional currency of the charity, and rounded to the nearest £1.

2.2 Going concern

The Trustees have prepared forecasts of income and expenditure to 31 March 2026 and subjected these to sensitivity analysis. These show they have sufficient reserves and cash to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements.

2. Accounting policies (continued)

2.3 Income

All income is recognised once the charitable company has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

The recognition of income from legacies is dependent on establishing entitlement, the probability of receipt and the ability to estimate with sufficient accuracy the amount receivable. Evidence of entitlement to a legacy exists when the charitable company has sufficient evidence that a gift has been left to them (through knowledge of the existence of a valid will and the death of the benefactor) and the executor is satisfied that the property in question will not be required to satisfy claims in the estate. Receipt of a legacy must be recognised when it is probable that it will be received and the fair value of the amount receivable, which will generally be the expected cash amount to be distributed to the charitable company, can be reliably measured.

Grants are included in the Statement of Financial Activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance Sheet. Where income is received in advance of entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

Interest and dividends are included in the financial statements on an accruals basis. Tax recoverable on the above is accounted for on a receivable basis.

Investment income is allocated to restricted or unrestricted funds by reference to the nature of the underlying funds generating the income.

2.4 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources.

Raising funds costs are those incurred in seeking the voluntary contributions and do not include the costs of disseminating information in support of the charitable activities. Investment management fees are also included under this heading.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the charitable company's objectives, as well as any associated support costs.

Grants payable are recognised as expenditure when the commitment is made.

All expenditure is inclusive of irrecoverable VAT.

2. Accounting policies (continued)

2.5 Taxation

The charitable company is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charitable company is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

2.6 Tangible fixed assets and depreciation

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives.

Depreciation is provided on the following basis:

Freehold property	-		no depreciation (see note below)
Office equipment	-	20%	straight line
Computer equipment	-	20%	straight line

No depreciation has been charged on freehold property as in the view of the Trustees, based on the estimated residual value and a useful economical life of 25 years, the annual depreciation charge would be immaterial.

2.7 Heritage assets

Artwork is capitalised at its value on donation or insurance valuation. No depreciation is provided as the residual value is considered to be at least equal to the valuation. Any excess of market value (i.e. insurance value) over the value on donation is credited to the Statement of Financial Activities.

Heritage assets are reviewed for evidence of impairment annually and no provision had been made in either year. In the view of the trustees, this is reasonable when considering the condition of the artwork and its potential for resale and/ or generating income.

2.8 Investments

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance Sheet date, unless the value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and presented as 'Gains/(Losses) on investments' in the Statement of Financial Activities.

2. Accounting policies (continued)

2.9 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

2.10 Cash at bank and in hand

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

2.11 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance Sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the charitable company anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the Statement of Financial Activities as a finance cost.

2.12 Financial instruments

The charitable company only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

2.13 Operating leases

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the lease term.

2.14 Pensions

The charitable company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the charitable company to the fund in respect of the year.

2. Accounting policies (continued)

2.15 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charitable company and which have not been designated for other purposes.

Endowment funds represent those assets which are expendable by the charity. Income arising on the endowment funds is included as endowment income. Any capital gains or losses arising on the investments form part of the fund. Investment management charges and legal advice relating to the fund are charged against the fund.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charitable company for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income, gains and losses are allocated to the appropriate fund.

2.16 Employee benefits

When employees have rendered service to the charity, short-term employee benefits to which the employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service.

***3.* Critical accounting estimates and areas of judgement**

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical accounting estimates and assumptions:

The charitable company makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

The charitable company makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results.

The following assumptions have a significant risk of causing a material adjustment to the carrying amounts of assets within the next financial year.

Valuation of heritage assets - these valuations are subject to judgements made by insurers and these may change over time with changes to the artwork market. Impairment reviews consider recent exhibitions and the active market for which data may not be readily available.

Allocation of investment income, management costs and gains/ losses - these are allocated to funds by reference to the nature of the underlying funds which generated the income, incurred the costs or made the gain/ loss. Any misallocation could result in a material misstatement of fund balances and impact free reserves reported in these financial statements.

4. Income from donations and legacies

	Unrestricted funds 2023 £	Restricted funds 2023 £	Endowment funds 2023 £	Total funds 2023 £	Total funds 2022 £
Donations	**8,349**	**178,532**	**419,818**	**606,699**	1,310,064
Total 2022	8,332	152,057	1,149,675	1,310,064	

5. Income from charitable activities

	Unrestricted funds 2023 £	Total funds 2023 £	Total funds 2022 £
Administration fees	**13,015**	**13,015**	13,646
Total 2022	13,646	13,646	

6. Fundraising income

Income from fundraising events

	Restricted funds 2023 £	Total funds 2023 £	Total funds 2022 £
Vickers artwork sales	**150**	**150**	4,447
Total 2022	4,447	4,447	

7. Investment income

	Endowment funds 2023 £	Total funds 2023 £	Total funds 2022 £
Rental income	-	-	130
Bank interest and dividends received	**289,613**	**289,613**	234,248
	289,613	**289,613**	234,378
Total 2022	234,378	234,378	

8. Expenditure by fund

	Unrestricted funds 2023 £	Restricted funds 2023 £	Endowment funds 2023 £	Total funds 2023 £	Total funds 2022 £
Expenditure on raising funds					
Fundraising (note 9)	**12,117**	-	-	**12,117**	12,102
Investment management fees	-	-	**30,731**	**30,731**	33,555
	12,117	-	**30,731**	**42,848**	45,657
Expenditure on charitable activities					
Grants payable/ restricted fund expenditure (note 11)	-	**467,451**	-	**467,451**	468,629
Support costs (note 9)	**149,996**	-	-	**149,996**	152,238
Management and admin (note 9)	**4,709**	-	-	**4,709**	6,938
	154,705	**467,451**	-	**622,156**	627,805
Total 2023	**166,822**	**467,451**	**30,731**	**665,004**	673,462
Total 2022	171,278	468,629	33,555	673,462	

9. Expenditure - fundraising, support costs and management and admin

	Support costs 2023 £	Management and admin 2023 £	Fundraising 2023 £	Total funds 2023 £	Total funds 2022 £
Wages and salaries	**83,680**	**56**	**9,762**	**93,498**	85,855
Other staff costs	**615**	**107**	**46**	**768**	(485)
Fundraising costs	**-**	**-**	**360**	**360**	515
Utilities and insurances	**2,998**	**525**	**225**	**3,748**	3,045
Office and meeting costs	**1,329**	**233**	**100**	**1,662**	2,472
Computer costs	**8,880**	**1,554**	**666**	**11,100**	11,869
Finance costs	**1,172**	**205**	**88**	**1,465**	5,206
Publicity and communications	**1,985**	**347**	**149**	**2,481**	8,528
Legal and professional	**9,614**	**1,682**	**721**	**12,017**	17,937
Depreciation	**1,391**	**-**	**-**	**1,391**	1,323
Governance costs (note 10)	**38,332**	**-**	**-**	**38,332**	35,013
Total 2023	**149,996**	**4,709**	**12,117**	**166,822**	171,278
Total 2022	152,238	6,938	12,102	171,278	

10. Governance costs

	Unrestricted funds 2023 £	Restricted funds 2023 £	Endowment funds 2023 £	Total funds 2023 £	Total funds 2022 £
Auditor's remuneration	**15,360**	**-**	**-**	**15,360**	14,662
Other costs	**250**	**-**	**-**	**250**	250
Salaries and national insurance	**22,722**	**-**	**-**	**22,722**	20,101
Total 2023	**38,332**	**-**	**-**	**38,332**	35,013
Total 2022	35,013	-	-	35,013	

11. Grants payable/ restricted fund expenditure

	2023 Number	**2023 £**	2022 Number	2022 **£**
Grants to Community Groups & Voluntary Organisations	**222**	**490,394**	176	447,195
Grants to individuals	**11**	**2,900**	1	1,600
Withdrawn/ underspent grants	**-**	**(26,359)**	-	(1,441)
Other restricted expenditure	**-**	**516**	-	21,275
Total 2023	**233**	**467,451**	177	468,629

12. Auditor's remuneration

	2023 £	2022 £
Fees payable to the charitable company's auditor for the audit of the charitable company's annual accounts	**10,515**	8,650
Fees payable to the charitable company's auditor in respect of:		
All non-audit services not included above	**4,565**	4,150

13. Staff costs

	2023 £	2022 £
Wages and salaries	**100,720**	92,330
Social security costs	**10,597**	9,111
Pension and health scheme costs	**4,903**	4,515
	116,220	105,956

Included within pension and health scheme costs are pension contributions payable of £4,502 (2022: £4,082).

13. Staff costs (continued)

The average number of persons employed by the charitable company during the year was as follows:

	2023	2022
	No.	No.
Grant support	**2**	2
Management	**1**	1
	3	3

The average headcount expressed as full-time equivalents was:

	2023	2022
	No.	No.
Allocated to charitable activities	**1.74**	1.00
Allocated to management, administration and fundraising	**0.40**	0.40
	2.14	1.40

No employee received remuneration amounting to more than £60,000 in either year.

During either year, no trustee received any remuneration or benefits in kind.

The total amount of employee benefits (including employers NI and pension contributions) received by key management personnel were £87,104 (2022: £88,578). The charity considers its key management personnel to be the Chief Executive Officer and Assistant Director of Grants.

14. Tangible fixed assets

	Freehold property £	Office equipment £	Computer equipment £	Total £
Cost				
At 1 April 2022	**169,009**	**1,502**	**5,115**	**175,626**
Additions	**-**	**-**	**2,038**	**2,038**
At 31 March 2023	**169,009**	**1,502**	**7,153**	**177,664**
Depreciation				
At 1 April 2022	**-**	**800**	**2,222**	**3,022**
Charge for the year	**-**	**300**	**1,091**	**1,391**
At 31 March 2023	**-**	**1,100**	**3,313**	**4,413**
Net book value				
At 31 March 2023	**169,009**	**402**	**3,840**	**173,251**
At 31 March 2022	169,009	702	2,893	172,604

15. Heritage assets

Assets recognised at valuation

	Artwork 2023 £
Market value at 1 April 2022	**79,526**
Market value at 31 March 2023	**79,526**

Artwork relates to the holding of pieces of art donated by or purchased from artists. The Board reviewed holdings during the year and determined that the valuation of works continued to be appropriate for the current year.

Analysis of heritage asset transactions

	2023 £	2022 £	2021 £	2020 £	2019 £
Donations					
Artwork	-	-	**17,210**	-	-
Total additions	-	-	**17,210**	-	-

16. Fixed asset investments

	Listed investments £	Cash £	Total £
Cost or valuation			
At 1 April 2022 (as restated)	**9,232,471**	**41,057**	**9,273,528**
Additions	**938,370**	**-**	**938,370**
Disposals	**(295,714)**	**-**	**(295,714)**
Revaluations	**(497,437)**	**-**	**(497,437)**
Movement in cash	**-**	**(14,478)**	**(14,478)**
At 31 March 2023	**9,377,690**	**26,579**	**9,404,269**
Net book value			
At 31 March 2023	**9,377,690**	**26,579**	**9,404,269**
At 31 March 2022	9,232,471	41,057	9,273,528

Investments at market value comprise

	2023 £	2022 £
Cazenove Charity Multi Asset Fund	**4,082,991**	3,673,405
CCLA Investment Management Ltd	**1,835,197**	1,911,569
Rathbones Investments Management	**3,486,081**	3,658,736
M&G Investments	**-**	29,818
	9,404,269	9,273,528
Historical cost	**7,483,003**	6,719,158

The investments consist of monies held in externally managed portfolios in a mixture of UK and foreign investments, and are shown at market value as at 31 March 2023.

17. Debtors

	2023	2022
	£	£
Trade debtors	**95**	95
Other debtors	**37,057**	65,095
Prepayments and accrued income	**3,287**	2,270
	40,439	67,460

18. Creditors: Amounts falling due within one year

	2023	2022
	£	£
Mortgage repayments due within one year	**4,362**	5,519
Other taxation and social security	**11,029**	5,609
Other creditors	**7,773**	6,570
Accruals and deferred income	**21,120**	27,143
Grants payable (i.e. awaiting contract return)	**109,580**	204,531
	153,864	249,372

19. Creditors: Amounts falling due after more than one year

	2023	2022
	£	£
Mortgage repayments due after one year	**69,130**	75,448

The aggregate amount of liabilities payable or repayable wholly or in part more than five years after the reporting date is:

	2023	2022
	£	£
Payable or repayable by instalments	**48,303**	50,862
	48,303	50,862

The mortgage is secured by a legal charge over the charitable company's freehold property (Unit 2, Heritage Business Centre, Belper, Derbyshire, DE56 1SW).

20. Statement of funds

Statement of funds - current year

	Balance at 1 April 2022 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 March 2023 £
Unrestricted funds						
General funds	**191,354**	**21,364**	**(166,822)**	**175,885**	**-**	**221,781**
Endowment funds (expendable)						
Discretionary Funds	**322,454**	**95,230**	**(1,209)**	**(18,334)**	**(17,000)**	**381,141**
J Vickers Fund	**276,872**	**6,094**	**(690)**	**(11,176)**	**(10,822)**	**260,278**
Donor Directed Funds	**8,179,904**	**608,107**	**(28,832)**	**(494,334)**	**(452,872)**	**7,811,973**
Community First Funds	**440,400**	**-**	**-**	**-**	**(16,743)**	**423,657**
	9,219,630	**709,431**	**(30,731)**	**(523,844)**	**(497,437)**	**8,877,049**
Restricted funds						
Tom Carey	**97,575**	**-**	**(80,914)**	**75,506**	**-**	**92,167**
Assist Grassroots Grant Revenue	**39,440**	**-**	**-**	**3,877**	**-**	**43,317**
Derbyshire Building Society	**32,044**	**-**	**-**	**2,550**	**-**	**34,594**
SDLF	**44,701**	**-**	**-**	**7,359**	**-**	**52,060**
Rolls-Royce plc Fund	**6,686**	**-**	**-**	**14,468**	**-**	**21,154**
S.D.C.C.T.E	**15,742**	**-**	**-**	**-**	**-**	**15,742**
Freemasons GR	**9,168**	**-**	**(18,700)**	**19,109**	**-**	**9,577**
Made by Sport	**58**	**-**	**-**	**-**	**-**	**58**
Coronavirus Response Fund	**52,064**	**-**	**-**	**-**	**-**	**52,064**
Flood Relief Fund	**12,481**	**-**	**-**	**-**	**-**	**12,481**
Ashby Fund	**16,789**	**-**	**(40,259)**	**39,264**	**-**	**15,794**
Golf day	**16,074**	**-**	**-**	**-**	**-**	**16,074**

20. Statement of funds (continued)

Statement of funds - current year (continued)

	Balance at 1 April 2022 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 March 2023 £
Jefford- Weller Fund	**7,642**	**250**	**(10,970)**	**9,480**	**-**	**6,402**
Let's Create Jubilee Fund	**210**	**-**	**99**	**-**	**-**	**309**
DCC Winter Access Fund	**52,064**	**92,500**	**(140,772)**	**-**	**-**	**3,792**
Other named funds	**235,578**	**85,932**	**(175,935)**	**176,346**	**-**	**321,921**
	638,316	**178,682**	**(467,451)**	**347,959**	**-**	**697,506**
Total of funds	**10,049,300**	**909,477**	**(665,004)**	**-**	**(497,437)**	**9,796,336**

20. Statement of funds (continued)

Statement of funds - prior year

	Balance at 1 April 2021 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 March 2022 £
Unrestricted funds						
General funds	169,403	21,978	(171,278)	171,251	-	191,354
Endowment funds (expendable)						
Discretionary Funds	316,115	13,425	(1,421)	(19,600)	13,935	322,454
J Vickers Fund	273,692	7,524	(874)	(12,063)	8,593	276,872
Donor Directed Funds	6,855,909	1,363,104	(31,260)	(345,626)	337,777	8,179,904
Community First Funds	454,357	-	-	(50,901)	36,944	440,400
Revaluation reserve - investment property	90,000	-	-	(90,000)	-	-
	7,990,073	1,384,053	(33,555)	(518,190)	397,249	9,219,630

20. Statement of funds (continued)

Restricted funds						
Tom Carey	54,247	-	(39,530)	82,858	-	97,575
Assist Grassroots Grant Revenue	35,255	-	-	4,185	-	39,440
Derbyshire Building Society	27,524	-	-	4,520	-	32,044
SDLF	32,407	-	-	12,294	-	44,701
Rolls-Royce plc Fund	46,822	-	(55,281)	15,145	-	6,686
S.D.C.C.T.E	15,259	-	-	483	-	15,742
Freemasons GR	19,595	-	(19,500)	9,073	-	9,168
Made by Sport	64,994	(60,894)	(4,042)	-	-	58
Grassroots Derbyshire	27,100	-	-	(27,100)	-	-
Coronavirus Response Fund	15,063	92,000	(55,000)	1	-	52,064
Flood Relief Fund	12,481	-	-	-	-	12,481
Ashby Fund	17,294	-	(40,328)	39,823	-	16,789
Golf day	16,074	-	-	-	-	16,074
Jefford- Weller Fund	13,252	250	(11,405)	5,545	-	7,642
Let's Create Jubilee Fund	-	89,550	(89,340)	-	-	210
Other named funds	206,135	35,598	(154,203)	200,112	-	287,642
	603,502	156,504	(468,629)	346,939	-	638,316
Total of funds	8,762,978	1,562,535	(673,462)	-	397,249	10,049,300

20. Statement of funds (continued)

Purpose of endowment funds

Discretionary Funds grants are allocated at the Trustees' discretion to meet current community needs.

J Vickers Fund was established with a donation from the estate of the late Jonathan Vickers and distributions are used to fund and administer the Jonathan Vickers Fine Art Award.

Donor Directed Funds are where the donor chooses which projects to support by establishing grantmaking criteria and may also be involved in the grantmaking decisions.

Community First Funds are the Donor Directed Community First Funds held on trust in perpetuity separately from the charitable company's own assets.

Purpose of restricted funds

Tom Carey fund is a named donor directed endowment fund that provides support to new and existing community activity in the Abbey ward of Derby City.

Assist Grassroots Grant Revenue is a named donor directed fund established to support groups providing opportunities for people to gain new skills, qualifications or work experience.

Derbyshire Building Society fund was established in 2004 as part of the Society's wider ongoing commitment to support and improve life within our county.

SDLF fund supports community and voluntary groups offering opportunities for people to gain new skills, which will ultimately allow people to enter or re-enter the world of employment.

Rolls-Royce plc Fund is one of the Foundation's founding funds and was established to provide long term support to local groups and activities in Derbyshire. Every year the Foundation works alongside Rolls-Royce to develop a grant theme, responding to local needs, topics and concerns.

S.D.C.C.T.E is a named fund established to provide core cost funding for the Foundation.

Freemasons GR fund has been established by the Freemasons of Derbyshire Provincial Grand Charity to support community life and tackle disadvantage across Derbyshire by supporting community and voluntary groups and charities.

Made by Sport - administered on behalf of Made by Sport to support clubs and community organisations that intentionally use sport or exercise to develop young people's lives.

Coronavirus Response Fund was launched at the end of March 2020 to provide support to community groups and organisations working to tackle the impact of the Coronavirus in Derbyshire and Derby City.

Flood Relief Fund was launched by Foundation Derbyshire in November 2019 in response to the floods that affected parts of Derbyshire and Derby City. The Fund was used to help individuals, families and communities that were affected by the flood waters.

Ashby Fund - aims to improve the quality of life for Derbyshire residents and to tackle inequalities and disadvantages faced in local communities, with a preference for groups operating in rural areas or projects focusing on heritage and arts & culture.

Golf Day relates to the fundraising proceeds from the Foundation's annual charity golf day.

The Jefford Weller Fund supports individuals and groups who are working with homelessness and housing issues in Derbyshire.

Let's Create Jubilee Fund is distributed on behalf of Arts Council England (ACE) and supports voluntary and community groups to develop creative and cultural activities as part of the Queen's Platinum Jubilee celebrations in June 2022.

DCC Winter Access Fund is distributed on behalf of Derbyshire County Council to Derbyshire food banks and community food projects that are supporting vulnerable people who are experiencing financial crisis and food insecurity to access food.

Other named funds are the grant revenue pots of the remaining discretionary and donor directed named endowment funds, which are held as part of the Foundation's endowment and flow through funds managed by the Foundation.

Grassroots Derbyshire - supports groups and projects that work to enhance the quality of life for people living in Derbyshire communities.

Transfers between funds
Transfers into restricted funds, totalling £347,960 and unrestricted funds of £175,884 relate primarily to distributable income for grant making and administration that was transferred in accordance with the Foundation's Total Return Policy in relation to the management of the investment portfolio. These transfers were made from the Foundation's Endowment Fund into General Funds and the grant revenue pots of the 64 discretionary and donor directed named endowment funds, which have been established with the Foundation.

21. Summary of funds

Summary of funds - current year

	Balance at 1 April 2022 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 March 2023 £
General funds	**191,354**	**21,364**	**(166,822)**	**175,885**	**-**	**221,781**
Endowment funds	**9,219,630**	**709,431**	**(30,731)**	**(523,844)**	**(497,437)**	**8,877,049**
Restricted funds	**638,316**	**178,682**	**(467,451)**	**347,959**	**-**	**697,506**
	10,049,300	**909,477**	**(665,004)**	**-**	**(497,437)**	**9,796,336**

21. Summary of funds (continued)

Summary of funds - prior year

	Balance at 1 April 2021 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 March 2022 £
General funds	169,403	21,978	(171,278)	171,251	-	191,354
Endowment funds	7,990,073	1,384,053	(33,555)	(518,190)	397,249	9,219,630
Restricted funds	603,502	156,504	(468,629)	346,939	-	638,316
	8,762,978	1,562,535	(673,462)	-	397,249	10,049,300

22. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Unrestricted funds 2023 £	**Restricted funds 2023 £**	**Endowment funds 2023 £**	**Total funds 2023 £**
Tangible fixed assets	**173,251**	**-**	**-**	**173,251**
Fixed asset investments	**-**	**-**	**9,404,269**	**9,404,269**
Heritage assets	**-**	**-**	**79,526**	**79,526**
Current assets	**161,944**	**807,086**	**(606,746)**	**362,284**
Creditors due within one year	**(44,284)**	**(109,580)**	**-**	**(153,864)**
Creditors due in more than one year	**(69,130)**	**-**	**-**	**(69,130)**
Total	**221,781**	**697,506**	**8,877,049**	**9,796,336**

22. Analysis of net assets between funds (continued)

Analysis of net assets between funds - prior year

	Unrestricted funds 2022 £	Restricted funds 2022 £	Endowment funds 2022 £	Total funds 2022 £
Tangible fixed assets	172,604	-	-	172,604
Fixed asset investments	-	-	9,273,528	9,273,528
Heritage assets	-	-	79,526	79,526
Current assets	343,570	638,316	(133,424)	848,462
Creditors due within one year	(249,372)	-	-	(249,372)
Creditors due in more than one year	(75,448)	-	-	(75,448)
Total	191,354	638,316	9,219,630	10,049,300

23. Reconciliation of net movement in funds to net cash flow from operating activities

	2023 £	2022 £
Net (expenditure)/ income for the year (as per Statement of Financial Activities)	**(252,964)**	1,286,322
Adjustments for:		
Depreciation charges	**1,391**	1,323
Net losses/(gain) on investments	**497,437**	(397,249)
Dividends, interest and rents from investments	**(295,722)**	(234,378)
Decrease/(increase) in debtors	**29,318**	(7,204)
(Decrease)/ increase in creditors	**(96,648)**	10,249
Net cash (used in)/ provided by operating activities	**(117,188)**	659,063

24. Analysis of cash and cash equivalents

	2023	2022
	£	£
Cash in hand	**321,845**	781,002
Cash held in the investment portfolio	**26,579**	41,057
Total cash and cash equivalents	**348,424**	822,059

25. Analysis of changes in net debt

	At 1 April 2022	Cash flows	At 31 March 2023
	£	£	£
Cash at bank and in hand	**781,002**	**(459,157)**	**321,845**
Cash in investments	**41,057**	**(14,478)**	**26,579**
Debt due within 1 year	**(5,519)**	**1,157**	**(4,362)**
Debt due after 1 year	**(75,448)**	**6,318**	**(69,130)**
	741,092	**(466,160)**	**274,932**

26. Pension commitments

The charitable company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the charitable company in an independently administered fund. The pension cost charge represents contributions payable by the charitable company to the fund and amounted to £4,502 (2022: £4,082). Contributions totalling £634 (2022: £511) were payable to the fund at the balance sheet date and are included in creditors.

27. Operating lease commitments

At 31 March 2023 the charitable company had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

	2023	2022
	£	£
Not later than 1 year	**650**	650
Later than 1 year and not later than 5 years	**813**	1,463
	1,463	2,113

The following lease payments have been recognised as an expense in the Statement of financial activities:

	2023	2022
	£	£
Operating lease rentals	**967**	650

28. Related party transactions

During the year donations made by trustees to the charitable company totalled £1,060 (2022: £27,577). In addition, £1,434 (2022: £7,797) was paid to Arha Labs Limited for website and design services, a company part owned by Trustee Alison Williams.

DERBYSHIRE COMMUNITY FOUNDATION

England & Wales - Charity number 1039485

Accounts

Registered number: 02893759
Charity number: 1039485

DERBYSHIRE COMMUNITY FOUNDATION

(A Company Limited by Guarantee)

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022

DERBYSHIRE COMMUNITY FOUNDATION

(A Company Limited by Guarantee)

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DERBYSHIRE COMMUNITY FOUNDATION

(A Company Limited by Guarantee)

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITABLE COMPANY, ITS TRUSTEES AND ADVISERS

FOR THE YEAR ENDED 31 MARCH 2022

Trustees	Oliver Stephenson, Chair William Kerr, Treasurer Philip Bloxham Paul Broadhead Stephen Gordon (appointed 8 November 2021) Nick Hodgson Peter Pimm Louise Pinder Sheila Taylor David Palmer Andrew Cochrane Alison Williams Jane Gerard-Pearse Gurmail Raju (appointed 10 May 2021)
Company registered number	02893759
Charity registered number	1039485
Registered office	Unit 2 Heritage Business Centre Derby Road Belper Derbyshire DE56 1SW
Chief executive officer	Rachael Grime
Independent auditor	BHP LLP Chartered Accountants Statutory Auditors One Waterside Place Basin Square Brimington Road Chesterfield Derbyshire S41 7FH
Bankers	Royal Bank of Scotland plc 34 King Street Belper Derbyshire DE56 1PS

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITABLE COMPANY, ITS TRUSTEES AND ADVISERS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

Solicitors	Geldards Number One Pride Place Pride Park Derby DE24 8QR
Patron	The Duke of Devonshire KCVO, CBE, DL
President	Brian Ashby Sir Richard FitzHerbert Bt - President Emeritus
Investment managers	Cazenove Capital 1 London Wall Place London EC2Y 5AU Rathbone Brothers plc Temple Point 1 Temple Row Birmingham B2 5LG CCLA Senator House 85 Queen Victoria Street London EC4V 4ET

CHAIR'S STATEMENT

FOR THE YEAR ENDED 31 MARCH 2022

The chair presents his statement for the year.

The financial year end of 31st March 2022 came at another time of turbulence for the world, in the shape of a new war in Ukraine. The shock of this has adversely affected financial markets, and as a result, the financial performance of the Foundation's investments. Inflation is a topic very much on the agenda. Everyone is witnessing a significant increase in the cost of living. Energy costs and food prices have changed dramatically since 12 months ago. It has been a difficult year for many, as if emerging from the restrictions of a Covid pandemic had not been hard enough.

The end of the pandemic meant that the Trustees of Foundation Derbyshire were able to meet in person again. It has been a slow transition from the regular Zoom meetings of 2020 and 2021, but at the time of writing (autumn 2022) we are now back to the old life of meeting up in the Belper office.

The new world of 2022 has meant that many smaller charitable organisations which have been supported by Foundation Derbyshire have retrenched. The costs of running small charities has grown substantially, and many of them were already on the back foot having been set back by the Covid pandemic. Meanwhile, public charitable giving and individual donations have reduced. It is a difficult time for small charities.

I am pleased to report that Foundation Derbyshire has been able to rise to the challenges of 2022. Specifically, the demand for Foodbanks has continually grown and we have been able maintain support for them especially with generous distributions totalling £92,000 from Derbyshire County Council, specifically for Foodbanks.

It is always pleasing to be able to report on solid progress at the end of a financial year.

- The number of endowed funds under the Foundation's management is now 68.
- A total of £447,000 was granted during the year.
- The value of all the endowed funds is £9.2 million.
- Our Balance Sheet shows the Foundation's total worth in excess of £10 million for a first time.

I am delighted to report that we have received several very generous donations during the year. All donations to Foundation Derbyshire's custodianship are generous, whatever their size, but we have been especially honoured to receive some particular gifts and legacies each of whose value exceeded £100,000. All the donors have a strong link to Derbyshire, whether they live in the county or not (not all do), and have the same desire in common. This is to support those groups who do so much for some of the most challenged people within our City and County. To these donors we say thank you and we look forward to delivering their specific charitable objectives.

Of particular note is the transfer to Foundation Derbyshire of in excess of £1 million from Derbyshire County Council's portfolio of educational trusts. It is especially flattering to be recognised as a trusted custodian of charitable funds by our own County Council.

I would like to welcome to the Board Stephen Gordon, a resident of Chesterfield. It is excellent to have another representative from the north and east of the County.

CHAIR'S STATEMENT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

We are due to say farewell to Louise Pinder at our AGM following 12 magnificent years' trusteeship at the Foundation. We will miss Louise enormously for her wise counsel, and humour. We offer her our best wishes and thanks, on behalf of all at Foundation Derbyshire.

It is my very pleasant duty to thank those who contribute to everything we do at the Foundation. The executive team of Rachael Grime, Sarah Stainthorpe, and Misbah Ramzan make our organisation as great as it is for their diligence, drive and attention to detail. I should also mention the committees and panels; Finance chaired by William Kerr, Grants chaired by Peter Pimm, and Vickers chaired by Helen Bishop. All these teams, and their members, contribute to the mechanics of the Foundation. Their roles are invaluable. Thank you.

I am pleased to advise that we have established an EDI committee this year. Jane Gerard-Pearse, Alison Williams, Peter Pimm and Sheila Taylor have spearheaded this and are helping to ensure that the principles of equity, diversity and inclusion are embedded in the planning and delivery of our activities.

May I thank, as ever, all those who support us in our role as the county's community foundation. I would especially thank the Friends of Foundation Derbyshire who make monthly contributions to us. These gifts are never taken for granted and are always appreciated. It is so good to know that our supporters are there for us, throughout the entire county of Derbyshire.

Oliver Stephenson
Chairman
Date: Dec 7, 2022

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 MARCH 2022

The trustees present their annual report together with the audited financial statements of the charitable company for the 1 April 2021 to 31 March 2022. The Annual Report serves the purposes of both a trustees' report and a directors' report under company law. The trustees confirm that the Annual Report and financial statements of the charitable company comply with the current statutory requirements, the requirements of the charitable company's governing document and the provisions of the Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019).

Since the charitable company qualifies as small under section 382 of the Companies Act 2006, the Strategic Report required of medium and large companies under the Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 has been omitted.

Objectives and activities

a. Policies and objectives

Derbyshire Community Foundation (operating as Foundation Derbyshire) (“the Foundation”) is an independent Derbyshire based registered charity. Our vision is to see a culture of giving at the heart of life in Derbyshire, helping to create a county where communities are strong, civil society is valued and all individuals have the opportunity to fulfil their potential and be treated fairly and with respect.

The charitable objects of the Foundation, as defined in its Memorandum and Articles of Association are to support or promote exclusively charitable purposes which in the opinion of Trustees are beneficial to the community, with a preference for those in Derbyshire.

When reviewing the Foundation’s charitable objectives and deciding what activities the Foundation should undertake, the Trustees give due consideration to general guidance published by the Charity Commission relating to public benefit, including the guidance “Public benefit: running a charity (PB2).

The Trustees are satisfied that these objects meet the appropriate charitable purposes as defined by the Charities Act 2016. Given that public benefit is an intrinsic part of the Foundation’s objectives and activities, additional information on its delivery is provided throughout the body of this report.

Objectives and activities (continued)

b. Strategies for achieving objectives

The Foundation's over arching mission is three-fold:

- To build a multi-purpose endowment that provides a growing and sustainable source of funding that can meet the needs of today and anticipated and unexpected future needs

- To grow philanthropy in Derbyshire by enabling anyone to be a philanthropist; in life, through a legacy, establishing a named fund or through collective giving.

- To make grants creatively and effectively for both our grant recipients and funders,
  creating the bridge between people who care about and can give to their local community and the wide range of grassroots groups and charities that work to tackle disadvantage, ad-dress need & improve the quality of life in our county.

Our current strategic plan has distilled the organisation's Vision and Mission into two key objectives, namely:

1. To build on our position as the county's trusted philanthropic enabler and advisor, a fair and intelligent grant-maker and a professional manager of charitable funds

2. To ensure our grantmaking is:
   - Relevant, supportive & equitable, reflecting & meeting the needs of the communities we serve and targeting priority areas and issues.
   - Pre-emptive as well as responsive and supportive

c. Activities undertaken to achieve objectives

The main activity we undertake to deliver our objectives is providing a range of tailor-made grant making services to help donors bring about change by channelling their charitable giving, in a tax efficient way, into Derbyshire. We offer donors:

- the versatility to assist a wide range of causes, including children, older people, sport, arts and culture, the environment and community development;
- the means to improve quality of life and help to build stronger communities across the coun-ty in perpetuity;
- a countywide knowledge that helps us to identify those most in need and enable donors to reach grass roots projects that might not otherwise find the funds they need.

By linking local donors with local needs in this way, we are able to deliver public benefit in a sustainable way, by using an endowment based giving model to address both the problems of today and the issues facing future generations.

The Foundation also augments its grantmaking activity and impact by distributing funds on behalf of companies, individuals and other charities, through a variety of grant making programmes.

Our other objective focuses on the quality of our grant making, which is effectively our bridge between the people who care about the local community and the wide range of groups and individuals that need their help. A key element of our strategy for maintaining and strengthening this "bridge" is to listen to and learn from our stakeholders, to ensure that our grantmaking is informed by, relevant to and meets the needs of the communities we serve and enabling people with detailed local knowledge and lived experience to contribute to decision making.

Achievements and performance

a. Main achievements of the charitable company

- 177 grants awarded totalling £447k
- Endowed funds totalling £9.22 million as at 31st March 2022
- Over 7,000 grants totalling £18 million have now been awarded since the Foundation was established in 1996
- 68 endowed funds now under Foundation Derbyshire's management

b. Review of activities

Following a year of unprecedented grantmaking in response to the Coronavirus pandemic, 2021-22 was a year in which we took stock and began to adjust to the new normal that we all now face.

The groups and organisations that we support continue to face great uncertainty and challenges. Still financially exhausted from the increases in demand and cuts to income that the pandemic inflicted, many groups have either folded or are struggling to cope with the pressures that spiralling inflation and supply chain issues are now causing, both for them and the communities that they serve.

Frontline organisations such as foodbanks and mental health and debt advisory services are seeing the need for their services continuing to increase as the cost of living crisis begins to bite. However, they themselves are facing escalating utility bills and struggling to secure funding for rent, storage and staffing. With reports of public donations also now falling, as rising inflation begins to eat into people's disposable incomes, the outlook for 2022 and 2023 is bleak for an ever-increasing number of people.

In response, and since the beginning of the pandemic in March 2020, we have been working with Derbyshire County Council to deliver their Foodbank and Food Access Project Funding and this continued throughout 2021-22, with a further £92,000 of funding allocated and awarded.

The Foundation has always recognised that it can be difficult for groups to secure grants for day to day expenses (rent, insurance, staffing etc), from other funders but that support for running costs as well as for new and innovative ideas, is vital for a healthy and thriving voluntary sector. We therefore continued to make it a priority to listen to the many groups and projects that we work with and, with the support and flexibility of our named fund holders and donors, have endeavoured to remain relevant and provide the support that's needed (for example extending the spend period of our grants from 12 to 18 months).

During the final quarter of the year, we worked with the Arts Council to deliver their Let's Create Jubilee Fund, awarding £89,000 of grants that supported voluntary and community groups to develop creative and cultural activities as part of the Queen's Platinum Jubilee celebrations in June 2022. The fund was created by Arts Council England (ACE) with funds from the National Lottery.

Achievements and performance (continued)

c. Grantmaking

The essence of the Foundation's activity is to provide public benefit for the residents of Derbyshire and Derby City, through the provision of grant funding. In 2021/22, £447k of funds were distributed throughout Derbyshire, bringing the total value of grants made by the Foundation, since its establishment in 1996, to £18 million.

The total value of grants made during the year was £1.21 million lower than last year's total of £1.66 million. This was due to the fact that the 2020/21 figures included over £1.4 million of Coronavirus Emergency Response funding.

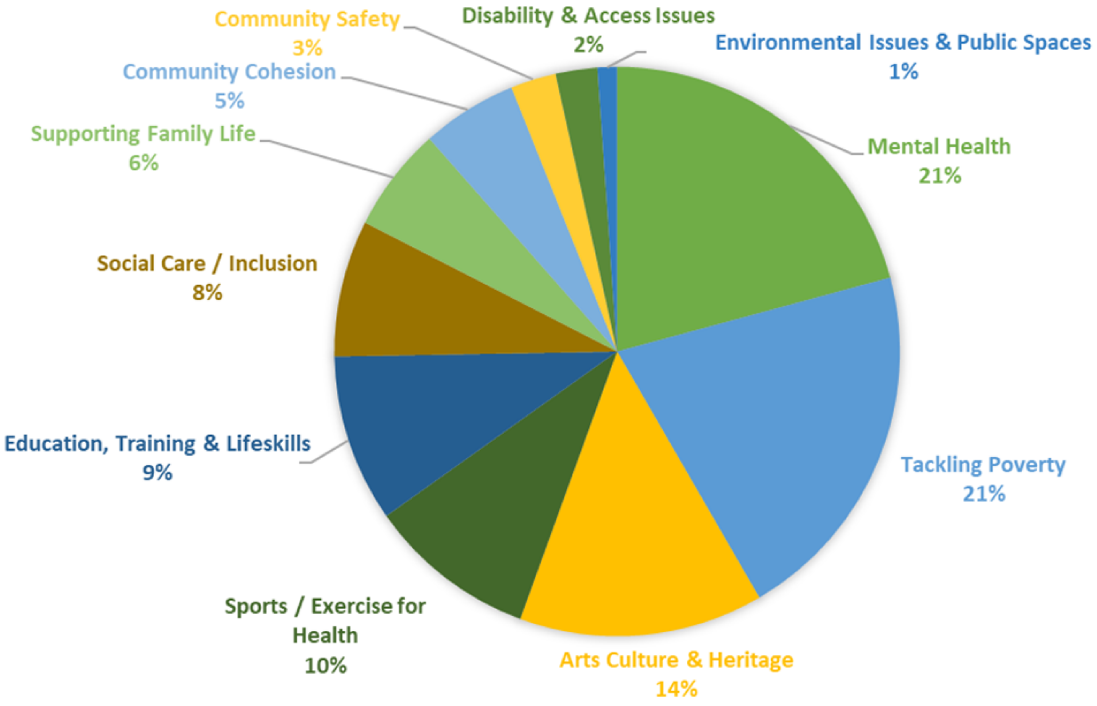
Of the 177 grants awarded during the year, only 13 grants (totalling £113.2k) were in excess of £7,000, evidencing the fact that Foundation Derbyshire is a predominantly small grant maker.

The majority of our grants are awarded through the 68 named funds that have been established by generous individuals, families and organisations who want to make a difference and whose grant making criteria reflects their own charitable objectives and the issues and/or areas of Derbyshire that they care about.

Smaller donations, and gifts from donors that do not want to establish a separate named fund, are held within our General Fund. This Fund has no specific priorities and therefore has the flexibility to respond to emerging issues and fund activities that might not meet the criteria of our donor directed funds.

As a result, our funds support a wide and diverse range of issues and activities, from supporting carers, survivors of domestic abuse and isolated elderly residents to providing the people of Derbyshire with access to music, sport, advice, childcare, transport, counselling and a host of other services.

The breadth of our grantmaking by primary issue is shown in the chart below:



Achievements and performance (continued)

Over four years ago, Foundation Derbyshire identified the following three major ongoing challenges for Derbyshire:

- Improving Mental Health (particularly in young people)
- Caring for an ageing population and
- Tackling poverty and disadvantage.

Not surprisingly, two of these areas (Mental Health and Tackling Poverty) received the most funding during the year (each at 21%). Grants in support of an ageing population are included within most of the primary issue categories but particularly within social care/inclusion, community cohesion, arts culture & heritage and tackling poverty. This, in itself, reflects the intersectionality of so many of the issues and complex needs facing our communities.

Measuring Impact and Understanding Need

Measuring the impact of our grantmaking is a vital part of ensuring that the Foundation continues to be relevant and responsive and not only addresses the need in our county but is able to inspire and inform our donors and funders.

Understanding the challenges and issues within our communities starts at the very beginning of the Foundation's grant application process, when all groups are encouraged to talk to us about their ideas and projects. Our rigorous assessment then enables us to draw out further information on the need that is being met and our bespoke data base (specifically designed for grant making bodies) enables us to generate visual geographic mapping of deprivation levels, down to LSOA* level

**(Lower-layer Super Output Areas are small areas designed to be of a similar population size, with an average of approximately 1,500 residents or 650 households. There are 32,844 Lower-layer Super Output Areas (LSOAs) in England).*

End of grant monitoring provides additional information on the impact of our grantmaking and the difference it has made. As well as reporting on financial spend, this is a group's chance to tell us how the project went and for us to capture case studies. An "Influence the Funder" section asks for feedback from grant recipients on the ongoing challenges that a group and the communities it serves might be facing. In addition, grant recipients are surveyed on a regular basis and representatives from our district Councils for Voluntary Service ("CVS"s) are represented on our Grants Committee, ensuring their knowledge of the local voluntary and community sector informs our decision making and policy.

This on the ground, lived experience and intelligence is also vital when interpreting the statistical data that we gather on application levels, grantmaking by district, primary issues addressed, groups/project size (reserve levels and income) and indices of multiple deprivation ("IMD"). For example, the IMD ranking for any grant can only be based on a single postcode (usually that of the applicant group) and not the myriad individuals and communities that are being supported. Notwithstanding this, hard data plays an invaluable role in flagging areas and issues where additional focus and resource may be needed

All our impact measurement and needs analysis information is reviewed at quarterly Grants Committee and Board meetings and provides an opportunity for staff and Trustees to identify trends, as well as spot early warning signs, emerging communities in need and gaps in our provision.

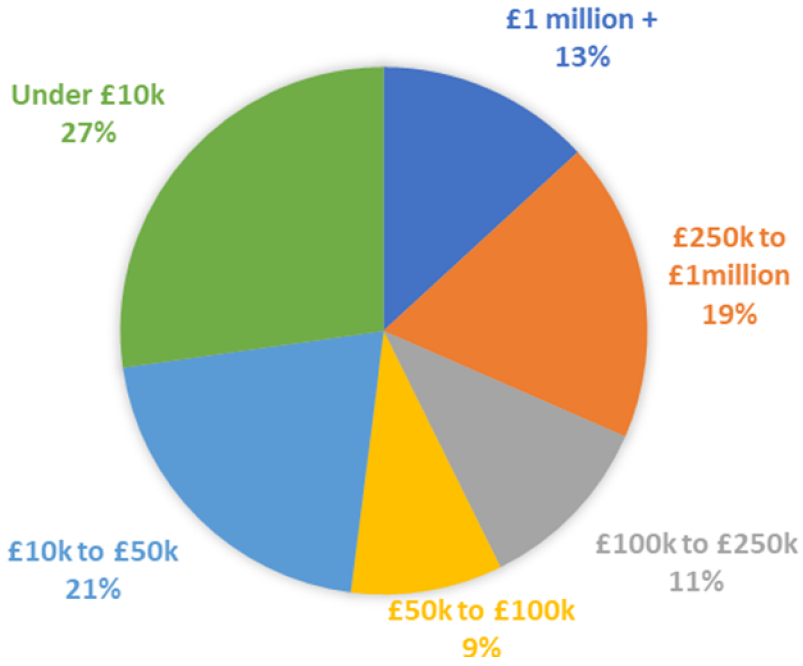
This in turn feeds into our grantmaking strategy and policies, from the philanthropic advice we give to our donors through to how and where we allocate our own resources.

There are estimated to be over 5,000 voluntary and community organisations operating across Derbyshire, including formally registered organisations, such as charities, social enterprises and co-operatives, and a large number of 'below the radar' organisations that are not formally registered or incorporated. Nationally, approximately 50% of organisations are

Achievements and performance (continued)

micro in size (annual income under £10,000) but receive only 1% of national voluntary sector income and it is therefore at this grassroots level where the Foundation's grantmaking can and does make a real difference across Derbyshire.

As can be seen from the below chart, nearly a third of our grantmaking (totalling £122k) in 2021/22 went to groups with an annual income of under £10,000 and 57% of our grantmaking went to groups with annual income of under £100k.



Funding surgeries held across the City and County continue to be a key and effective way of communicating the availability of grants and how to apply for them to potential recipients. Despite the pandemic, during 2021/22 eight community outreach events were organised or attended, including funding surgeries, workshops and presentations for other infrastructure organisations.

d. Equity, Diversity & Inclusion

As part of our strategic planning during the year, the Board committed to ensuring that the values of equity, diversity, inclusion and respect for all inform and are embedded into everything that we do.

Work has been ongoing throughout the year and includes the establishment of an EDI Committee to support the Foundation's Board of Trustees and Staff Team to not only fulfil their EDI obligations but to go beyond the legal requirements and understand, promote and implement greater diversity, equity and inclusion and ensure that everyone feels involved and included in our plans, programmes and activities.

Achievements and performance (continued)

e. Volunteers

The Foundation aims to maximise the quality of public benefit delivered by involving members of the public in our grant making decisions. The Foundation has recruited a number of grant advisors (volunteers who live in their panel area and are involved in and have a strong understanding of the voluntary and community sector) as members of the Foundation's grants committee, to attend meetings and advise on our grant making policy.

This helps us to ensure that funding is directed where it is most needed and that all bids are considered in accordance with the Foundation's constitutional objectives, the criteria of our funders and donors and the priorities of the communities we are here to support.

The Foundation also manages a number of fund specific panels. Our Panels continued to meet during the year, both virtually and in person, and the Board thanks all Panel members for their ongoing commitment and contribution to the Foundation, during these challenging times.

f. UKCF

We continue our membership of the national body for community foundations, UKCF, which continues to lobby at a national government and corporate level, in order to promote the capabilities of our national network.

During the year, we successfully passed the fifth iteration of UKCF's Quality Accreditation Programme (which we have successfully held since it was established in 2009). The accreditation (which lasts for three years until October 2024) evaluates our ongoing practices and development trajectory within core standards of governance, finance, philanthropy, grant making, community participation and organisational development. The programme is unique to UKCF, providing the only accreditation process internationally that is tailored to and designed by community foundations.

Achievements and performance (continued)

g. Fund development activity

Our grantmaking is made possible by the generosity of local people, corporates, funders and charitable trusts who recognise the invaluable work that is being done at a grassroots level and use our expertise and local knowledge to invest in their local communities and find and fund those groups that need their help the most.

There are now 68 endowed funds under Foundation Derbyshire's management and a further 5, which we administer on a "flow through" basis (i.e. held and spent within a specific period, rather than invested for the long term) on behalf of both businesses and individual donors. An increasing number of our named funds are being established on a "Hybrid" basis and incorporating both endowment and flow through elements. This gives our Donors the "best of both worlds', providing them with more money for grantmaking in the short-term, while also putting something aside for the future.

The Foundation is committed to its role as a trusted philanthropic adviser and therefore focus continued throughout the year on strengthening and developing the service that we offer to our existing donors, to ensure that their experience of giving through the Foundation is rewarding.

Enabling donors to see, first hand, the impact that their philanthropy is having in their local communities is a highly important aspect of this work. Unfortunately, the pandemic meant that we were not in a position to resume our "Seeing is Believing" visits during the year but we continued to provide case studies and monitoring feedback to Donor panels, and produce donor-specific newsletters, all of which continued to be both popular and inspiring.

Social Media continues to play an important role in communicating the work of the Foundation to both existing and potential grant recipients and donors. Around 1,000 subscribers receive our quarterly e-newsletter and we have over 2,500 followers on Twitter and 689 Facebook followers.

The new Foundation Derbyshire website was launched during the year, alongside a new marketing and communications strategy, part of which is focused on developing our digital technology and social media platforms to raise awareness and profile of the work that we do.

Our Friends of Foundation Derbyshire scheme was established in 2018 to enable new and existing supporters, by making a small monthly donation, to help us cover our day to day costs and develop our growth. It continues to be a vital source of funding that enables us to invest in and improve our services and we thank our Friends for their ongoing support and making it possible for us to reach even more of Derbyshire's community groups and projects, that so desperately need our help.

Achievements and performance (continued)

h. Foundation Derbyshire Friends

Our Friends of Foundation Derbyshire scheme has been established to enable new and existing supporters, by making a small monthly donation, to help us cover our day to day costs and develop our growth.

We thank our Friends for their support and for making it possible for us to reach even more of Derbyshire's community groups and projects, which desperately need our help.

Foundation Derbyshire Friends

Barbara Ball
Joanne & Tim Basford
Edward Cadogan
Andrew Cochrane
Emma Curzon
Alexandra Hayward
Bill & Gillian Hutchinson
William and Griselda Kerr
Longcliffe Quarries
Matthew Montague Architects
Jasper Olivier
David Pinder
Louise Potter
Barbi Rodgers
Robert Shields
Charles Stephenson
Fiona Stephenson
Oliver Stephenson
Elizabeth Tarling
Tony Walker

Foundation Derbyshire Lifetime Friends

Duncan Ashby
James Litchfield
Peter Ashworth
Helen Bishop
Arthur Blackwood
Jeremy Bowler
David Coleman
Mike Copestake
Chris Endsor
Deborah Fern
Sir Richard FitzHerbert
Peter Gadsby
Michael Hall
Roger Hollick
Bill & Gillian Hutchinson
James Litchfield
Derek & Karen Mapp
Nick Mirfin
Lady Marion Morris
Mel Morris
John Nicholson
David & Lucy Palmer
Robert Shields
Rex Stone
Brigadier Edward Wilkinson
John Wilson
Robin Wood

Financial review

a. Results for the year

Unrestricted Funds

Management fee income of £13.6k was £85.6k lower than 2020/21 (at £99.3k). This was primarily due to one-off fee income earned distributing National Emergencies Trust Coronavirus Funding during the prior year.

£8.3k of unrestricted donations during the year and net administration fees of £171k from endowed funds resulted in an operating surplus of £22k. This left unrestricted reserves at £191.4k as at 31st March 2022 (31st March, 2021: £169.4k).

Restricted Funds

Foodbank funding from Derbyshire County Council and the Arts Council's Let's Create Jubilee grant programme were the main contributors to £156k of Restricted Income during the year.

Grantmaking of £447k was the main contributor to £468.6k of Restricted Fund expenditure during the year.

£347k of distributable income was transferred from endowed funds to restricted funds during the year, in accordance with the Foundation's Total Return policy, to leave the balance unspent at 31 March 2022 of £638k, £34.8k higher than the balance at 31 March 2021.

This end of year restricted fund balance relates to funds which have not fully distributed their grant making capacity and will be available for grant distribution during 2022/23.

Endowment Fund

£1.3 million of new endowed funds were secured during the year (of which £1 million relates to the transfer of a portfolio of educational trusts from Derbyshire County Council). In addition, relatively strong market performance until the final quarter of the financial year, resulted in the Foundation's investments returning an unrealised gain for the year of £397k (2020/21: £1,373k gain). These gains, combined with investment income (interest, dividends and rental income) of £234.4k during the year, were more than enough to cover endowment expenses (investment management costs and expenses relating to our investment property) of £33.6k and £518.2k of distributions (relating to transfers under the Foundation's Total Return Policy) and resulted in a £1.23 milion increase in endowed funds during the year to £9.22 million.

b. Reserves policy

The reserves policy was revised in 2007 to reflect a target level of a minimum of four months running costs equating to £68,278. This revision reflected the increased timescales and potential costs of winding down the much larger organisation. Free reserves as at 31 March 2022 were £99,717 (2021: £79,088).

c. Investments policy

Under the Memorandum and Articles of Association, Derbyshire Community Foundation has the power to invest any funds not immediately required for the furtherance of its objects in such investments, securities or property as may be thought fit.
The investment objectives remain as:-

(a) The creation of a sufficient financial return to enable the Foundation to carry out its purposes effectively and without interruption, and
(b) to maintain and, if possible, enhance the value of the Foundation's investment funds whilst they are invested,
(c) to obtain a reasonable balance between capital growth and income so that the Foundation can meet future as well as current need,
(d) to avoid investments that the Board of Trustees considers to be unduly risky.

The Trustees have delegated their investment powers to appointed investment managers (currently Rathbones, Cazenove Capital Management and CCLA) on a discretionary basis. In addition, the Office for Civil Society requires that CCLA manage a small portion of the Foundation's endowment (£440.4k as at 31 March 2022) under the Community First programme.

The investment manager is responsible for carrying out all day-to-day investment decisions including acquisition and realisation of investments. The investment manager is required to exercise the power to give effect to the principles as contained in the Foundation's Investment Policy and, in particular, must have regard to the need for diversification and suitability of investments selected.

Whilst the Trustees are not involved in the day-to-day operation of the investment portfolio and do not directly influence attainment of a performance target, they assess performance quarterly.
In addition, the appointment of investment managers is reviewed at least every five years by the Trustees.

Investment policy remains to secure a balance between income and capital growth, with a minimum requirement of a 6% total return to support our agreed spending policy.

As at 30th September, 2022 the value of the Foundation's investment portfolio was £8,589k (as at the balance sheet date of 31 March 2022: £9,274k).

d. Going concern

The Trustees have considered the ongoing impact of COVID-19 and increasing levels of inflation on the charity's income, operating cost base and investment portfolios. They have prepared forecasts of income and expenditure to 31 March 2024 and subjected these to sensitivity analysis. These show they have sufficient reserves and cash to continue in operational existence for the foreseeable future. Further details regarding the adoption of the going concern basis can be found in the accounting policies.

e. Principal risks and uncertainties

The Foundation has developed a Risk Management Register that details the risks to which the charity is exposed in the key areas of governance, finance, personnel, grant making, donor services, management, environment and premises.

Along with the potential impact of those risks, the probability of them occurring and the mitigating action required is also outlined, to assist with:

a) regulatory compliance;
b) achieving the charity's aims more effectively;
c) ensuring that significant risks are known and monitored, thereby enabling trustees to make a more effective contribution; and
d) improved forward planning.

Major risks to which the Foundation is currently exposed and systems or procedures established to manage those risks are:

1. Loss of revenue / discontinuation of major donation(s)

   The Foundation's strategic planning process is on a three year rolling basis and donor care and development is a key element of this process. In addition, the Finance Committee monitors investment performance and reviews appropriateness of Total Return Policy distribution levels on an ongoing basis. Budgets are established at the beginning of each financial year and reviewed quarterly by the Finance Committee, along with cash flow and P&L performance.

2. Stock Market volatility and/or poor performance

   The Foundation utilises the services of three investment managers in order to mitigate poor investment management performance and monitors their performance closely (including face to face meetings every 6 months). In addition, the appropriateness of distribution levels is reviewed alongside investment performance information.

3. Inadequate planning/forecasting

   An annual Board/Senior Management Strategy session ensures that both staff and Trustees are involved in setting targets and that these are not only relevant but that an appropriate balance between realistic and challenging is maintained.

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2022

Structure, governance and management

a. Constitution

The charitable company is limited by guarantee without having a share capital and the liability of the members is limited to £1 each. The charitable company is governed by its Memorandum and Articles of Association and is a registered charity.

b. Methods of appointment or election of trustees

As of the 2010 AGM, at which amendments to the Articles of Association were approved, Trustees serve for a four year term. Trustees must retire at the AGM following their completion of four years' service, but may stand for re-election, subject to a maximum of three consecutive four-year terms.

To ensure that board transparency and effectiveness are not compromised, re-election is subject to satisfactory performance and the achievement of minimum performance standards.

The Board has the power at any time to appoint any person to be a Trustee, either to fill a casual vacancy or as an addition to the existing Trustees, subject to the total number of Trustees at any time not exceeding sixteen. Any Trustee appointed holds office only until the next following AGM, and then becomes eligible for re election.

New Trustees are found from the contacts and networks of existing Trustees. The Board regularly undertakes skills audits, in order to identify skills gaps amongst existing Trustees and to enable it to seek new Trustees with the skills and experience to fill these gaps.

c. Organisational structure and decision-making policies

The Board of Trustees administers the charity. The Board meets quarterly and there are sub-committees covering Finance, Grant Making and EDI.

The Chief Executive is appointed by the Trustees and manages the day to day operations of the charity, working within terms of delegation, approved by the Trustees, for operational matters including finance, employment, fund development and grant making related activities.

d. Policies adopted for the induction and training of trustees

New Trustees attend an induction meeting, at which they are briefed on their legal obligations under charity and company law, the content of the Memorandum and Articles of Association, the committees and decision making processes, the business plan, staffing structure and recent financial performance of the charity.

Structure, governance and management (continued)

e. Governance and management

The Board of Trustees plays an important part in fulfilling the Foundation's purpose and vision. Our goal continues to be that we maximise public benefit by ensuring that we:

- embrace and reflect the whole community that we serve;
- function effectively within the terms of a modern and relevant code of governance;
- promote the commitment and satisfaction of those who serve on it; and
- help the Foundation achieve its objectives.

A Board skills audit is conducted on a regular basis and is used to inform the Trustee recruitment process. The Board is committed to ensuring that new Trustees have the skills and expertise required for the future growth and development of the Foundation and are reflective of the communities that we serve.

The Foundation now employs a core staff of three part time employees (2.0 FTE) and continues to manage a significant grants budget and increasing number of named endowment funds. To enable us to maintain our efficiency and probity, ongoing work on our infrastructure, including policies, operational standards and management practice, continued as an ongoing priority.

Remuneration of key management personnel is reviewed on an annual basis by the Foundation's Finance Committee and their recommendations are then submitted to the Board for approval.

f. Employees

The Trustees would like to formally express their appreciation to all employees and the members of our grant making panels for their contribution to another successful year.

g. Trustees

The Trustees who have held office during the year are listed on page 1.

The Board welcomes Stephen Gordon, who was formally appointed at the AGM in December 2021.

In December 2022, Louise Pinder will retire after completing her maximum 12 year term as a Trustee of Foundation Derbyshire. Louise has been a dedicated and passionate supporter of the Foundation and the Board thanks her for her time, commitment and enthusiasm.

The Board thanks all members for their contribution to another successful year for Derbyshire Community Foundation.

Structure, governance and management (continued)

h. Fundraising standards information

Given the ongoing uncertainties regarding the Coronavirus pandemic, there were no fundraising events organised during the year.

The Foundation does not use professional fund-raisers or commercial participators to carry out fundraising activities on its behalf and does not use direct marketing, telephone, doorstep or on-street fundraising.

The charity has been registered with the Fundraising Regulator since May 2021 and is therefore subject to an undertaking to be bound by a voluntary scheme for regulating fund-raising, or voluntary standard for fund-raising in respect if its activities.

The Foundation has developed a Donor Care policy that sets out the practices and commitment we make to all of our supporters, as part of our fundraising ethos and working practice.

Plans for future periods

A new three year strategic plan, to take the organisation through to 2024, was the focus of several Trustee Strategic planning sessions with senior staff at the end of the last financial year. The plan focuses on the delivery of our two key objectives, namely to:

- Build on Foundation Derbyshire's position as the county's trusted philanthropic enabler and advisor, a fair and intelligent grant-maker and a professional manager of charitable funds
- Ensure our grantmaking is:
    a. Relevant, supportive & equitable - reflecting & meeting the needs of the communities we serve and targeting priority areas and issues.
    b. Pre-emptive as well as responsive and supportive

The Strategic Plan has been used to establish an action plan and progress against targets is reported to, and reviewed at, quarterly Board meetings.

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2022

Statement of trustees' responsibilities

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

Company law requires the trustees to prepare financial statements for each financial year. Under company law, the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP 2019 (FRS 102);
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

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

Disclosure of information to auditor

So far as the trustees are aware:

- there is no relevant audit information of which the charity's auditor is unaware, and
- the trustees have taken all the steps that they ought to have taken in order to be aware of any relevant audit information and to establish that the auditor is aware of that information.

Auditor

The auditor, BHP LLP, has indicated their willingness to continue in office. The designated trustees will propose a motion reappointing the auditor at a meeting of the trustees.

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

.....
Oliver Stephenson
Chair
Date: Dec 7, 2022

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF DERBYSHIRE COMMUNITY FOUNDATION

Opinion

We have audited the financial statements of Derbyshire Community Foundation (the 'charitable company') for the year ended 31 March 2022 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2022 and of its incoming resources and application of resources, including its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council'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 charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

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

Other information

The other information comprises the information included in the trustees' report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the trustees' report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be 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.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report (incorporating the directors' report) for the financial year for which the financial statements are prepared is consistent with the financial statements.
- the director's report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

We have nothing to report in respect of the following matters in relation to which Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies' regime and take advantage of the small companies' exemptions in preparing the trustees' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified the laws and regulations applicable to the entity through discussions with Trustees and other management, and from our knowledge and experience of the charity sector;
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the entity, including safeguarding legislation, health and safety and data protection laws;
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence; and
- we ensured identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the entity’s financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud; and
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we

- performed analytical procedures to identify any unusual or unexpected relationships;
- tested journal entries to identify unusual transactions;
- assessed whether judgements and assumptions made in determining the accounting estimates were indicative of potential bias; and
- investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to underlying supporting documentation;
- reading the minutes of meetings of those charged with governance; and
- enquiring of management as to actual and potential litigation and claims.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

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 auditor's report.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and its members, as a body, for our audit work, for this report, or for the opinions we have formed.

BHP LLP

Jane Marshall (Senior statutory auditor)
for and on behalf of
BHP LLP
Chartered Accountants
Statutory Auditors
One Waterside Place
Basin Square
Brimington Road
Chesterfield
Derbyshire
S41 7FH

Date: Dec 7, 2022

DERBYSHIRE COMMUNITY FOUNDATION

(A Company Limited by Guarantee)

STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)

FOR THE YEAR ENDED 31 MARCH 2022

	Note	Unrestricted funds 2022 £	Restricted funds 2022 £	Endowment funds 2022 £	Total funds 2022 £	Total funds 2021 £
Income and endowments from:						
Donations and legacies	4	**8,332**	**152,057**	**1,149,675**	**1,310,064**	1,781,897
Charitable activities	5	**13,646**	**-**	**-**	**13,646**	99,252
Other trading activities	6	**-**	**4,447**	**-**	**4,447**	44,377
Investments	7	**-**	**-**	**234,378**	**234,378**	195,561
Total income and endowments		**21,978**	**156,504**	**1,384,053**	**1,562,535**	2,121,087
Expenditure on:						
Raising funds	8	**12,102**	**-**	**33,555**	**45,657**	41,705
Charitable activities	9	**159,176**	**468,629**	**-**	**627,805**	1,817,330
Total expenditure		**171,278**	**468,629**	**33,555**	**673,462**	1,859,035
Net (expenditure)/income before net gains on investments		**(149,300)**	**(312,125)**	**1,350,498**	**889,073**	262,052
Net gains on investments		**-**	**-**	**397,249**	**397,249**	1,372,846
Net (expenditure)/income		**(149,300)**	**(312,125)**	**1,747,747**	**1,286,322**	1,634,898
Transfers between funds	21	**171,251**	**346,939**	**(518,190)**	**-**	-
Net movement in funds		**21,951**	**34,814**	**1,229,557**	**1,286,322**	1,634,898
Reconciliation of funds:						
Total funds brought forward		**169,403**	**603,502**	**7,990,073**	**8,762,978**	7,128,080
Net movement in funds		**21,951**	**34,814**	**1,229,557**	**1,286,322**	1,634,898
Total funds carried forward		**191,354**	**638,316**	**9,219,630**	**10,049,300**	8,762,978

The Statement of Financial Activities includes all gains and losses recognised in the year.

DERBYSHIRE COMMUNITY FOUNDATION

(A Company Limited by Guarantee)
REGISTERED NUMBER: 02893759

BALANCE SHEET
AS AT 31 MARCH 2022

	Note		2022 £		2021 £
Fixed assets					
Tangible assets	14		**172,604**		173,927
Heritage assets	15		**79,526**		79,526
Investments	16		**9,273,528**		7,579,689
Investment property	17		**-**		300,000
			9,525,658		8,133,142
Current assets					
Debtors	18	**67,460**		60,256	
Cash at bank and in hand		**781,002**		886,796	
		848,462		947,052	
Creditors: amounts falling due within one year	19	**(249,372)**		(238,985)	
Net current assets			**599,090**		708,067
Total assets less current liabilities			**10,124,748**		8,841,209
Creditors: amounts falling due after more than one year	20		**(75,448)**		(78,231)
Total net assets			**10,049,300**		8,762,978
Charity funds					
Endowment funds (includes revaluation reserve of £2,554,370 (2021: £2,394,806))	21		**9,219,630**		7,990,073
Restricted funds	21		**638,316**		603,502
Unrestricted funds	21		**191,354**		169,403
Total funds			**10,049,300**		8,762,978

BALANCE SHEET (CONTINUED)
AS AT 31 MARCH 2022

The trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

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

The financial statements were approved and authorised for issue by the trustees and signed on their behalf by:

William Kerr
William Kerr (Dec 7, 2022 15:03 GMT)

William Kerr
Treasurer
Date: Dec 7, 2022

The notes on pages 29 to 54 form part of these financial statements.

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2022

	Note	2022 £	2021 £
Cash flows from operating activities			
Net cash provided by operating activities	24	**659,063**	181,875
Cash flows from investing activities			
Dividends, interests and rents from investments		**234,378**	195,561
Purchase of tangible fixed assets		**-**	(840)
Proceeds from sale of investments		**280,421**	495,156
Purchase of investments		**(1,547,360)**	(736,194)
Proceeds from sale of investment property		**300,000**	-
Net cash used in investing activities		**(732,561)**	**(46,317)**
Cash flows from financing activities			
Repayments of borrowing		**(2,645)**	(5,193)
Net cash used in financing activities		**(2,645)**	**(5,193)**
Change in cash and cash equivalents in the year		**(76,143)**	**130,365**
Cash and cash equivalents at the beginning of the year		**898,096**	767,731
Cash and cash equivalents at the end of the year	25	**821,953**	898,096

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

1. General information

The charitable company is a company limited by guarantee. The members of the company are the trustees named on page 1. In the event of the charitable company being wound up, the liability in respect of the guarantee is limited to £1 per member of the charitable company.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements 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 January 2019), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Derbyshire Community Foundation meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

The financial statements are presented in sterling, which is the functional currency of the charity, and rounded to the nearest £1.

2.2 Going concern

The Trustees have considered the impact of COVID-19 on the charity's income, operating cost base and investment portfolios. They have prepared forecasts of income and expenditure to 31 March 2024 and subjected these to sensitivity analysis. These show they have sufficient reserves and cash to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements.

2. Accounting policies (continued)

2.3 Income

All income is recognised once the charitable company has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

The recognition of income from legacies is dependent on establishing entitlement, the probability of receipt and the ability to estimate with sufficient accuracy the amount receivable. Evidence of entitlement to a legacy exists when the charitable company has sufficient evidence that a gift has been left to them (through knowledge of the existence of a valid will and the death of the benefactor) and the executor is satisfied that the property in question will not be required to satisfy claims in the estate. Receipt of a legacy must be recognised when it is probable that it will be received and the fair value of the amount receivable, which will generally be the expected cash amount to be distributed to the charitable company, can be reliably measured.

Grants are included in the Statement of Financial Activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance Sheet. Where income is received in advance of entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

Interest and dividends are included in the financial statements on an accruals basis. Tax recoverable on the above is accounted for on a receivable basis.

Investment income is allocated to restricted or unrestricted funds by reference to the nature of the underlying funds generating the income.

2. Accounting policies (continued)

2.4 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources.

Fundraising costs are those incurred in seeking the voluntary contributions and do not include the costs of disseminating information in support of the charitable activities.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the charitable company's objectives, as well as any associated support costs.

Grants payable are recognised as expenditure when the commitment is made.

All expenditure is inclusive of irrecoverable VAT.

2.5 Taxation

The charitable company is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charitable company is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

2.6 Tangible fixed assets and depreciation

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives.

Depreciation is provided on the following basis:

Freehold property	-		no depreciation (see note below)
Office equipment	-	20%	straight line
Computer equipment	-	20%	straight line

No depreciation has been charged on freehold property as in the view of the Trustees, based on the estimated residual value and a useful economical life of 25 years, the annual depreciation charge would be immaterial.

2. Accounting policies (continued)

2.7 Heritage assets

Artwork is capitalised at its value on donation or insurance valuation. No depreciation is provided as the residual value is considered to be at least equal to the valuation. Any excess of market value (i.e. insurance value) over the value on donation is credited to the Statement of Financial Activities.

Heritage assets are reviewed for evidence of impairment annually and no provision had been made in either year. In the view of the trustees, this is reasonable when considering the condition of the artwork and its potential for resale and/ or generating income.

2.8 Investments

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance Sheet date, unless the value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and presented as 'Gains/(Losses) on investments' in the Statement of Financial Activities.

2.9 Investment property

The investment property is carried at market value and the valuation is reviewed at the end of each reporting period by Trustees using rental yield calculations and comparing these against commercial rates. Where there is deemed to be a material change to the valuation, a professional valuer is appointed. Where the excess of market value is less than original cost the resultant deficit is taken to the endowment fund.

2.10 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

2.11 Cash at bank and in hand

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

2.12 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance Sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the charitable company anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the Statement of Financial Activities as a finance cost.

2. Accounting policies (continued)

2.13 Financial instruments

The charitable company only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

2.14 Operating leases

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the lease term.

2.15 Pensions

The charitable company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the charitable company to the fund in respect of the year.

2.16 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charitable company and which have not been designated for other purposes.

Endowment funds represent those assets which are expendable by the charity. Income arising on the endowment funds is included as endowment income. Any capital gains or losses arising on the investments form part of the fund. Investment management charges and legal advice relating to the fund are charged against the fund.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charitable company for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income, gains and losses are allocated to the appropriate fund.

2.17 Employee benefits

When employees have rendered service to the charity, short-term employee benefits to which the employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service.

3. **Critical accounting estimates and areas of judgement**

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical accounting estimates and assumptions:

The charitable company makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

The charitable company makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results.

The following assumptions have a significant risk of causing a material adjustment to the carrying amounts of assets within the next financial year.

Valuation of non-investment and investment property - these valuations are subject to a number of judgements which include, but are not limited to, local area assessments, market conditions and state of repair of the property.

Valuation of heritage assets - these valuations are subject to judgements made by insurers and these may change over time with changes to the artwork market. Impairment reviews consider recent exhibitions and the active market for which data may not be readily available.

Allocation of investment income, management costs and gains/ losses - these are allocated to funds by reference to the nature of the underlying funds which generated the income, incurred the costs or made the gain/ loss. Any misallocation could result in a material misstatement of fund balances and impact free reserves reported in these financial statements.

4. Income from donations and legacies

	Unrestricted funds 2022 £	Restricted funds 2022 £	Endowment funds 2022 £	Total funds 2022 £	Total funds 2021 £
Donations	**8,332**	**152,057**	**1,149,675**	**1,310,064**	1,781,897
Total 2021	7,275	1,339,799	434,823	1,781,897	

5. Income from charitable activities

	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Admin Fees	**13,646**	**13,646**	99,252
Total 2021	99,252	99,252	

6. Fundraising income

Income from fundraising events

	Restricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Events	**-**	**-**	42,407
Vickers artwork sales	**4,447**	**4,447**	1,970
	4,447	**4,447**	44,377
Total 2021	44,377	44,377	

7. Investment income

	Endowment funds 2022 £	Total funds 2022 £	Total funds 2021 £
Rental income	**130**	**130**	884
Bank interest and dividends received	**234,248**	**234,248**	194,677
	234,378	**234,378**	195,561
Total 2021	195,561	195,561	

8. Expenditure by fund

	Unrestricted funds 2022 £	Restricted funds 2022 £	Endowment funds 2022 £	Total funds 2022 £	Total funds 2021 £
Expenditure on raising funds					
Fundraising (note 9)	**12,102**	**-**	**-**	**12,102**	11,734
Investment management fees	**-**	**-**	**33,555**	**33,555**	29,971
	12,102	**-**	**33,555**	**45,657**	41,705
Expenditure on charitable activities					
Grants payable/ restricted fund expenditure (note 11)	**-**	**468,629**	**-**	**468,629**	1,636,553
Support costs (note 9)	**152,238**	**-**	**-**	**152,238**	173,319
Management and admin (note 9)	**6,938**	**-**	**-**	**6,938**	7,458
	159,176	**468,629**	**-**	**627,805**	1,817,330
Total 2022	**171,278**	**468,629**	**33,555**	**673,462**	1,859,035
Total 2021	168,238	1,636,553	54,244	1,859,035	

9. Expenditure - fundraising, support costs and management and admin

	Support costs 2022 £	Management and admin 2022 £	Fundraising 2022 £	Total funds 2022 £	Total funds 2021 £
Wages and salaries	**77,154**	**61**	**8,640**	**85,855**	84,839
Other staff costs	**(498)**	**9**	**4**	**(485)**	200
Fundraising costs	**-**	**-**	**515**	**515**	611
Utilities and insurances	**2,436**	**426**	**183**	**3,045**	3,815
Office and meeting costs	**1,978**	**346**	**148**	**2,472**	6,593
Computer costs	**9,495**	**1,662**	**712**	**11,869**	9,588
Finance costs	**4,165**	**729**	**312**	**5,206**	2,919
Publicity and communications	**6,821**	**1,194**	**513**	**8,528**	454
Legal and professional	**14,351**	**2,511**	**1,075**	**17,937**	29,579
Investment property costs	**-**	**-**	**-**	**-**	24,273
Depreciation	**1,323**	**-**	**-**	**1,323**	1,295
Governance costs (note 10)	**35,013**	**-**	**-**	**35,013**	28,345
Total 2022	**152,238**	**6,938**	**12,102**	**171,278**	192,511
Total 2021	173,319	7,458	11,734	192,511	

10. Governance costs

	Unrestricted funds 2022 £	Restricted funds 2022 £	Endowment funds 2022 £	Total funds 2022 £	Total funds 2021 £
Auditor's remuneration	**14,662**	**-**	**-**	**14,662**	9,480
Other costs	**250**	**-**	**-**	**250**	370
Salaries and national insurance	**20,101**	**-**	**-**	**20,101**	18,495
Total 2022	**35,013**	**-**	**-**	**35,013**	28,345
Total 2021	28,345	-	-	28,345	

11. Grants payable/ restricted fund expenditure

	2022 Number	**2022 £**	2021 Number	2021 **£**
Grants to Community Groups & Voluntary Organisations	**176**	**447,195**	314	1,655,916
Grants to individuals	**1**	**1,600**	7	3,500
Withdrawn/ underspent grants	**-**	**(1,441)**	-	(37,907)
Other restricted expenditure	**-**	**21,275**	-	15,044
Total 2022	**177**	**468,629**	321	1,636,553

12. Auditor's remuneration

	2022 £	2021 £
Fees payable to the charitable company's auditor for the audit of the charitable company's annual accounts	**10,512**	9,480
Fees payable to the charitable company's auditor in respect of:		
All non-audit services not included above	**4,150**	-

13. Staff costs

	2022 £	2021 £
Wages and salaries	**92,330**	94,523
Social security costs	**9,111**	4,242
Pension and health scheme costs	**4,515**	4,569
	105,956	103,334

Included within pension and health scheme costs are pension contributions payable of £4,082 (2021: £4,078).

13. Staff costs (continued)

The average number of persons employed by the charitable company during the year was as follows:

	2022	2021
	No.	No.
Grant support	**2**	3
Management	**1**	1
	3	4

The average headcount expressed as full-time equivalents was:

	2022	2021
	No.	No.
Allocated to charitable activities	**1.00**	1.61
Allocated to management, administration and fundraising	**0.40**	0.40
	1.40	2.01

No employee received remuneration amounting to more than £60,000 in either year.

During either year, no trustee received any remuneration or benefits in kind.

The total amount of employee benefits (including employers NI and pension contributions) received by key management personnel were £88,578 (2021: £80,085). The charity considers its key management personnel to be the Chief Executive Officer and Assistant Director of Grants.

14. Tangible fixed assets

	Freehold property £	Office equipment £	Computer equipment £	Total £
Cost				
At 1 April 2021	**169,009**	**1,502**	**5,115**	**175,626**
At 31 March 2022	**169,009**	**1,502**	**5,115**	**175,626**
Depreciation				
At 1 April 2021	**-**	**500**	**1,199**	**1,699**
Charge for the year	**-**	**300**	**1,023**	**1,323**
At 31 March 2022	**-**	**800**	**2,222**	**3,022**
Net book value				
At 31 March 2022	**169,009**	**702**	**2,893**	**172,604**
At 31 March 2021	169,009	1,002	3,916	173,927

15. Heritage assets

Assets recognised at valuation

	Artwork 2022 £
Market value at 1 April 2021	**79,526**
Market value at 31 March 2022	**79,526**

Artwork relates to the holding of pieces of art donated by or purchased from artists. The Board reviewed holdings during the year and determined that the valuation of works continued to be appropriate for the current year.

An independent valuation of heritage assets was carried out by Hansons Auctioneers and Valuers Ltd on 10 August 2015.

Analysis of heritage asset transactions

	2022 £	2021 £	2020 £	2019 £	2018 £
Donations					
Artwork	-	**17,210**	-	-	-
Total additions	-	**17,210**	-	-	-

16. Fixed asset investments

	Listed investments £	Cash £	Total £
Cost or valuation			
At 1 April 2021	**7,568,389**	**11,300**	**7,579,689**
Additions	**1,547,360**	**-**	**1,547,360**
Disposals	**(280,421)**	**-**	**(280,421)**
Revaluations	**397,249**	**-**	**397,249**
Movement in cash	**-**	**29,651**	**29,651**
At 31 March 2022	**9,232,577**	**40,951**	**9,273,528**
Net book value			
At 31 March 2022	**9,232,577**	**40,951**	**9,273,528**
At 31 March 2021	7,568,389	11,300	7,579,689

Investments at market value comprise

	2022 £	2021 £
Cazenove Charity Multi Asset Fund	**3,673,405**	3,402,273
CCLA Investment Management Ltd	**1,911,569**	693,368
Rathbones Investments Management	**3,658,736**	3,454,758
M&G Investments	**29,818**	29,290
	9,273,528	7,579,689
Historical cost	**6,719,158**	5,274,883

The investments consist of monies held in externally managed portfolios in a mixture of UK and foreign investments, and are shown at market value as at 31 March 2022.

17. Investment property

	Investment property - Sutton-in-Ashfield £
At 1 April 2021	**300,000**
Disposals	**(300,000)**
At 31 March 2022	**-**

18. Debtors

	2022 £	2021 £
Trade debtors	**95**	50
Other debtors	**65,095**	57,273
Prepayments and accrued income	**2,270**	2,933
	67,460	60,256

19. Creditors: Amounts falling due within one year

	2022 £	2021 £
Mortgage repayments due within one year	**5,519**	5,381
Other taxation and social security	**5,609**	4,283
Other creditors	**6,570**	14,953
Accruals and deferred income	**27,143**	16,908
Grants payable (i.e. awaiting contract return)	**204,531**	197,460
	249,372	238,985

20. Creditors: Amounts falling due after more than one year

	2022	2021
	£	£
Mortgage repayments due after one year	**75,448**	78,231

The aggregate amount of liabilities payable or repayable wholly or in part more than five years after the reporting date is:

	2022	2021
	£	£
Payable or repayable by instalments	**50,862**	55,259
	50,862	55,259

The mortgage is secured by a legal charge over the charitable company's freehold property (Unit 2, Heritage Business Centre, Belper, Derbyshire, DE56 1SW).

21. Statement of funds

Statement of funds - current year

	Balance at 1 April 2021 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 March 2022 £
Unrestricted funds						
General funds	**169,403**	**21,978**	**(171,278)**	**171,251**	**-**	**191,354**
Endowment funds (expendable)						
Discretionary Funds	**316,115**	**13,425**	**(1,421)**	**(19,600)**	**13,935**	**322,454**
J Vickers Fund	**273,692**	**7,524**	**(874)**	**(12,063)**	**8,593**	**276,872**
Donor Directed Funds	**6,855,909**	**1,363,104**	**(31,260)**	**(345,626)**	**337,777**	**8,179,904**
Community First Funds	**454,357**	**-**	**-**	**(50,901)**	**36,944**	**440,400**
Revaluation reserve - investment property	**90,000**	**-**	**-**	**(90,000)**	**-**	**-**
	7,990,073	**1,384,053**	**(33,555)**	**(518,190)**	**397,249**	**9,219,630**
Restricted funds						
Tom Carey	**54,247**	**-**	**(39,530)**	**82,858**	**-**	**97,575**
Assist Grassroots Grant Revenue	**35,255**	**-**	**-**	**4,185**	**-**	**39,440**
Derbyshire Building Society	**27,524**	**-**	**-**	**4,520**	**-**	**32,044**
SDLF	**32,407**	**-**	**-**	**12,294**	**-**	**44,701**
Rolls-Royce plc Fund	**46,822**	**-**	**(55,281)**	**15,145**	**-**	**6,686**
S.D.C.C.T.E	**15,259**	**-**	**-**	**483**	**-**	**15,742**
Freemasons GR	**19,595**	**-**	**(19,500)**	**9,073**	**-**	**9,168**
Made by Sport	**64,994**	**(60,894)**	**(4,042)**	**-**	**-**	**58**
Grassroots Derbyshire	**27,100**	**-**	**-**	**(27,100)**	**-**	**-**

21. Statement of funds (continued)

Statement of funds - current year (continued)

	Balance at 1 April 2021 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 March 2022 £
Coronavirus Response Fund	**15,063**	**92,000**	**(55,000)**	**1**	**-**	**52,064**
Flood Relief Fund	**12,481**	**-**	**-**	**-**	**-**	**12,481**
Ashby Fund	**17,294**	**-**	**(40,328)**	**39,823**	**-**	**16,789**
Golf day	**16,074**	**-**	**-**	**-**	**-**	**16,074**
Jefford- Weller Fund	**13,252**	**250**	**(11,405)**	**5,545**	**-**	**7,642**
Let's Create - Arts Council Fund	**-**	**89,550**	**(89,340)**	**-**	**-**	**210**
Other named funds	**206,135**	**35,598**	**(154,203)**	**200,112**	**-**	**287,642**
	603,502	**156,504**	**(468,629)**	**346,939**	**-**	**638,316**
Total of funds	**8,762,978**	**1,562,535**	**(673,462)**	**-**	**397,249**	**10,049,300**

21. Statement of funds (continued)

Statement of funds - prior year

	Balance at 1 April 2020 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 March 2021 £
Unrestricted funds						
General funds	92,219	106,527	(168,238)	138,895	-	169,403
Endowment funds (expendable)						
Discretionary Funds	271,598	13,125	(1,404)	(17,795)	50,591	316,115
J Vickers Fund	229,365	25,037	(862)	(10,936)	31,088	273,692
Donor Directed Funds	5,530,653	592,222	(51,978)	(338,329)	1,123,341	6,855,909
Community First Funds	376,531	-	-	-	77,826	454,357
Revaluation reserve - investment property	-	-	-	-	90,000	90,000
	6,408,147	630,384	(54,244)	(367,060)	1,372,846	7,990,073

21. Statement of funds (continued)

Restricted funds						
Tom Carey	61,107	-	(80,792)	73,932	-	54,247
Assist Grassroots Grant Revenue	31,462	-	-	3,793	-	35,255
Derbyshire Building Society	25,029	-	-	2,495	-	27,524
SDLF	25,206	-	-	7,201	-	32,407
Rolls-Royce plc Fund	32,666	-	-	14,156	-	46,822
S.D.C.C.T.E	15,259	-	-	-	-	15,259
Freemasons GR	3,279	-	-	16,316	-	19,595
Made by Sport	-	64,994	-	-	-	64,994
Grassroots Derbyshire	18,698	-	-	8,402	-	27,100
Coronavirus Response Fund	140,219	1,243,273	(1,392,208)	23,779	-	15,063
Flood Relief Fund	35,612	-	(2,631)	(20,500)	-	12,481
Ashby Fund	19,684	-	(38,984)	36,594	-	17,294
Golf day	16,074	-	-	-	-	16,074
Jefford- Weller Fund	11,550	250	(7,824)	9,276	-	13,252
Other named funds	191,869	75,659	(114,114)	52,721	-	206,135
	627,714	1,384,176	(1,636,553)	228,165	-	603,502
Total of funds	7,128,080	2,121,087	(1,859,035)	-	1,372,846	8,762,978

21. Statement of funds (continued)

Purpose of endowment funds

Discretionary Funds grants are allocated at the Trustees' discretion to meet current community needs.

J Vickers Fund was established with a donation from the estate of the late Jonathan Vickers and distributions are used to fund and administer the Jonathan Vickers Fine Art Award.

Donor Directed Funds are where the donor chooses which projects to support by establishing grantmaking criteria and may also be involved in the grantmaking decisions.

Community First Funds are the Donor Directed Community First Funds held on trust in perpetuity separately from the charitable company's own assets.

Purpose of restricted funds

Tom Carey fund is a named donor directed endowment fund that provides support to new and existing community activity in the Abbey ward of Derby City.

Assist Grassroots Grant Revenue is a named donor directed fund established to support groups providing opportunities for people to gain new skills, qualifications or work experience.

Derbyshire Building Society fund was established in 2004 as part of the Society's wider ongoing commitment to support and improve life within our county.

SDLF fund supports community and voluntary groups offering opportunities for people to gain new skills, which will ultimately allow people to enter or re-enter the world of employment.

Rolls-Royce plc Fund is one of the Foundation's founding funds and was established to provide long term support to local groups and activities in Derbyshire. Every year the Foundation works alongside Rolls-Royce to develop a grant theme, responding to local needs, topics and concerns.

SDCCTE is a named fund established to provide core cost funding for the Foundation.

Freemasons GR fund has been established by the Freemasons of Derbyshire Provincial Grand Charity to support community life and tackle disadvantage across Derbyshire by supporting community and voluntary groups and charities.

Made by Sport - administered on behalf of Made by Sport to support clubs and community organisations that intentionally use sport or exercise to develop young people's lives.

Grassroots Derbyshire - supports groups and projects that work to enhance the quality of life for people living in Derbyshire communities

Coronavirus Response Fund was launched at the end of March 2020 to provide support to community groups and organisations working to tackle the impact of the Coronavirus in Derbyshire and Derby City.

Flood Relief Fund was launched by Foundation Derbyshire in November 2019 in response to the floods that affected parts of Derbyshire and Derby City. The Fund was used to help individuals, families and communities that were affected by the flood waters.

Ashby Fund - aims to improve the quality of life for Derbyshire residents and to tackle inequalities and disadvantages faced in local communities, with a preference for groups operating in rural areas or projects focusing on heritage and arts & culture.

Golf Day relates to the fundraising proceeds from the Foundation's annual charity golf day.

The Jefford Weller Fund supports individuals and groups who are working with homelessness and housing issues in Derbyshire.

Other named funds are the grant revenue pots of the remaining discretionary and donor directed named endowment funds, which are held as part of the Foundation's endowment and flow through funds managed by the Foundation.

Transfers between funds
Transfers into restricted funds, totalling £346,939 and unrestricted funds of £171,251 relate primarily to distributable income for grant making and administration that was transferred in accordance with the Foundation's Total Return Policy in relation to the management of the investment portfolio. These transfers were made from the Foundation's Endowment Fund into General Funds and the grant revenue pots of the 64 discretionary and donor directed named endowment funds, which have been established with the Foundation.

22. Summary of funds

Summary of funds - current year

	Balance at 1 April 2021	**Income**	**Expenditure**	**Transfers in/out**	**Gains/ (Losses)**	**Balance at 31 March 2022**
	£	**£**	**£**	**£**	**£**	**£**
General funds	**169,403**	**21,978**	**(171,278)**	**171,251**	**-**	**191,354**
Endowment funds	**7,990,073**	**1,384,053**	**(33,555)**	**(518,190)**	**397,249**	**9,219,630**
Restricted funds	**603,502**	**156,504**	**(468,629)**	**346,939**	**-**	**638,316**
	8,762,978	**1,562,535**	**(673,462)**	**-**	**397,249**	**10,049,300**

Summary of funds - prior year

	Balance at 1 April 2020	Income	Expenditure	Transfers in/out	Gains/ (Losses)	Balance at 31 March 2021
	£	£	£	£	£	£
General funds	92,219	106,527	(168,238)	138,895	-	169,403
Endowment funds	6,408,147	630,384	(54,244)	(367,060)	1,372,846	7,990,073
Restricted funds	627,714	1,384,176	(1,636,553)	228,165	-	603,502
	7,128,080	2,121,087	(1,859,035)	-	1,372,846	8,762,978

23. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Unrestricted funds 2022 £	**Restricted funds 2022 £**	**Endowment funds 2022 £**	**Total funds 2022 £**
Tangible fixed assets	**172,604**	**-**	**-**	**172,604**
Fixed asset investments	**-**	**-**	**9,273,528**	**9,273,528**
Heritage assets	**-**	**-**	**79,526**	**79,526**
Current assets	**343,570**	**638,316**	**(133,424)**	**848,462**
Creditors due within one year	**(249,372)**	**-**	**-**	**(249,372)**
Creditors due in more than one year	**(75,448)**	**-**	**-**	**(75,448)**
Total	**191,354**	**638,316**	**9,219,630**	**10,049,300**

Analysis of net assets between funds - prior year

	Unrestricted funds 2021 £	Restricted funds 2021 £	Endowment funds 2021 £	Total funds 2021 £
Tangible fixed assets	173,927	-	-	173,927
Fixed asset investments	-	-	7,579,689	7,579,689
Investment property	-	-	300,000	300,000
Heritage assets	-	-	79,526	79,526
Current assets	312,692	603,502	30,858	947,052
Creditors due within one year	(238,985)	-	-	(238,985)
Creditors due in more than one year	(78,231)	-	-	(78,231)
Total	169,403	603,502	7,990,073	8,762,978

24. Reconciliation of net movement in funds to net cash flow from operating activities

	2022 £	2021 £
Net income for the year (as per Statement of Financial Activities)	**1,286,322**	1,634,898
Adjustments for:		
Depreciation charges	**1,323**	1,295
Net (losses)/gain on investments	**(397,249)**	(1,372,846)
Dividends, interests and rents from investments	**(234,378)**	(195,561)
(Increase)/decrease in debtors	**(7,204)**	(15,676)
Increase/(decrease) in creditors	**10,249**	146,975
Donation of heritage assets	**-**	(17,210)
Net cash provided by operating activities	**659,063**	181,875

25. Analysis of cash and cash equivalents

	2022 £	2021 £
Cash in hand	**781,002**	886,796
Cash held in the investment portfolio	**40,951**	11,300
Total cash and cash equivalents	**821,953**	898,096

26. Analysis of changes in net debt

	At 1 April 2021 £	Cash flows £	At 31 March 2022 £
Cash at bank and in hand	**886,796**	**(105,794)**	**781,002**
Debt due within 1 year	**(5,381)**	**(138)**	**(5,519)**
Debt due after 1 year	**(78,231)**	**2,783**	**(75,448)**
	803,184	**(103,149)**	**700,035**

27. Pension commitments

The charitable company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the charitable company in an independently administered fund. The pension cost charge represents contributions payable by the charitable company to the fund and amounted to £4,082 (2021: £4,078). Contributions totalling £511 (2021: £573) were payable to the fund at the balance sheet date and are included in creditors.

28. Operating lease commitments

At 31 March 2022 the charitable company had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

	2022	2021
	£	£
Not later than 1 year	**650**	650
Later than 1 year and not later than 5 years	**1,463**	2,113
	2,113	2,763

The following lease payments have been recognised as an expense in the Statement of financial activities:

	2022	2021
	£	£
Operating lease rentals	**650**	595

29. Related party transactions

During the year donations made by trustees to the charitable company totalled £27,577 (2021: £17,726). In addition, £7,797 (2021: £1,882) was paid to Arha Labs Limited for website and design services, a company part owned by Trustee Alison Williams.

Derbyshire Community Foundation 2022 - Companies House copy

Final Audit Report 2022-12-07

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By:	Laura Green (laura.green@bhp.co.uk)
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DERBYSHIRE COMMUNITY FOUNDATION

England & Wales - Charity number 1039485

Accounts

Registered number: 02893759
Charity number: 1039485

DERBYSHIRE COMMUNITY FOUNDATION

(A Company Limited by Guarantee)

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2021

DERBYSHIRE COMMUNITY FOUNDATION

(A Company Limited by Guarantee)

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DERBYSHIRE COMMUNITY FOUNDATION

(A Company Limited by Guarantee)

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITABLE COMPANY, ITS TRUSTEES AND ADVISERS

FOR THE YEAR ENDED 31 MARCH 2021

Trustees	Oliver Stephenson, Chairman William Kerr, Treasurer Philip Bloxham Paul Broadhead Nick Hodgson Peter Pimm Louise Pinder Sheila Taylor David Palmer Andrew Cochrane Alison Williams Jane Gerard-Pearse (appointed 3 August 2020) Gurmail Raju (appointed 10 May 2021) David Ball (resigned 25 October 2020)
Company registered number	02893759
Charity registered number	1039485
Registered office	Unit 2 Heritage Business Centre Derby Road Belper Derbyshire DE56 1SW
Chief executive officer	Rachael Grime
Independent auditor	BHP LLP Chartered Accountants Statutory Auditors 57-59 Saltergate Chesterfield Derbyshire S40 1UL
Bankers	Royal Bank of Scotland plc 34 King Street Belper Derbyshire DE56 1PS
Solicitors	Geldards Number One Pride Place Pride Park Derby DE24 8QR

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITABLE COMPANY, ITS TRUSTEES AND ADVISERS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

Patron	The Duke of Devonshire KCVO, CBE, DL
President	Brian Ashby Sir Richard FitzHerbert Bt - President Emeritus
Investment managers	Cazenove Charities 12 Moorgate London EC2R 6DA Rathbone Brothers plc Temple Point 1 Temple Row Birmingham B2 5LG CCLA Senator House 85 Queen Victoria Street London EC4V 4ET M & G Investments 10 Fenchurch Ave London EC3M 5AG

CHAIRMAN'S STATEMENT

FOR THE YEAR ENDED 31 MARCH 2021

The chairman presents his statement for the year.

The financial year end of 31 March 2021 came at the time when the anti-coronavirus vaccine in the UK was beginning to roll out, with increasingly apparent efficacy. After a full year of furlough, lockdown and hardship there was a renewed sense of hope in the community.

The preceding twelve months witnessed significant adjustments for Foundation Derbyshire; the way that we conduct our business, major swings in our endowments' values, the type of applications seeking our help; all of these made for a notable year for the Foundation.

However, the most significant challenge for the Foundation was the request from the National Emergencies Trust (NET) that we should be responsible, on their behalf, for the distribution of £1.2 million of emergency support to a range of organisations across the county.

As was the case for all manner of institutions last year, the requirement to be physically distanced from one another meant that the Trustees were unable to meet in person. A new world of Zoom transformed the way we work and had the unintended but positive effect of increasing the regular contact between us all.

The task of distributing the NET monies may have been considered a mountainous challenge. However, without exception the staff of the Foundation and the Board Trustees stepped up to the task, with weekly Zoom meetings taking place over a period of six months. I am forever grateful to the Trustees for their commitment to the Foundation during this time, but most particularly to Sarah Stainthorpe who worked so diligently to enable the weekly sessions to happen with the ensuing allocation of funds to the worthy recipients.

Whilst we were offering so much NET support to so many during the year, the quantity of regular applicants to the Foundation reduced, and it remains reduced at the year end. This is easily explainable, as many of the smaller community groups that we help were curtailed and retrenching during the pandemic.

Financial markets swung dramatically during the calendar year 2020/21. The value of our balance sheet had fallen as a result of the pandemic to £6.6million at 31st March 2020, but I am pleased to say that this figure recovered to a new high of £8.1 million by the year end, and this growth has continued thus far during this current year.

I firmly believe that Foundation Derbyshire had a good year in 2020/21, maintaining the achievement of its principal stated aims: That is, to donate in excess of £350,000 in regular grants annually, and to increase the Foundation's profile as a trusted philanthropic advisor within the County of Derbyshire. We have been fortunate to receive new funds, in the form of generous donations or in the transfer of legacies and trusts, to the value of £435,000.

I am exceedingly pleased to report of the groundbreaking transfer of charitable assets, from Derbyshire County Council. This transfer, undertaken as part of the Charity Commission's Revitalising Trusts Initiative, will amount to a value in excess of £1million. It is a slow and thorough process involving monetary and property assets; a process which we expect to complete during the financial year 2021/22. When complete, the Foundation's balance sheet will see a significant increase in value, and will enable us to distribute even more regular grant aid in support of education across the County. We are immensely grateful to Barry Lewis and his team at Derbyshire County Council for the faith that they have shown in our organisation.

Also, I would like to express gratitude for the recent transfer to the Foundation of a pre-existing Sitwell Trust of Renishaw by its Trustees. This trust had become unwieldy, but, administered as part of the Foundation's endowment assets the Trust's proceeds are now to be used as an educational bursary in conjunction with the University of Derby. None of this would have been possible without the support and input of Mrs Alexandra Hayward at Renishaw, and of the Vice Chancellor Prof Kathryn Mitchell, Prof Keith McLay and their respective teams at the University.

CHAIRMAN'S STATEMENT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

Because of the restrictions placed on all our lives, we have been unable to host events of a social nature. Drinks receptions, golf days, garden tours, Christmas wine tastings... all these events have been curtailed for the time being. However, our Friends scheme continues and I am delighted that so many individuals throughout the County continue to support us.

We are always pleased to receive support and friendship from the county's High Sheriff. Lord Burlington's support of Foundation Derbyshire was quite wonderful. He held events at Chatsworth in our name, and most significantly undertook an incredible 208 mile bicycle ride round the county in one day (together with biking colleagues), which raised £51,000 for the Foundation's endowment. I cannot thank William enough for all that he did for us in his Shrieval year. To work alongside him brought the greatest pleasure to the Foundation team.

Ed Burkes, the eighth winner of our biennial Jonathan Vickers Fine Art Award, overcame the challenges of his residency in lockdown to create a bold collection of work. This was exhibited at both the Derby Museum & Art Gallery in the autumn, and at the Mall Galleries in London in the summer. I would like to recognise all those on the Vickers Committee for the commitment that they gave to this perennially exciting project.

We have gained a new Trustee since our last Annual Report, Gurmail Raju who hails from Derby. We welcome Gurmail and look forward to working with him. We have lost David Ball as a Trustee, and we thank him for his past, and continuing, support of the Foundation.

As ever, the contribution of all Trustees has been fantastic. I would like to single out the work of Alison Williams and Jane Gerard-Pearse who have put an enormous amount of time into reworking our communication and media methods, together with our imagery.

In closing, I take this opportunity of thanking everyone who plays a part at Foundation Derbyshire, remembering the Executive team, the Finance Committee chaired by William Kerr, the Board of Trustees, and the volunteer members of the Grantmaking Panels. I especially thank Rachael Grime for her tireless work and executive leadership at Foundation Derbyshire, which all of the Trustees appreciate greatly.

OGStephenson

OGStephenson (Nov 11, 2021 18:19 GMT)

Oliver Stephenson
Chairman
Date: Nov 11, 2021

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 MARCH 2021

The trustees present their annual report together with the audited financial statements of the charitable company for the 1 April 2020 to 31 March 2021. The Annual Report serves the purposes of both a trustees' report and a directors' report under company law. The trustees confirm that the Annual Report and financial statements of the charitable company comply with the current statutory requirements, the requirements of the charitable company's governing document and the provisions of the Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019).

Since the charitable company qualifies as small under section 382 of the Companies Act 2006, the Strategic Report required of medium and large companies under the Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 has been omitted.

Objectives and activities

a. Policies and objectives

Derbyshire Community Foundation (operating as Foundation Derbyshire) (“the Foundation”) is an independent Derbyshire based registered charity. Our vision is to see a culture of giving at the heart of life in Derbyshire, helping to create a county where communities are strong, civil society is valued and all individuals have the opportunity to fulfil their potential and be treated fairly and with respect.

The charitable objects of the Foundation, as defined in its Memorandum and Articles of Association are to support or promote exclusively charitable purposes which in the opinion of Trustees are beneficial to the community, with a preference for those in Derbyshire.

When reviewing the Foundation’s charitable objectives and deciding what activities the Foundation should undertake, the Trustees give due consideration to general guidance published by the Charity Commission relating to public benefit, including the guidance “Public benefit: running a charity (PB2)".

The Trustees are satisfied that these objects meet the appropriate charitable purposes as defined by the Charities Act 2016. Given that public benefit is an intrinsic part of the Foundation’s objectives and activities, additional information on its delivery is provided throughout the body of this report.

b. Strategies for achieving objectives

The strategies for achieving our objectives are:

- To build a multi-purpose endowment that provides a growing and sustainable source of funding that can meet the needs of today and anticipated and unexpected future needs.
- To grow philanthropy in Derbyshire by enabling anyone to be a philanthropist; in life, through a legacy, establishing a named fund or collective giving.
- To make grants creatively and effectively for both our grant recipients and funders, creating the bridge between people who care about and can give to their local community and the wide range of grassroots groups and charities that work to tackle disadvantage, address need & improve the quality of life in our county.

Objectives and activities (continued)

c. Activities undertaken to achieve objectives

The main activities undertaken to deliver our objectives of building endowment and growing philanthropy are to provide donors with:

- a range of tailor-made services to help donors channel their charitable giving, in a tax efficient way, into Derbyshire;
- the versatility to assist a wide range of causes, including children, older people, sport, arts and culture, the environment and community development;
- the means to improve quality of life and help to build stronger communities across the county in perpetuity;
- a countywide knowledge that helps us to identify suitable recipients and enables donors to reach grass roots projects that might not otherwise find the funds they need.

By linking local donors with local needs in this way, we are able to deliver public benefit in a sustainable way, by addressing both the problems of today and the issues facing future generations.

The Foundation has also continued to augment its grantmaking activity and impact by distributing funds on behalf of companies, individuals and other charities, through a variety of grant making programmes.

Our other objective focuses on grant making as our bridge between the people who care about the local community and the wide range of groups and individuals that need their help. Our donors and funders enable us to bring about this change, by entrusting us with the management and/or distribution of their funds and our strategy for maintaining and strengthening this “bridge” is continually to ensure that our grants:

- are awarded after careful assessment and with probity,
- meet the priority needs of the communities we serve,
- achieve their aims, and
- that people with detailed local knowledge contribute to decision making.

Achievements and performance

a. Main achievements of the charitable company

- £1.62 million of grants awarded to 314 organisations and 7 individuals.
- Endowed funds totalling £7.99 million as at 31st March 2021.
- £1.08 million of emergency response funding distributed within first 6 months of pandemic.
- 65 endowed funds now under Foundation Derbyshire’s management.

Achievements and performance (continued)

b. Review of activities

2020 was defined by the Coronavirus pandemic and its impact on the Foundation and the communities that we serve.

By April 2020, we had already launched our Coronavirus Response Fund and raised £130k from existing donors and Derbyshire County Council.

We had also started distributing funds on behalf of the newly formed National Emergencies Trust ("NET"), alongside the national network of community foundations.

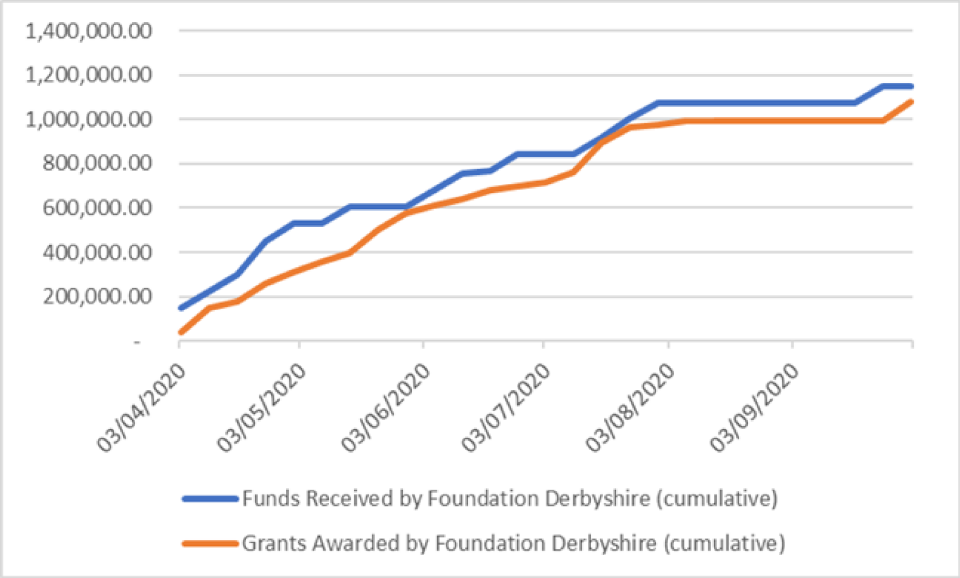
Little did we know at that point that we would go on to distribute an unprecedented £1.2 million of grants over the next 6 months, providing vital financial support to the community groups and organisations that were beginning to see (and to meet) overwhelming increases in demand for their services and were moving quickly, effectively and creatively to help those made most vulnerable by lockdown:

- Foodbanks immediately increased their capacity and moved from collection to delivery based services, to ensure people were able to receive their food parcels safely.
- Community cafes forced to close during lockdown used their kitchens and volunteers to make batch cooked meals for those that were self-isolating or shielding.
- A cycling charity established a key workers bike scheme, providing free bikes (and free bike services) for key workers, enabling them to get to work without using public transport during lockdown.
- Hospices created "Covid wards" and "at home" care packages to ensure those at end of life continued to receive the care and support they needed.
- Dementia, bereavement and mental health services quickly adopted online digital technologies to ensure that their clients could continue to access the support and counselling they so desperately need.

Derbyshire's voluntary and community sector responded quickly and effectively at the beginning of the Coronavirus pandemic. Services were adapted overnight, new partnerships were established to get things done and people worked above and beyond, often putting themselves at risk, to help those most vulnerable.

It was vital that funding for the sector was similarly responsive and Foundation Derbyshire worked hard to ensure that grants were distributed as soon as possible into our communities. The graph (below) plots our receipt of Coronavirus funding (in blue) against the Coronavirus grants that we awarded (in orange) between April and September, 2020.

Achievements and performance (continued)



In September, Lord Burlington took advantage of the brief respite between the first and second lock-downs to complete his epic 208 mile cycle ride around Derbyshire in support of Foundation Derbyshire. Originally due to take place at the end of March 2020, Ride Around Derbyshire was unfortunately postponed due to the Coronavirus Lockdown but Lord Burlington, alongside his fellow riders Leigh Timmis, Alison Fovargue, Michael Kirkland, Paul Gibson and Andy Hooton, completed the Herculean challenge on 12th September, 2020 and raised over £51,000 for the Foundation's endowment.

During the year, Ed Burkes, the eighth winner of our Jonathan Vickers Fine Art Award, overcame the challenges of being a visiting artist in lockdown to create 'Dandelion', a bold and exciting collection of paintings in response to his time in Derbyshire that reflects our county back at us with references to both our traditions and our everyday.

Although lockdown meant that certain elements of the residency, including the community outreach project, could not be completed, Ed was able to undertake his teaching fellowship at the University of Derby's College of Arts and worked closely with Derby Museums on the curation of the Dandelion exhibition.

The Jonathan Vickers Fine Art Award has developed in to one of the most valuable art prizes in the country, with each resident artist enhancing and enriching the cultural life of Derbyshire with the unique body of work that they create.

Key to our success are the invaluable partnerships that evolve and strengthen with each residency and this time we were delighted to announce an exciting new collaboration with Mall Galleries, whereby past exhibitors of the Federation of British Artist's Futures Award (the UK's largest annual survey of emerging figurative art), were invited to be considered for the Vickers residency.

In addition to introducing us to Ed Burkes, this initiative has also enabled us to include an exhibition at London's Mall Galleries, as part of the Award. Due to Covid restrictions the London exhibition was delayed until July, 2021.

As ever, we thank Peter Ashworth and John Nicholson, Trustees of the Jonathan Vickers Charitable Trust, whose vision and generosity made the Award a reality.

We are also extremely grateful to the members of our Award Committee and to our Partners, Derby Museums, the University of Derby, Rolls-Royce plc and Mall Galleries for their ongoing support.

Achievements and performance (continued)

c. Grantmaking

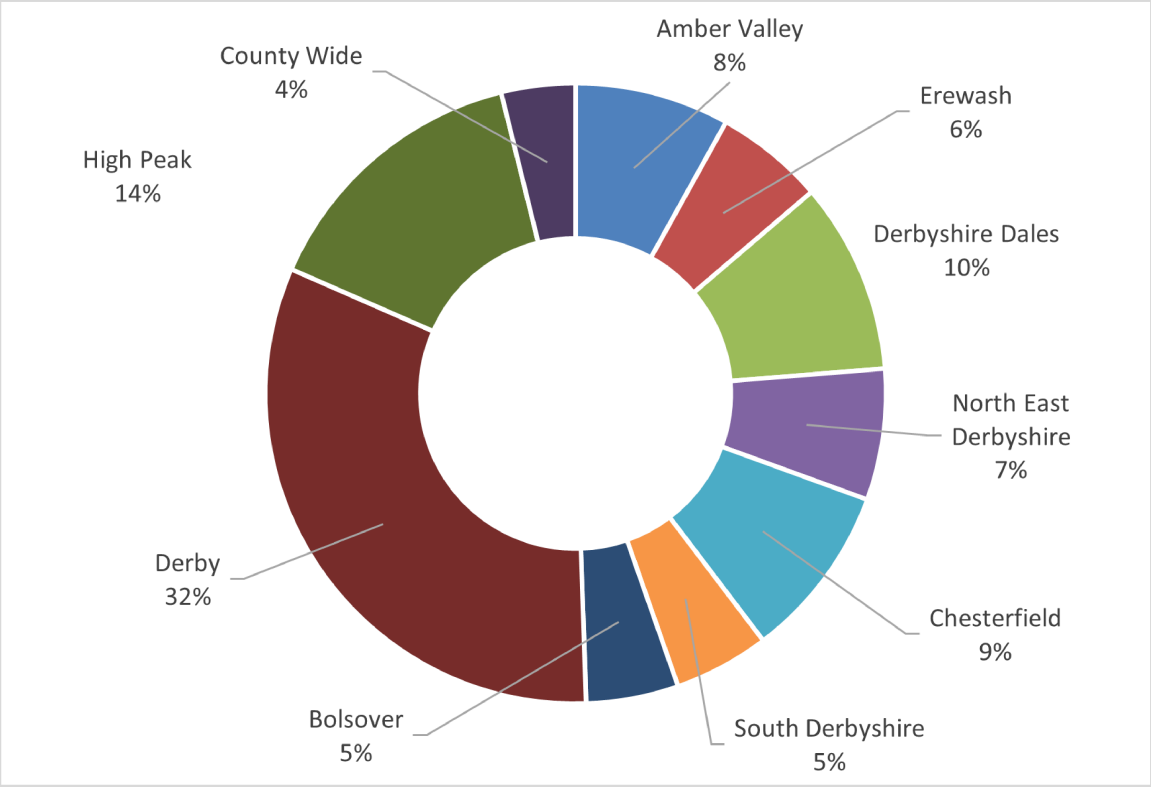
The essence of the Foundation's activity is to provide public benefit for the residents of Derbyshire and Derby City, through the provision of grant funding. In 2020/21, £1.62 million of funds were distributed throughout Derbyshire, bringing the total value of grants made by the Foundation, since its establishment in 1996, to over £17.5 million.

The total value of grants made during the year of £1.62 million was £1.27 million higher than last year's total of £351k. This was due to the Coronavirus Response funding that was distributed during the year.

£260k (2019/20: £273k) of grants were distributed from the Foundation's portfolio of named endowment funds.

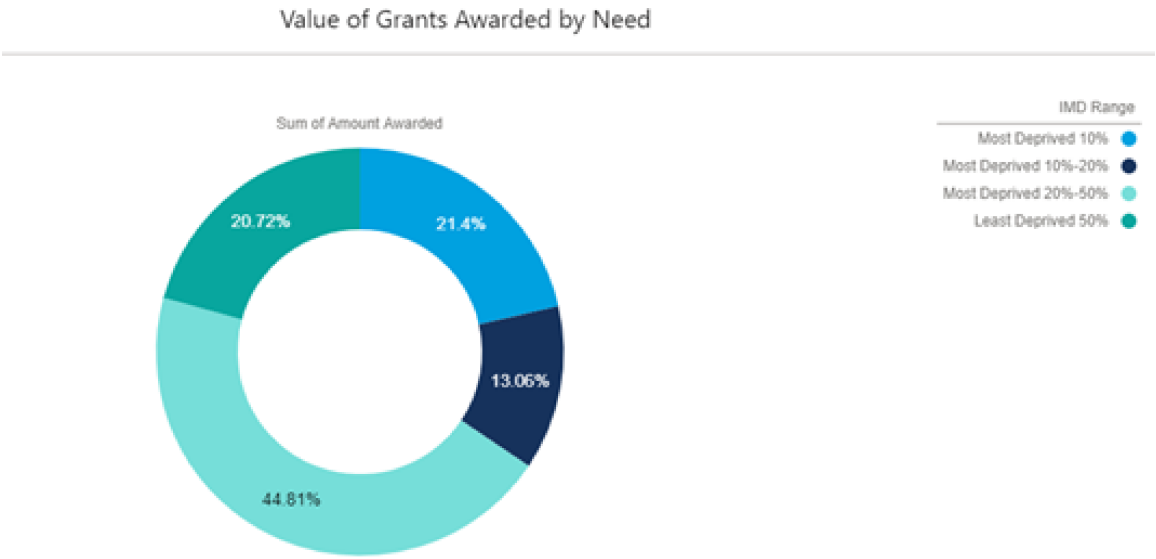
Of the 321 grants awarded during the year, 95 grants (totalling £1.22 million) were in excess of £7,000, reflecting the nature of the emergency Coronavirus Response funding programme.

Derby City (which accounts for c. 25% of the county's population) received 32% of the Foundation's grantmaking (2019/20: 43%), in part a reflection of the grants awarded from the Foundation's largest Fund, the Tom Carey Fund (established for the benefit of the Abbey Ward area of the city). The remaining 68% was distributed across all eight Derbyshire districts, with High Peak and Derbyshire Dales taking the highest proportions at 14% and 10% respectively of total grantmaking.



In terms of grantmaking distribution by "need" rather than "geography", as can be seen from the below chart, 21.4% of the Foundation's funding went to areas of the county that fall within the 'Most Deprived 10%' areas of England.

Achievements and performance (continued)



Our grantmaking is made possible by the generosity of local people, corporates, funders and charitable trusts who recognise the fantastic and invaluable work that is being done at a grassroots level and use our expertise and local knowledge to invest in their local communities and reach those groups that need their help the most.

There are now 65 endowed funds under Foundation Derbyshire's management and a further 5, which we administer on a "flow through" basis (i.e. held and spent within a specific period, rather than invested for the long term) on behalf of both businesses and individual donors.

There are an estimated 3,700 voluntary and community organisations operating across Derbyshire, including formally registered organisations, such as charities, social enterprises and co-operatives, and a large number of 'below the radar' organisations that are not formally registered or incorporated. Nationally, approximately 50% of organisations are micro in size (annual income under £10,000) but receive only 1% of national voluntary sector income and it is therefore at this grassroots level where the Foundation's grantmaking can and does make a real difference across Derbyshire.

Our named endowed funds support a wide and diverse range of issues and activities, from supporting carers, survivors of domestic abuse and isolated elderly residents to providing the people of Derbyshire with access to music, sport, advice, childcare, transport, counselling and a host of other services.

Smaller donations and gifts from donors that do not want to establish a separate named fund, are held within our General Fund. This Fund has no specific priorities and therefore has the flexibility to respond to emerging issues and fund activities that might not meet the criteria of our donor directed funds.

Funding surgeries held across the City and County continue to be a key and effective way of communicating the availability of grants and how to apply for them to potential recipients. Despite the pandemic, during 2020/21 seven community outreach events were organised or attended, including funding surgeries, workshops and presentations for other infrastructure organisations.

Achievements and performance (continued)

d. Volunteers

The Foundation aims to maximise the quality of public benefit delivered by involving members of the public in our grant making decisions. The Foundation has recruited a number of grant advisors (volunteers who live in their panel area and are involved in and have a strong understanding of the voluntary and community sector) as members of the Foundation's grants committee, to attend meetings and advise on our grant making policy.

This helps us to ensure that funding is directed where it is most needed and that all bids are considered in accordance with both the Foundation's constitutional objectives and the criteria of our funders and donors.

The Foundation also manages a number of fund specific panels. All of our Panels continued to meet virtually throughout the year and the Board thanks all Panel members for their ongoing commitment and contribution to the Foundation, during a very challenging time.

e. UKCF

We continue our membership of the national body for community foundations, UKCF, which continues to lobby at a national government and corporate level, in order to promote the capabilities of our national network. UKCF were instrumental in co-ordinating the delivery of £68 million of NET Coronavirus funding by community foundations during the pandemic. Preparatory work began during the year for UKCF's fifth round of Quality Accreditation, which we have successfully held since it was established in 2009.

f. Fund development activity

The Foundation is committed to its role as a trusted philanthropic adviser and therefore focus continued throughout the year on strengthening and developing the service that we offer to our existing donors, to ensure that their experience of giving through the Foundation is rewarding.

Enabling donors to see, first hand, the impact that their philanthropy is having in their local communities is a highly important aspect of this work. Unfortunately, the pandemic meant that our "Seeing is Believing" visits were suspended this year but we continued to provide case studies and monitoring feedback to donor panels, and produce donor-specific newsletters, all of which continued to be both popular and inspiring.

Social Media continues to play an increasingly important role in communicating the work of the Foundation to both recipients and donors. Around 1,000 subscribers now receive our quarterly e-newsletter and we have over 2,380 followers on Twitter and 590 Facebook followers.

Work also began on a new Foundation Derbyshire website (which will launch in 2021), alongside a new marketing and communications strategy, part of which is focused on developing our digital technology and social media platforms to raise awareness and profile of the work that we do.

Achievements and performance (continued)

g. Foundation Derbyshire Friends

Our Friends of Foundation Derbyshire scheme has been established to enable new and existing supporters, by making a small monthly donation, to help us cover our day to day costs and develop our growth.

We thank our Friends for their support and for making it possible for us to reach even more of Derbyshire's community groups and projects, which desperately need our help.

Foundation Derbyshire Friends

Barbara Ball
Joanne & Tim Basford
Edward Cadogan
Andrew Cochrane
Emma Curzon
Alexandra Hayward
William and Griselda Kerr
Longcliffe Quarries
Matthew Montague Architects
Jasper Olivier
David Pinder
Barbi Rodgers
Robert Shields
Charles Stephenson
Fiona Stephenson
Oliver Stephenson
Elizabeth Tarling
Tony Walker

Foundation Derbyshire Lifetime Friends

Duncan Ashby
James Litchfield
Peter Ashworth
Helen Bishop
Arthur Blackwood
Jeremy Bowler
David Coleman
Mike Copestake
Chris Endsor
Deborah Fern
Sir Richard FitzHerbert
Peter Gadsby
Michael Hall
Roger Hollick
Bill & Gillian Hutchinson
James Litchfield
Derek & Karen Mapp
Nick Mirfin
Lady Marion Morris
Mel Morris
John Nicholson
David & Lucy Palmer
Robert Shields
Rex Stone
Brigadier Edward Wilkinson
John Wilson
Robin Wood

Financial review

a. Going concern

The Trustees have considered the impact of COVID-19 on the charity's income, operating cost base and investment portfolios. They have prepared forecasts of income and expenditure to 31 March 2023 and subjected these to sensitivity analysis. These show they have sufficient reserves and cash to continue in operational existence for the foreseeable future. Further details regarding the adoption of the going concern basis can be found in the accounting policies.

b. Reserves policy

The reserves policy was revised in 2007 to reflect a target level of a minimum of four months running costs equating to £74,160. This revision reflected the increased timescales and potential costs of winding down the much larger organisation. Free reserves as at 31 March 2021 were £79,088 (2020: £6,643).

c. Results for the year

Unrestricted Funds

Management fee income of £99.3k was £91k higher than 2019/20 (at £8.3k). This was primarily due to fee income earned distributing National Emergencies Trust Coronavirus Funding during the year.

£7.3k of unrestricted donations during the year and net administration fees of £139k from endowed funds resulted in an operating surplus of £77.2k. This left unrestricted reserves at £169.4k as at 31st March 2021 (31st March, 2020: £92.2k).

Restricted Funds

Restricted income of £1.34 million and restricted expenditure of £1.64 million, reflect the Coronavirus Response funding received and distributed during the year.

Balances unspent at 31 March 2021 amounted to £604k, £24k lower than balances at 31 March 2020.

The remaining restricted fund balance relates to funds which have not fully distributed their grant making capacity and will be available for grant distribution during 2021/22.

Endowment Fund

Strong market performance throughout 2021 resulted in the Foundation’s investments returning an unrealised gain for the year of £1,373k (2019/20: £698k loss). These gains, combined with investment income (interest, dividends and rental income) of £196k during the year, were more than enough to cover endowment expenses (investment management costs and expenses relating to our investment property) of £54k and £367k of distributions (relating to transfers under the Foundation’s Total Return Policy) and resulted in a £1,582k increase in endowed funds during the year to £7.99 million.

d. Investments policy

Under the Memorandum and Articles of Association, Derbyshire Community Foundation has the power to invest any funds not immediately required for the furtherance of its objects in such investments, securities or property as may be thought fit.

The investment objectives remain as:-

(a) the creation of a sufficient financial return to enable the Foundation to carry out its purposes effectively and without interruption, and
(b) to maintain and, if possible, enhance the value of the Foundation's investment funds whilst they are invested,
(c) to obtain a reasonable balance between capital growth and income so that the Foundation can meet future as well as current need,
(d) to avoid investments that the Board of Trustees considers to be unduly risky.

The Trustees have delegated their investment powers to appointed investment managers (currently Rathbones and Cazenove Capital Management) on a discretionary basis. In addition, the Office for Civil Society requires that CCLA manage a small portion of the Foundation's endowment (£693k as at 31st March, 2021) under the Community First programme.

The investment manager is responsible for carrying out all day-to-day investment decisions including acquisition and realisation of investments. The investment manager is required to exercise the power to give effect to the principles as contained in the Foundation's Investment Policy and, in particular, must have regard to the need for diversification and suitability of investments selected.

Whilst the Trustees are not involved in the day-to-day operation of the investment portfolio and do not directly influence attainment of a performance target, they assess performance quarterly.

In addition, the appointment of investment managers is reviewed at least every five years by the Trustees.

Investment policy remains to secure a balance between income and capital growth, with a minimum requirement of a 6% total return to support our agreed spending policy.

As at 30 September 2021 the value of the Foundation's investment portfolio was £8,085k (as at the balance sheet date of 31 March 2021: £7,580k).

e. Principal risks and uncertainties

The Foundation has developed a Risk Management Register that details the risks to which the charity is exposed in the key areas of governance, finance, personnel, grant making, donor services, management, environment and premises.

Along with the potential impact of those risks, the probability of them occurring and the mitigating action required is also outlined, to assist with:

a) regulatory compliance;
b) achieving the charity's aims more effectively;
c) ensuring that significant risks are known and monitored, thereby enabling trustees to make a more effective contribution; and
d) improved forward planning.

Major risks to which the Foundation is currently exposed and systems or procedures established to manage those risks are:

1. Loss of revenue / discontinuation of major donation(s):
   The Foundation's strategic planning process is on a three year rolling basis and donor care and development is a key element of this process. In addition, the Finance Committee monitors investment performance and reviews appropriateness of Total Return Policy distribution levels on an ongoing basis. Budgets are established at the beginning of each financial year and reviewed quarterly by the Finance Committee, along with cash flow and P&L performance.

2. Stock Market volatility and/or poor performance:
   The Foundation utilises the services of three investment managers (including CCLA who manage the Community First endowment) in order to mitigate poor investment management performance and monitors their performance closely (including face to face meetings every 6 months). In addition, the appropriateness of distribution levels is reviewed alongside investment performance information.

3. Inadequate planning/forecasting:
   An annual Board/Senior Management Strategy session ensures that both staff and Trustees are involved in setting targets and that these are not only relevant but that an appropriate balance between realistic and challenging is maintained.

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2021

Structure, governance and management

a. Constitution

The charitable company is limited by guarantee without having a share capital and the liability of the members is limited to £1 each. The charitable company is governed by its Memorandum and Articles of Association and is a registered charity.

b. Methods of appointment or election of trustees

As of the 2010 AGM, at which amendments to the Articles of Association were approved, Trustees serve for a four year term. Trustees must retire at the AGM following their completion of four years' service, but may stand for re-election, subject to a maximum of three consecutive four-year terms.

To ensure that board transparency and effectiveness are not compromised, re-election is subject to satisfactory performance and the achievement of minimum performance standards.

The Board has the power at any time to appoint any person to be a Trustee, either to fill a casual vacancy or as an addition to the existing Trustees, subject to the total number of Trustees at any time not exceeding sixteen. Any Trustee appointed holds office only until the next following AGM, and then becomes eligible for re election.

New Trustees are found from the contacts and networks of existing Trustees. The Board regularly undertakes skills audits, in order to identify skills gaps amongst existing Trustees and to enable it to seek new Trustees with the skills and experience to fill these gaps.

c. Organisational structure and decision-making policies

The Board of Trustees administers the charity. The Board meets quarterly and there are sub-committees covering Finance and Grant Making. As part of an initiative to increase Board Engagement, the decision was taken during 2018/19 to temporarily amalgamate the Fund and Board Development Committee meetings with full Board meetings.

The Chief Executive is appointed by the Trustees and manages the day to day operations of the charity, working within terms of delegation, approved by the Trustees, for operational matters including finance, employment, fund development and grant making related activities.

d. Policies adopted for the induction and training of trustees

New Trustees attend an induction meeting, at which they are briefed on their legal obligations under charity and company law, the content of the Memorandum and Articles of Association, the committees and decision making processes, the business plan, staffing structure and recent financial performance of the charity.

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2021

Structure, governance and management (continued)

e. Governance and management

The Board of Trustees plays an important part in fulfilling the Foundation's purpose and vision. Our goal continues to be that we maximise public benefit by ensuring that we:

- embrace and reflect the whole community that we serve;
- function effectively within the terms of a modern and relevant code of governance;
- promote the commitment and satisfaction of those who serve on it; and
- help the Foundation achieve its objectives.

A Board skills audit is conducted on a regular basis and is used to inform the Trustee recruitment process. Work continued during the year to recruit new Trustees that have the skills and expertise required for the future growth and development of the Foundation and that are reflective of the communities that we serve.

The Foundation now employs a core staff of four part time employees (2.0 FTE) and continues to manage a significant grants budget and increasing number of named endowment funds. To enable us to maintain our efficiency and probity, ongoing work on our infrastructure, including policies, operational standards and management practice, therefore continued as an ongoing priority.

Remuneration of key management personnel is reviewed on an annual basis by the Foundation's Finance Committee and their recommendations are then submitted to the Board for approval.

f. Employees

The Trustees would like to formally express their appreciation to all employees, together with the members of the various grant making panels for their contribution to another successful year.

g. Trustees

The Trustees who have held office during the year are listed on page 1.

The Board welcomes Jane Gerard Pearse and Gurmail Raju, both of whom were co-opted during the year. Jane Gerard Pearse was formally appointed at the AGM in December 2020 and Gurmail Raju will be formally appointed at the 2021 AGM.

The Board thanks all members for their contribution to another successful year for Derbyshire Community Foundation.

Structure, governance and management (continued)

h. Fundraising standards information

Due to lockdown restrictions, the only fundraising activity undertaken during the year was the Coronavirus Emergency Response Appeal, which was organised by Foundation Derbyshire staff.

The Foundation does not use professional fund-raisers or commercial participators to carry out fundraising activities on its behalf and does not use direct marketing, telephone, doorstep or on-street fundraising.

Some fundraising was done for the Foundation by third parties, for example Lord Burlington's Ride Around Derbyshire campaign and David Palmer's Retirement collection via Just Giving.

In addition, the Foundation used its e-newsletter to raise awareness of its Coronavirus Response Appeal and Lord Burlington's Ride Around Derbyshire Campaign.

The charity was not subject to an undertaking to be bound by a voluntary scheme for regulating fund-raising, or voluntary standard for fund-raising in respect if its activities but did sign up to the Fundraising Regulator in May 2021.

The Foundation has developed a Donor Care policy that sets out the practices and commitment we make to all of our supporters, as part of our fundraising ethos and working practice.

Plans for future periods

A new three year strategic plan, to take the organisation through to 2024, was the focus of several Trustee Strategic planning sessions with senior staff during the final quarter of the financial year.

The plan focuses on the delivery of our two key objectives, namely to:

- Build on Foundation Derbyshire's position as the county's trusted philanthropic enabler and advisor, a fair and intelligent grant-maker and a professional manager of charitable funds
- Ensure our grantmaking is:
    a. Relevant, supportive & equitable - reflecting & meeting the needs of the communities we serve, (including minority groups/hard to reach) and targeting priority areas and issues.
    b. Pre-emptive as well as responsive and supportive

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2021

Statement of trustees' responsibilities

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

Company law requires the trustees to prepare financial statements for each financial year. Under company law, the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP 2019 (FRS 102);
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

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

Disclosure of information to auditor

So far as the trustees are aware:

- there is no relevant audit information of which the charity's auditor is unaware, and
- the trustees have taken all the steps that they ought to have taken in order to be aware of any relevant audit information and to establish that the auditor is aware of that information.

Auditor

The auditor, BHP LLP, has indicated their willingness to continue in office. The designated trustees will propose a motion reappointing the auditor at a meeting of the trustees.

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

OGStephenson
OGStephenson (Nov 11, 2021 18:19 GMT)

.....

Oliver Stephenson
Chairman
Date: Nov 11, 2021

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF DERBYSHIRE COMMUNITY FOUNDATION

Opinion

We have audited the financial statements of Derbyshire Community Foundation (the 'charitable company') for the year ended 31 March 2021 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2021 and of its incoming resources and application of resources, including its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council'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 charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

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

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be 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.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report (incorporating the directors' report) for the financial year for which the financial statements are prepared is consistent with the financial statements.
- the directors' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

We have nothing to report in respect of the following matters in relation to which Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the directors' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

We gained an understanding of the legal and regulatory framework applicable to the charitable company and the sector in which it operates, and considered the risk of such regulations, including fraud. We designed audit procedures to respond to the risk. We focused on laws and regulations relevant to the charitable company which could give rise to a material misstatement in the financial statements. Our testing included discussions with management, trustees, and those staff with direct responsibility for the compliance of laws and regulations. We also reviewed legal expenses. We addressed the risk of management override of internal controls, including the testing of journals and review of the nominal ledger. We evaluated whether there was evidence of bias by management or the trustees that represented a risk of material misstatement due to fraud.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: https://www.frc.org.uk/Our-Work/Audit/Audit-and-assurance/Standards-and-guidance/Standards-and-guidance-for-auditors/Auditors-responsibilities-for-audit/Description-of-auditors-responsibilities-for-audit.aspx. This description forms part of our auditor's report.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF DERBYSHIRE COMMUNITY FOUNDATION (CONTINUED)

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and its members, as a body, for our audit work, for this report, or for the opinions we have formed.

Jane Marshall (Nov 22, 2021 13:49 GMT)

Jane Marshall (Senior statutory auditor)
for and on behalf of
BHP LLP
Chartered Accountants
Statutory Auditors
57-59 Saltergate
Chesterfield
Derbyshire
S40 1UL

Date: Nov 22, 2021

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STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)

FOR THE YEAR ENDED 31 MARCH 2021

	Note	Unrestricted funds 2021 £	Restricted funds 2021 £	Endowment funds 2021 £	Total funds 2021 £	Total funds 2020 £
Income and endowments from:						
Donations and legacies	4	**7,275**	**1,339,799**	**434,823**	**1,781,897**	301,322
Charitable activities	5	**99,252**	-	-	**99,252**	8,290
Other trading activities	6	-	**44,377**	-	**44,377**	15,078
Investments	7	-	-	**195,561**	**195,561**	218,322
Total income and endowments		**106,527**	**1,384,176**	**630,384**	**2,121,087**	543,012
Expenditure on:						
Raising funds	8	**11,734**	-	**29,971**	**41,705**	48,317
Charitable activities	8	**156,504**	**1,636,553**	**24,273**	**1,817,330**	521,620
Total expenditure		**168,238**	**1,636,553**	**54,244**	**1,859,035**	569,937
Net (expenditure)/income before net gains/(losses) on investments		**(61,711)**	**(252,377)**	**576,140**	**262,052**	(26,925)
Net gains/(losses) on investments	17,16	-	-	**1,372,846**	**1,372,846**	(697,838)
Net (expenditure)/income		**(61,711)**	**(252,377)**	**1,948,986**	**1,634,898**	(724,763)
Transfers between funds	21	**138,895**	**228,165**	**(367,060)**	**-**	-
Net movement in funds		**77,184**	**(24,212)**	**1,581,926**	**1,634,898**	(724,763)
Reconciliation of funds:						
Total funds brought forward		**92,219**	**627,714**	**6,408,147**	**7,128,080**	7,852,843
Net movement in funds		**77,184**	**(24,212)**	**1,581,926**	**1,634,898**	(724,763)
Total funds carried forward		**169,403**	**603,502**	**7,990,073**	**8,762,978**	7,128,080

The Statement of Financial Activities includes all gains and losses recognised in the year.

DERBYSHIRE COMMUNITY FOUNDATION

(A Company Limited by Guarantee)
REGISTERED NUMBER: 02893759

BALANCE SHEET
AS AT 31 MARCH 2021

	Note		2021 £		2020 £
Fixed assets					
Tangible assets	14		**173,927**		174,382
Heritage assets	15		**79,526**		62,316
Investments	16		**7,579,689**		6,150,457
Investment property	17		**300,000**		210,000
			8,133,142		6,597,155
Current assets					
Debtors	18	**60,256**		44,580	
Cash at bank and in hand		**886,796**		661,780	
		947,052		706,360	
Creditors: amounts falling due within one year	19	**(238,985)**		(91,865)	
Net current assets			**708,067**		614,495
Total assets less current liabilities			**8,841,209**		7,211,650
Creditors: amounts falling due after more than one year	20		**(78,231)**		(83,570)
Total net assets			**8,762,978**		7,128,080
Charity funds					
Endowment funds (includes revaluation reserve of £90,000 (2020: £nil))	21		**7,990,073**		6,408,147
Restricted funds	21		**603,502**		627,714
Unrestricted funds	21		**169,403**		92,219
Total funds			**8,762,978**		7,128,080

BALANCE SHEET (CONTINUED)
AS AT 31 MARCH 2021

The trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

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

The financial statements were approved and authorised for issue by the trustees and signed on their behalf by:

William Kerr
William Kerr (Nov 12, 2021 12:29 GMT)

.....

William Kerr
Treasurer
Date: Nov 12, 2021

The notes on pages 28 to 53 form part of these financial statements.

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2021

	Note	**2021** **£**	2020 £
Cash flows from operating activities			
Net cash provided by/(used in) operating activities	24	**181,875**	(264,224)
Cash flows from investing activities			
Dividends, interests and rents from investments		**195,561**	218,322
Purchase of tangible fixed assets		**(840)**	(5,777)
Proceeds from sale of investments		**495,156**	404,819
Purchase of investments		**(736,194)**	(261,874)
Net cash (used in)/provided by investing activities		**(46,317)**	**355,490**
Cash flows from financing activities			
Repayments of borrowing		**(5,193)**	(4,466)
Net cash used in financing activities		**(5,193)**	**(4,466)**
Change in cash and cash equivalents in the year		**130,365**	**86,800**
Cash and cash equivalents at the beginning of the year		**767,731**	680,931
Cash and cash equivalents at the end of the year	25	**898,096**	767,731

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

1. General information

The charitable company is a company limited by guarantee. The members of the company are the trustees named on page 1. In the event of the charitable company being wound up, the liability in respect of the guarantee is limited to £1 per member of the charitable company.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements 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 January 2019), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Derbyshire Community Foundation meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

The financial statements are presented in sterling, which is the functional currency of the charity, and rounded to the nearest £1.

2.2 Going concern

The Trustees have considered the impact of COVID-19 on the charity's income, operating cost base and investment portfolios. They have prepared forecasts of income and expenditure to 31 March 2023 and subjected these to sensitivity analysis. These show they have sufficient reserves and cash to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements.

2. Accounting policies (continued)

2.3 Income

All income is recognised once the charitable company has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

The recognition of income from legacies is dependent on establishing entitlement, the probability of receipt and the ability to estimate with sufficient accuracy the amount receivable. Evidence of entitlement to a legacy exists when the charitable company has sufficient evidence that a gift has been left to them (through knowledge of the existence of a valid will and the death of the benefactor) and the executor is satisfied that the property in question will not be required to satisfy claims in the estate. Receipt of a legacy must be recognised when it is probable that it will be received and the fair value of the amount receivable, which will generally be the expected cash amount to be distributed to the charitable company, can be reliably measured.

Grants are included in the Statement of Financial Activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance Sheet. Where income is received in advance of entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

Interest and dividends are included in the financial statements on an accruals basis. Tax recoverable on the above is accounted for on a receivable basis.

Investment income is allocated to restricted or unrestricted funds by reference to the nature of the underlying funds generating the income.

2. Accounting policies (continued)

2.4 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources.

Fundraising costs are those incurred in seeking the voluntary contributions and do not include the costs of disseminating information in support of the charitable activities.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the charitable company's objectives, as well as any associated support costs.

Grants payable are recognised as expenditure when the commitment is made.

All expenditure is inclusive of irrecoverable VAT.

2.5 Taxation

The charitable company is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charitable company is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

2.6 Tangible fixed assets and depreciation

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives.

Depreciation is provided on the following basis:

Freehold property	-		no depreciation (see note below)
Office equipment	-	20%	straight line
Computer equipment	-	20%	straight line

No depreciation has been charged on freehold property as in the view of the Trustees, based on the estimated residual value and a useful economical life of 25 years, annual depreciation charge would be immaterial.

2. Accounting policies (continued)

2.7 ***Heritage assets***

Artwork is capitalised at its value on donation or insurance valuation. No depreciation is provided as the residual value is considered to be at least equal to the valuation. Any excess of market value (i.e. insurance value) over the value on donation is credited to the Statement of Financial Activities.

Heritage assets are reviewed for evidence of impairment annually and no provision had been made in either year. In the view of the trustees, this is reasonable when considering the condition of the artwork and its potential for resale and/ or generating income.

2.8 Investments

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance Sheet date, unless the value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and presented as 'Gains/(Losses) on investments' in the Statement of Financial Activities.

2.9 Investment property

The investment property is carried at market value and the valuation is reviewed at the end of each reporting period by Trustees using rental yield calculations and comparing these against commercial rates. Where there is deemed to be a material change to the valuation, a professional valuer is appointed. Where the excess of market value is less than original cost the resultant deficit is taken to the endowment fund.

2.10 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

2.11 Cash at bank and in hand

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

2.12 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance Sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the charitable company anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the Statement of Financial Activities as a finance cost.

2. Accounting policies (continued)

2.13 Financial instruments

The charitable company only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

2.14 Operating leases

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the lease term.

2.15 Pensions

The charitable company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the charitable company to the fund in respect of the year.

2.16 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charitable company and which have not been designated for other purposes.

Endowment funds represent those assets which are expendable by the charity. Income arising on the endowment funds is included as endowment income. Any capital gains or losses arising on the investments form part of the fund. Investment management charges and legal advice relating to the fund are charged against the fund.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charitable company for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income, gains and losses are allocated to the appropriate fund.

2.17 Employee benefits

When employees have rendered service to the charity, short-term employee benefits to which the employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service.

3. Critical accounting estimates and areas of judgement

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical accounting estimates and assumptions:

The charitable company makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results.

The following assumptions have a significant risk of causing a material adjustment to the carrying amounts of assets within the next financial year.

Valuation of non-investment and investment property - these valuations are subject to a number of judgements which include, but are not limited to, local area assessments, market conditions and state of repair of the property.

Valuation of heritage assets - these valuations are subject to judgements made by insurers and these may change over time with changes to the artwork market. Impairment reviews consider recent exhibitions and the active market for which data may not be readily available.

Allocation of investment income, management costs and gains/ losses - these are allocated to funds by reference to the nature of the underlying funds which generated the income, incurred the costs or made the gain/ loss. Any misallocation could result in a material misstatement of fund balances and impact free reserves reported in these financial statements.

4. Income from donations and legacies

	Unrestricted funds 2021 £	**Restricted funds 2021 £**	**Endowment funds 2021 £**	**Total funds 2021 £**	Total funds 2020 £
Donations	**7,275**	**1,339,799**	**434,823**	**1,781,897**	301,322
Total 2020	7,998	273,681	19,643	301,322	

5. Income from charitable activities

	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Admin Fees	**99,252**	**99,252**	8,290
Total 2020	8,290	8,290	

6. Fundraising income

Income from fundraising events

	Restricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Events	**42,407**	**42,407**	14,628
Vickers artwork sales	**1,970**	**1,970**	450
	44,377	**44,377**	15,078
Total 2020	15,078	15,078	

7. Investment income

	Endowment funds 2021 £	Total funds 2021 £	Total funds 2020 £
Rental income	**884**	**884**	9,000
Bank interest and dividends received	**194,677**	**194,677**	209,322
	195,561	**195,561**	218,322
Total 2020	218,322	218,322	

8. Expenditure by fund

	Unrestricted funds 2021 £	Restricted funds 2021 £	Endowment funds 2021 £	Total funds 2021 £	Total funds 2020 £
Expenditure on raising funds					
Fundraising (note 9)	**11,734**	**-**	**-**	**11,734**	16,196
Investment management fees	**-**	**-**	**29,971**	**29,971**	32,121
	11,734	**-**	**29,971**	**41,705**	48,317
Expenditure on charitable activities					
Grants payable/ restricted fund expenditure (note 11)	**-**	**1,636,553**	**-**	**1,636,553**	377,864
Support costs (note 9)	**149,046**	**-**	**24,273**	**173,319**	138,261
Management and admin (note 9)	**7,458**	**-**	**-**	**7,458**	5,495
	156,504	**1,636,553**	**24,273**	**1,817,330**	521,620
Total 2021	**168,238**	**1,636,553**	**54,244**	**1,859,035**	569,937
Total 2020	146,562	384,860	38,515	569,937	

9. Expenditure - fundraising, support costs and management and admin

	Support costs 2021 £	Management and admin 2021 £	Fundraising 2021 £	Total funds 2021 £	Total funds 2020 £
Wages and salaries	**76,814**	**69**	**7,956**	**84,839**	75,830
Other staff costs	**158**	**29**	**13**	**200**	1,195
Fundraising costs	**-**	**-**	**611**	**611**	7,125
Utilities and insurances	**3,058**	**530**	**227**	**3,815**	5,083
Office and meeting costs	**5,283**	**918**	**392**	**6,593**	5,001
Computer costs	**7,686**	**1,331**	**571**	**9,588**	18,522
Finance costs	**2,339**	**406**	**174**	**2,919**	3,681
Publicity and communications	**364**	**63**	**27**	**454**	6,251
Legal and professional	**23,704**	**4,112**	**1,763**	**29,579**	7,953
Investment property costs	**24,273**	**-**	**-**	**24,273**	6,394
Depreciation	**1,295**	**-**	**-**	**1,295**	404
Governance costs (note 10)	**28,345**	**-**	**-**	**28,345**	22,513
Total 2021	**173,319**	**7,458**	**11,734**	**192,511**	159,952
Total 2020	138,261	5,495	16,196	159,952	

10. Governance costs

	Unrestricted funds 2021 £	Restricted funds 2021 £	Endowment funds 2021 £	Total funds 2021 £	Total funds 2020 £
Auditor's remuneration	**9,480**	**-**	**-**	**9,480**	6,600
Other costs	**370**	**-**	**-**	**370**	240
Salaries and national insurance	**18,495**	**-**	**-**	**18,495**	15,673
Total 2021	**28,345**	**-**	**-**	**28,345**	22,513
Total 2020	22,513	-	-	22,513	

11. Grants payable/ restricted fund expenditure

	2021 Number	**2021 £**	2020 Number	2020 **£**
Grants to Community Groups & Voluntary Organisations	**314**	**1,655,916**	189	317,194
Grants to individuals	**7**	**3,500**	103	34,303
Withdrawn/ underspent grants	**-**	**(37,907)**	-	-
Other restricted expenditure	**-**	**15,044**	-	26,367
Total 2021	**321**	**1,636,553**	292	377,864

12. Auditor's remuneration

	2021 £	2020 £
Fees payable to the charitable company's auditor for the audit of the charitable company's annual accounts	**9,480**	9,480

13. Staff costs

	2021 £	2020 £
Wages and salaries	**94,523**	82,853
Social security costs	**4,242**	3,465
Pension and health scheme costs	**4,569**	5,185
	103,334	91,503

Included within pension and health scheme costs are pension contributions payable of £4,078 (2020: £4,427).

13. Staff costs (continued)

The average number of persons employed by the charitable company during the year was as follows:

	2021	2020
	No.	No.
Grant support	**3**	3
Management	**1**	1
	4	4

The average headcount expressed as full-time equivalents was:

	2021	2020
	No.	No.
Allocated to charitable activities	**1.61**	2.07
Allocated to management, administration and fundraising	**0.40**	0.40
	2	2

No employee received remuneration amounting to more than £60,000 in either year.

During either year, no trustee received any remuneration or benefits in kind.

The total amount of employee benefits (including employers NI and pension contributions) received by key management personnel were £80,085 (2020: £69,949). The charity considers its key management personnel to be the Chief Executive Officer and Assistant Director of Grants.

14. Tangible fixed assets

	Freehold property £	Office equipment £	Computer equipment £	Total £
Cost				
At 1 April 2020	**169,009**	**1,502**	**4,275**	**174,786**
Additions	**-**	**-**	**840**	**840**
At 31 March 2021	**169,009**	**1,502**	**5,115**	**175,626**
Depreciation				
At 1 April 2020	**-**	**200**	**204**	**404**
Charge for the year	**-**	**300**	**995**	**1,295**
At 31 March 2021	**-**	**500**	**1,199**	**1,699**
Net book value				
At 31 March 2021	**169,009**	**1,002**	**3,916**	**173,927**
At 31 March 2020	169,009	1,302	4,071	174,382

15. Heritage assets

Assets recognised at valuation

	Artwork 2021 £
Market value at 1 April 2020	**62,316**
Additions	**17,210**
Market value at 31 March 2021	**79,526**

Artwork relates to the holding of pieces of art donated by or purchased from artists. The Board reviewed holdings during the year and determined that the valuation of works continued to be appropriate for the current year.

An independent valuation of heritage assets was carried out by Hansons Auctioneers and Valuers Ltd on 10 August 2015.

Analysis of heritage asset transactions

	2021 £	2020 £	2019 £	2018 £	2017 £
Donations					
Artwork	**17,210**	-	-	-	**19,600**
Total additions	**17,210**	-	-	-	**19,600**
Charge for impairment					
Artwork	-	-	-	-	**(19,314)**
Total charge for impairment	-	-	-	-	**(19,314)**

16. Fixed asset investments

	Listed investments £	Cash £	Total £
Cost or valuation			
At 1 April 2020	**6,044,506**	**105,951**	**6,150,457**
Additions	**736,194**	**-**	**736,194**
Disposals	**(472,293)**	**-**	**(472,293)**
Revaluations	**1,282,846**	**-**	**1,282,846**
Investment management costs deducted at source	**(22,864)**	**-**	**(22,864)**
Movement in cash	**-**	**(94,651)**	**(94,651)**
At 31 March 2021	**7,568,389**	**11,300**	**7,579,689**
Net book value			
At 31 March 2021	**7,568,389**	**11,300**	**7,579,689**
At 31 March 2020	6,044,506	105,951	6,150,457

Investments at market value comprise

	2021 £	2020 £
Cazenove Charity Multi Asset Fund	**3,402,273**	2,841,350
CCLA Investment Management Ltd	**693,368**	376,617
Rathbones Investments Management	**3,454,758**	2,932,490
M&G Investments	**29,290**	-
	7,579,689	6,150,457
Historical cost	**5,274,883**	5,212,195

The investments consist of monies held in externally managed portfolios in a mixture of UK and foreign investments, and are shown at market value as at 31 March 2021.

17. Investment property

	Investment property - Sutton-in-Ashfield £
Valuation	
At 1 April 2020	**210,000**
Surplus on revaluation	**90,000**
At 31 March 2021	**300,000**

The process for the sale of the investment property commenced in 2021 during which the property was valued at £300,000. This material movement has been recognised as a revaluation in the current year.

18. Debtors

	2021 £	2020 £
Trade debtors	**50**	60
Other debtors	**57,273**	42,461
Prepayments and accrued income	**2,933**	2,059
	60,256	44,580

19. Creditors: Amounts falling due within one year

	2021 £	2020 £
Mortgage repayments due within one year	**5,381**	5,236
Other taxation and social security	**4,283**	1,544
Other creditors	**14,953**	2,317
Accruals and deferred income	**16,908**	9,658
Grants payable (i.e. awaiting contract return)	**197,460**	73,110
	238,985	91,865

20. Creditors: Amounts falling due after more than one year

	2021	2020
	£	£
Mortgage repayments due after one year	**78,231**	83,570

The aggregate amount of liabilities payable or repayable wholly or in part more than five years after the reporting date is:

	2021	2020
	£	£
Payable or repayable by instalments	**55,259**	61,074
	55,259	61,074

The mortgage is secured by a legal charge over the charitable company's freehold property (Unit 2, Heritage Business Centre, Belper, Derbyshire, DE56 1SW).

21. Statement of funds

Statement of funds - current year

	Balance at 1 April 2020 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 March 2021 £
Unrestricted funds						
General funds	**92,219**	**106,527**	**(168,238)**	**138,895**	**-**	**169,403**
Endowment funds (expendable)						
Discretionary Funds	**271,598**	**13,125**	**(1,404)**	**(17,795)**	**50,591**	**316,115**
J Vickers Fund	**229,365**	**25,037**	**(862)**	**(10,936)**	**31,088**	**273,692**
Donor Directed Funds	**5,530,653**	**592,222**	**(51,978)**	**(338,329)**	**1,123,341**	**6,855,909**
Community First Funds	**376,531**	**-**	**-**	**-**	**77,826**	**454,357**
Revaluation reserve - investment property	**-**	**-**	**-**	**-**	**90,000**	**90,000**
	6,408,147	**630,384**	**(54,244)**	**(367,060)**	**1,372,846**	**7,990,073**
Restricted funds						
Tom Carey	**61,107**	**-**	**(80,792)**	**73,932**	**-**	**54,247**
Assist Grassroots Grant Revenue	**31,462**	**-**	**-**	**3,793**	**-**	**35,255**
Derbyshire Building Society	**25,029**	**-**	**-**	**2,495**	**-**	**27,524**
SDLF	**25,206**	**-**	**-**	**7,201**	**-**	**32,407**
Rolls-Royce plc Fund	**32,666**	**-**	**-**	**14,156**	**-**	**46,822**
S.D.C.C.T.E	**15,259**	**-**	**-**	**-**	**-**	**15,259**
Freemasons GR	**3,279**	**-**	**-**	**16,316**	**-**	**19,595**
Made by Sport	**-**	**64,994**	**-**	**-**	**-**	**64,994**
Grassroots Derbyshire	**18,698**	**-**	**-**	**8,402**	**-**	**27,100**

21. Statement of funds (continued)

Statement of funds - current year (continued)

	Balance at 1 April 2020 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 March 2021 £
Coronavirus Response Fund	**140,219**	**1,243,273**	**(1,392,208)**	**23,779**	**-**	**15,063**
Flood Relief Fund	**35,612**	**-**	**(2,631)**	**(20,500)**	**-**	**12,481**
Ashby Fund	**19,684**	**-**	**(38,984)**	**36,594**	**-**	**17,294**
Golf day	**16,074**	**-**	**-**	**-**	**-**	**16,074**
Jefford- Weller Fund	**11,550**	**250**	**(7,824)**	**9,276**	**-**	**13,252**
Other named funds	**191,869**	**75,659**	**(114,114)**	**52,721**	**-**	**206,135**
	627,714	**1,384,176**	**(1,636,553)**	**228,165**	**-**	**603,502**
Total of funds	**7,128,080**	**2,121,087**	**(1,859,035)**	**-**	**1,372,846**	**8,762,978**

21. Statement of funds (continued)

Statement of funds - prior year

	Balance at 1 April 2019 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 March 2020 £
Unrestricted funds						
General funds	73,306	16,288	(146,562)	149,187	-	92,219
Endowment funds (expendable)						
Discretionary Funds	314,673	13,786	(1,539)	(19,196)	(36,126)	271,598
J Vickers Fund	256,219	8,126	(948)	(11,827)	(22,205)	229,365
Donor Directed Funds	6,376,827	216,053	(36,028)	(398,538)	(627,661)	5,530,653
Community First Funds	402,129	-	-	(13,752)	(11,846)	376,531
	7,349,848	**237,965**	**(38,515)**	(443,313)	(697,838)	6,408,147

21. Statement of funds (continued)

Restricted funds						
Tom Carey	76,255	-	(95,099)	79,951	-	61,107
Assist Grassroots Grant Revenue	27,359	-	-	4,103	-	31,462
Derbyshire Building Society	22,331	-	-	2,698	-	25,029
SDLF	17,419	-	-	7,787	-	25,206
Rolls-Royce plc Fund	17,357	-	-	15,309	-	32,666
S.D.C.C.T.E	15,259	-	-	-	-	15,259
Freemasons GR	13,950	-	(18,568)	7,897	-	3,279
DCF General Restricted Fund	13,752	206	(27,513)	13,555	-	-
Golf day	12,769	5,245	(1,940)	-	-	16,074
Jefford-Weller Fund	12,473	250	(11,205)	10,032	-	11,550
Coronavirus Response Fund	-	156,019	(15,800)	-	-	140,219
Flood Relief Fund	-	71,142	(35,530)	-	-	35,612
Other named funds	200,765	55,897	(179,205)	152,794	-	230,251
	429,689	**288,759**	**(384,860)**	294,126	-	627,714
Total of funds	7,852,843	543,012	(569,937)	-	(697,838)	7,128,080

21. Statement of funds (continued)

Purpose of endowment funds

Discretionary Funds grants are allocated at the Trustees' discretion to meet current community needs.

J Vickers Fund was established with a donation from the estate of the late Jonathan Vickers and distributions are used to fund and administer the Jonathan Vickers Fine Art Award.

Donor Directed Funds are where the donor chooses which projects to support by establishing grantmaking criteria and may also be involved in the grantmaking decisions.

Community First Funds are the Donor Directed Community First Funds held on trust in perpetuity separately from the charitable company's own assets.

Purpose of restricted funds

Tom Carey fund is a named donor directed endowment fund that provides support to new and existing community activity in the Abbey ward of Derby City.

Assist Grassroots Grant Revenue is a named donor directed fund established to support groups providing opportunities for people to gain new skills, qualifications or work experience.

Derbyshire Building Society fund was established in 2004 as part of the Society's wider ongoing commitment to support and improve life within our county.

SDLF fund supports community and voluntary groups offering opportunities for people to gain new skills, which will ultimately allow people to enter or re-enter the world of employment.

Rolls-Royce plc Fund is one of the Foundation's founding funds and was established to provide long term support to local groups and activities in Derbyshire. Every year the Foundation works alongside Rolls-Royce to develop a grant theme, responding to local needs, topics and concerns.

SDCCTE is a named fund established to provide core cost funding for the Foundation.

Freemasons GR fund has been established by the Freemasons of Derbyshire Provincial Grand Charity to support community life and tackle disadvantage across Derbyshire by supporting community and voluntary groups and charities.

Made by Sport - administered on behalf of Made by Sport to support clubs and community organisations that intentionally use sport or exercise to develop young people's lives.

Grassroots Derbyshire - supports groups and projects that work to enhance the quality of life for people living in Derbyshire communities

Coronavirus Response Fund was launched at the end of March 2020 to provide support to community groups and organisations working to tackle the impact of the Coronavirus in Derbyshire and Derby City.

Flood Relief Fund was launched by Foundation Derbyshire in November 2019 in response to the floods that affected parts of Derbyshire and Derby City. The Fund was used to help individuals, families and communities that were affected by the flood waters.

Ashby Fund - aims to improve the quality of life for Derbyshire residents and to tackle inequalities and disadvantages faced in local communities, with a preference for groups operating in rural areas or projects focusing on heritage and arts & culture.

Golf Day relates to the fundraising proceeds from the Foundation's annual charity golf day.

The Jefford Weller Fund supports individuals and groups who are working with homelessness and housing issues in Derbyshire.

Other named funds are the grant revenue pots of the remaining discretionary and donor directed named endowment funds, which are held as part of the Foundation's endowment and flow through funds managed by the Foundation.

Transfers between funds
Transfers in to restricted funds, totalling £228,165 and unrestricted funds of £138,895 relate primarily to distributable income for grant making and administration that was transferred in accordance with the Foundation's Total Return Policy in relation to the management of the investment portfolio. These transfers were made from the Foundation's Endowment Fund into General Funds and the grant revenue pots of the 64 discretionary and donor directed named endowment funds, which have been established with the Foundation.

22. Summary of funds

Summary of funds - current year

	Balance at 1 April 2020	**Income**	**Expenditure**	**Transfers in/out**	**Gains/ (Losses)**	**Balance at 31 March 2021**
	£	**£**	**£**	**£**	**£**	**£**
General funds	**92,219**	**106,527**	**(168,238)**	**138,895**	**-**	**169,403**
Endowment funds	**6,408,147**	**630,384**	**(54,244)**	**(367,060)**	**1,372,846**	**7,990,073**
Restricted funds	**627,714**	**1,384,176**	**(1,636,553)**	**228,165**	**-**	**603,502**
	7,128,080	**2,121,087**	**(1,859,035)**	**-**	**1,372,846**	**8,762,978**

Summary of funds - prior year

	Balance at 1 April 2019	Income	Expenditure	Transfers in/out	Gains/ (Losses)	Balance at 31 March 2020
	£	£	£	£	£	£
General funds	73,306	16,288	(146,562)	149,187	-	92,219
Endowment funds	7,349,848	237,965	(38,515)	(443,313)	(697,838)	6,408,147
Restricted funds	429,689	288,759	(384,860)	294,126	-	627,714
	7,852,843	543,012	(569,937)	-	(697,838)	7,128,080

23. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Unrestricted funds 2021 £	Restricted funds 2021 £	Endowment funds 2021 £	Total funds 2021 £
Tangible fixed assets	**173,927**	**-**	**-**	**173,927**
Fixed asset investments	**-**	**-**	**7,579,689**	**7,579,689**
Investment property	**-**	**-**	**300,000**	**300,000**
Heritage assets	**-**	**-**	**79,526**	**79,526**
Current assets	**312,692**	**603,502**	**30,858**	**947,052**
Creditors due within one year	**(238,985)**	**-**	**-**	**(238,985)**
Creditors due in more than one year	**(78,231)**	**-**	**-**	**(78,231)**
Total	**169,403**	**603,502**	**7,990,073**	**8,762,978**

Analysis of net assets between funds - prior year

	Unrestricted funds 2020 £	Restricted funds 2020 £	Endowment funds 2020 £	Total funds 2020 £
Tangible fixed assets	**174,382**	**-**	**-**	174,382
Fixed asset investments	**-**	**-**	**6,150,457**	6,150,457
Investment property	**-**	**-**	**210,000**	210,000
Heritage assets	**-**	**-**	**62,316**	62,316
Current assets	**20,162**	**700,824**	**(14,626)**	706,360
Creditors due within one year	**(18,755)**	**(73,110)**	**-**	(91,865)
Creditors due in more than one year	**(83,570)**	**-**	**-**	(83,570)
Total	**92,219**	**627,714**	**6,408,147**	7,128,080

24. Reconciliation of net movement in funds to net cash flow from operating activities

	2021 £	2020 £
Net income/expenditure for the year (as per Statement of Financial Activities)	**1,634,898**	(724,763)
Adjustments for:		
Depreciation charges	**1,295**	404
Net (losses)/gain on investments	**(1,372,846)**	697,838
Dividends, interests and rents from investments	**(195,561)**	(218,322)
(Increase)/decrease in debtors	**(15,676)**	709
Increase/(decrease) in creditors	**146,975**	(20,090)
Donation of heritage assets	**(17,210)**	-
Net cash provided by/(used in) operating activities	**181,875**	(264,224)

25. Analysis of cash and cash equivalents

	2021 £	2020 £
Cash in hand	**886,796**	661,780
Cash held in the investment portfolio	**11,300**	105,951
Total cash and cash equivalents	**898,096**	767,731

26. Analysis of changes in net debt

	At 1 April 2020 £	Cash flows £	At 31 March 2021 £
Cash at bank and in hand	**661,780**	**225,016**	**886,796**
Debt due within 1 year	**(5,236)**	**(145)**	**(5,381)**
Debt due after 1 year	**(83,570)**	**5,339**	**(78,231)**
	572,974	**230,210**	**803,184**

27. Pension commitments

The charitable company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the charitable company in an independently administered fund. The pension cost charge represents contributions payable by the charitable company to the fund and amounted to £4,078 (2020: £4,427). Contributions totalling £573 (2020: £594) were payable to the fund at the balance sheet date and are included in creditors.

28. Operating lease commitments

At 31 March 2021 the charitable company had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

	2021	2020
	£	£
Not later than 1 year	**650**	270
Later than 1 year and not later than 5 years	**2,113**	-
	2,763	270

The following lease payments have been recognised as an expense in the Statement of financial activities:

	2021	2020
	£	£
Operating lease rentals	**595**	540

29. Related party transactions

During the year donations made by trustees to the charitable company totalled £17,726 (2020: £2,726) excluding gift aid. In addition, £1,882 (2020: £4,262) was paid to Arha Labs Limited for website and design services, a company part owned by Trustee Alison Williams.