THE COMMUNITY FOUNDATION IN WALES

England & Wales · Charity number 1074655

Details

Other names	THE COMMUNITY FOUNDATION IN WALES, THE COMMUNITY FOUNDATION IN WALES. TRADING NAME -COMMUNITY FOUNDATION WALES, COMMUNITY FOUNDATION WALES
Status	Registered
Legal form	Charitable company
Company number	03670680
Registered	1999-03-15
Register	View on the Charity Commission register

Contact

Address	First Floor / Llawr Cyntaf Hastings House Fitzalan Place Cardiff / Caerdydd CF24 0BL
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Email	info@communityfoundationwales.org.uk
Website	www.communityfoundationwales.org.uk

Activities

Objects: THE PROMOTION OF ANY CHARITABLE PURPOSES FOR THE BENEFIT OF THE COMMUNITY IN WALES INCLUDING THE ADVANCEMENT OF EDUCATION, THE PROTECTION OF GOOD HEALTH BOTH MENTAL AND PHYSICAL, AND THE RELIEF OF POVERTY AND SICKNESS AND OTHER EXCLUSIVELY CHARITABLE PURPOSES WHICH ARE BENEFICIAL TO THE COMMUNITIES IN WALES.OTHER EXCLUSIVELY CHARITABLE PURPOSES IN THE UNITED KINGDOM AND ELSEWHERE WHICH ARE, IN THE OPINION OF THE TRUSTEES, BENEFICIAL TO THE COMMUNITY WITH A PREFERENCE FOR THOSE IN THE AREA OF BENEFIT.

Activities: We are dedicated to promoting philanthropy and strengthening local communities by awarding grants to high-impact grassroots projects across Wales. We provide a grant-making and fund management service for a range of donor Fund holders: people and organisations who recognise the value of our philanthropy services in stewarding their charitable giving and maximizing its impact and legacy.

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Classification

- **How:** Makes Grants To Individuals, Makes Grants To Organisations, Provides Services, Sponsors Or Undertakes Research, Acts As An Umbrella Or Resource Body
- **What:** General Charitable Purposes, Education/training, The Prevention Or Relief Of Poverty, Arts/culture/heritage/science, Environment/conservation/heritage, Recreation
- **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:** WALES
- Throughout England And Wales

Finances

Period end	Income	Expenditure	Assets	Employees
2025-03-31	£3,138,065	£3,239,089	£23,430,872	12
2024-03-31	£4,407,757	£4,487,531	£23,549,685	11
2023-03-31	£4,165,974	£2,653,208	£21,785,042	11
2022-03-31	£2,375,530	£2,280,979	£23,275,635	9
2021-03-31	£6,738,821	£6,346,165	£21,335,488	9

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Trustees

Name	Role	Appointed
Annabel Lloyd		2020-08-10
Derek Anthony Howell		2022-12-05
Dr DAVID WYN DAVIES		2024-09-23
Elizabeth Ruth James		2022-03-21
Gaenor Wyn Howells		2022-06-20
Ian Tanter Thomas		2022-06-20
Judith Stella Rhys		2024-09-23
Lt Col Andrew Simon Tuggey CBE		2018-04-01
Neil Moss		2024-03-18
Osian Prys Elis		2024-09-23
Sarah Eluned Mary Corser		2020-09-21
Steven George Morgan		2023-12-04

Linked charities

- EDUCATION FUND FOR DENBIGH AND THE SURROUNDING AREA (1074655-1)
- EDUCATION TRUST FOR CARDIFF CITIZENS (1074655-10)
- THOMAS JOHN JONES MEMORIAL FUND FOR SCHOLARSHIPS AND EXHIBITIONS (1074655-2)
- MONTGOMERYSHIRE INTERMEDIATE AND TECHNICAL EDUCATION FUND (1074655-3)
- FORMER GIRLS GRAMMAR SCHOOL BRECON (1074655-4)
- MONTGOMERYSHIRE DISTRICT TRUST FUND (1074655-5)
- THE STANLEY BLIGH MEMORIAL FUND (1074655-6)
- THE MONMOUTHSHIRE FURTHER EDUCATION TRUST FUND (1074655-7)
- THE RUDBAXTON PARISH EDUCATION FUND (1074655-8)
- CARDIFF CITIZENS CHARITY (1074655-9)

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THE COMMUNITY FOUNDATION IN WALES

England & Wales - Charity number 1074655

Accounts

Community Foundation Wales

Sefydliad Cymunedol Cymru

Trustees Annual Report and Accounts

2024-25

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Croeso

"One thing has remained constant - the power of communities coming together."

It's an honour to write my first introduction as the new Chair of Community Foundation Wales. Although I've only recently taken up the role, it's already clear to me that Community Foundation Wales is more than a charitable foundation - it's a community of people who believe in the strength, resilience, and potential of Wales. People who act on that belief on a daily basis.

In my first few months, I've had the chance to meet some of the people and organisations we support. What's struck me most is their resourcefulness, driven by a deep care for their communities.

I want to begin by offering heartfelt thanks. To our fantastic staff, who bring commitment and deep local knowledge to everything they do. To our Trustees, who give their time, insight and leadership so generously. And to our supporters – longstanding and new – whose belief in our vision makes our work possible.

I also want to take this opportunity to thank my predecessor, Alun Evans, for his steady leadership, and to express my gratitude to our former Treasurer, Kathryn Morris, who has handed over the reins to Derek Howell.

This past year has brought enormous challenges. Global instability, rising inequality, and the cost-of-living crisis have all taken their toll, not only on the communities we work with, but on our own resources, including a significant impact on our investment funds. We're living through uncertain times and the responsibility to respond with care and purpose has never been greater.

Yet throughout it all, one thing has remained constant: the power of communities coming together. Across Wales, we've seen extraordinary efforts from small grassroots organisations and local charities – people creating change, building connections, and making a lasting impact. And thanks to our supporters, we've been able to do just that: funding work that tackles loneliness, supports young people and creates safe spaces.

But we know there is more to do. Looking ahead, we're focused on deepening our understanding of community needs, investing in long-term relationships, and growing our supporter base who believe – as we do – that local people are best placed to drive local change.

There is so much potential. So much creativity and pride, which is what Wales is known for. At Community Foundation Wales, we're committed to supporting that potential, and building a fairer, more connected Wales for future generations.

If you're inspired to work with us to create a stronger Wales, we'd love to hear from you. We look ahead with excitement and positivity, ready to build on this work in the year to come.

Judi Rhys

Chair, Community Foundation Wales

Our Year in Review

Growing our funds

A legacy of giving

For over 25 years, we've been trusted with endowment funds from trust transfers and a wide range of generous donors. These funds are invested with long-term sustainability in mind and a source of return in perpetuity, helping us support individuals and community groups across Wales through our varied grant programmes.

Strengthening our resources

It's been a challenging year for investments, shaped by global events and political uncertainty. Thanks to the skill and experience of our investment managers, we've not only protected the value of our existing funds but have also grown them, welcoming new income from donors and trust transfers, including through the Revitalising Trusts project in partnership with the Charity Commission.

Making it easier to give

We know that if we want to do more for future generations - especially in times of crisis - we need to encourage more giving. That's why we waive fees for those contributing to established funds like our Fund for Wales. We're also working with donors and professional advisers to offer guidance on making the most of any tax benefits when giving.

Supporting donors, empowering communities

We manage all the administrative and regulatory requirements for our supporters. This ensures donations are used efficiently and responsibly, reducing the pressure on individual donors. Because we work across Wales, and often at a very local level, supporters can see their giving making a real difference in the communities they care about, whether it's ongoing support or a quick response to an emerging need.

Developing our voice

25 years of community impact

2024 marked a special milestone: 25 years as Wales' Community Foundation. To celebrate, we held events in Bangor, Wrexham, Brecon, Cardiff, and Neath—working alongside local community groups, county councils, businesses, funders, and infrastructure support organisations. These gatherings honoured the partnerships and shared efforts that have helped us grow and serve communities across Wales.

£40 million distributed

We're proud to have built an endowment worth over £23 million and to have distributed more than £40 million in funding to communities across Wales. Our grants support a wide range of work —from educational bursaries for students and talented young people, to crisis funding for individuals and families facing difficult times. Behind every grant is a story of people improving lives within their communities.

Celebrating the power of small grants

This year, we shared stories that highlight the lasting impact of our Fund for Wales. These stories reflect the spirit of St David's words - 'Gwnewch y pethau bychain' (do the little things). The report demonstrates how even small grants can create meaningful, lasting change in communities across Wales.

A story close to home

We were delighted to collaborate with Tricia Bowen, a volunteer who travelled from Australia to reconnect with her Welsh roots and communities in Wales. Her thoughtful reflections on the Fund for Wales brought a fresh perspective on the importance of small grants, showing how real lives are touched in simple, powerful ways.

Listening, learning and responding

Alongside our partners - corporate donors, funders, and local businesses - we used our knowledge and sector insight to highlight emerging needs across Wales. Our latest reports focus on the impact of the cost of living crisis and the experiences of people seeking sanctuary. They tell a wider story: of communities coming together, offering practical help and human connection when it's needed most.

Nurturing a brilliant organisation

Learning and adapting

In a fast-paced and constantly changing world, we work hard to stay responsive, keeping pace with new technology, shifting needs, and the skills required to meet them. We regularly consult with our stakeholders and use what we learn to shape and improve the services we offer.

Over the past year, we built on insights from our Loud and Clear research (undertaken in 2019), which reshaped how we approach grant-making. That work led us to fund core costs and offer longer-term, multi-year funding. In 2023, we published a follow-up report - Loud and Clear: Learning and Reflecting - to understand what has changed for community groups since those initial shifts. The findings provided further recommendations to help us continue improving how we work.

Ease of access

We believe everyone should have the opportunity to access support. This means not only ensuring that our grants are open and inclusive, but also that the way we communicate about them is clear and accessible. Based on feedback from our Loud and Clear sessions, we learned that it's not just about what we share, but how we share it.

One of the clearest messages was the need for simpler, more accessible communication. As a direct result, we have introduced Easy Read versions of our grant documents, designed to support people who may find traditional formats or complex language challenging.

Improving the way we work

Alongside our external work, we've made improvements internally too. This includes upgrading our finance system, enhancing our CRM capabilities, and ensuring the wellbeing of our team through these changes. Staff continue to report feeling well-supported, whether through IT systems, flexible working arrangements, or day-to-day communication. Regular feedback helps us respond quickly when concerns arise, reinforcing a healthy and collaborative working environment.

The year ahead

Community Foundation Wales is here to support community groups, both now and for generations to come.

To do that, we build endowment funds designed to generate sustainable, long-term income for charitable causes across Wales. Our focus is on lasting impact, and we've set out an ambitious growth plan to help meet the evolving needs of communities across the country.

Grow our funds

- **Prioritise building endowment funds**
- **Fee review to encourage the funds we need**
- **Plan and pilot a 'local approach'**
- **Promote more donations to Fund for Wales**
- **Emergency fund planning**

Develop our voice

- Grow the engagement and impact of our storytelling
- Build support and awareness through CFW Connect and CFW Croeso
- Improve use of our expertise and sector leadership
- Promote collaboration by highlighting the impact of current partnerships

Nurture a brilliant organisation

- Continue to shape our work by engaging, listening and learning
- Develop office plan

Our Trustees

The Trustees of Community Foundation Wales have been recruited from across Wales. They have a variety of backgrounds and expertise and are ultimately responsible for the affairs of the charity. Community Foundation Wales has a main board which is supported by four committees (Finance, Risk and Investment; Forward Planning and Development; Governance and Grants), along with any task and finish groups which may be established.

The committees and full board meet on a quarterly basis. The rate of attendance at our board meetings was 82% (up from last year which was 78%) and the attendance at our committee meetings was 76% (down from 77% last year).

Key responsibilities of the Board:

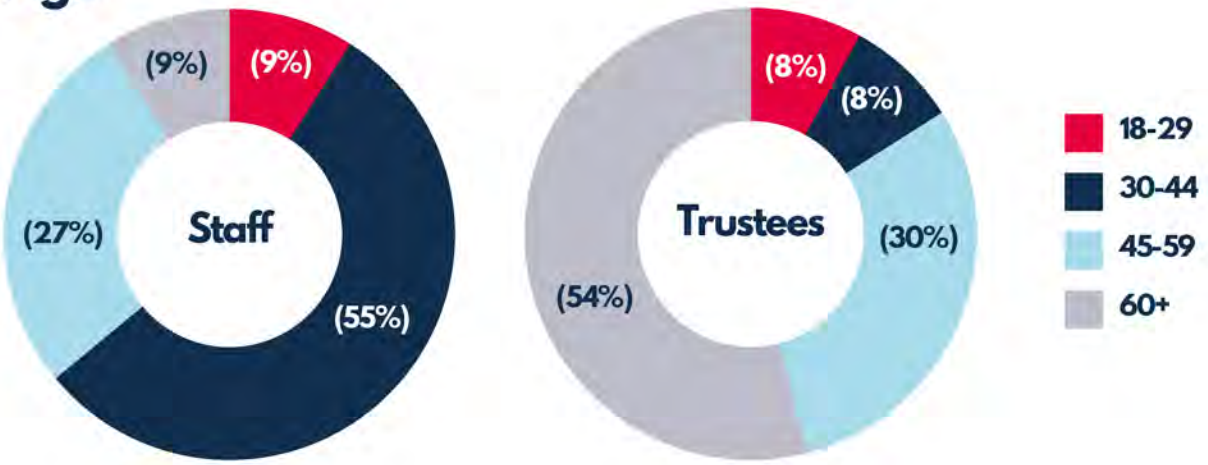
- to approve a five year rolling Strategic Plan, to keep it under regular review and to amend it as appropriate
- to approve the Annual Business Plan
- to monitor quarterly performance against the Business Plan
- to approve the annual budget and monitor quarterly financial performance against the budget
- to approve the investment strategy and keep under regular review
- to approve the audited accounts annually
- to approve and regularly review policies, a mission/vision statement, a statement of values and a quality framework
- to monitor compliance with the policies, the mission/vision statement, the statement of values and the quality framework
- to monitor external relations, public relations, public image, relations with the media and Community Foundation Wales' website
- to recruit suitable new Trustees
- to approve a policy for the induction, on-going training and retention of trustees
- to appoint or elect officers of the Board
- to identify major risks, and to put in place arrangements for mitigating their effect
- to monitor communications between the Board, the Chief Executive and the staff of Community Foundation Wales
- to recruit, appoint and, if necessary, dismiss the Chief Executive
- to agree the Chief Executive's remuneration
- to ensure the maintenance and integrity of the corporate and financial information included on the company's website.

Equality, diversity and inclusion

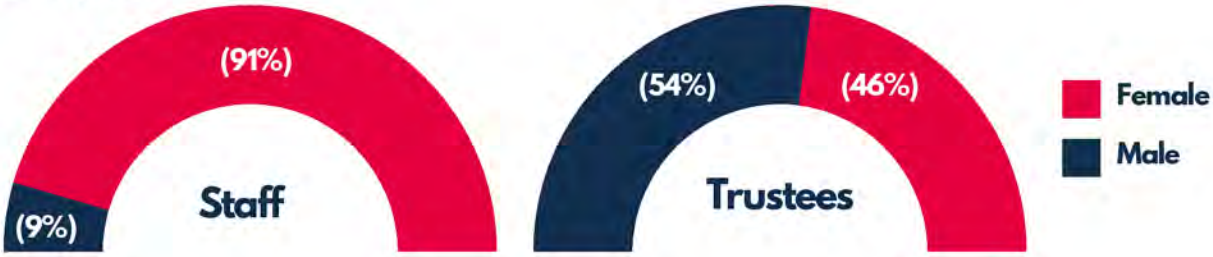
Community Foundation Wales continuously seeks to ensure we're as representative as we can be of the communities we serve, through our staffing and board Trustees.

Below are statistics relating to the age, gender, ethnicity and Welsh language skills of our staff and Trustees.

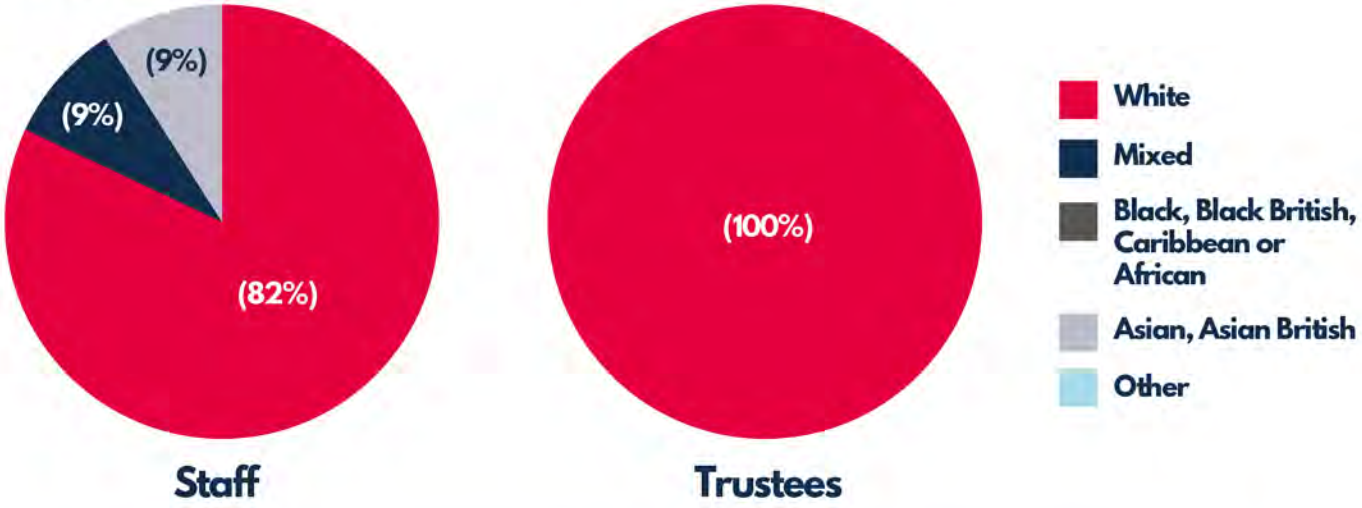
Age



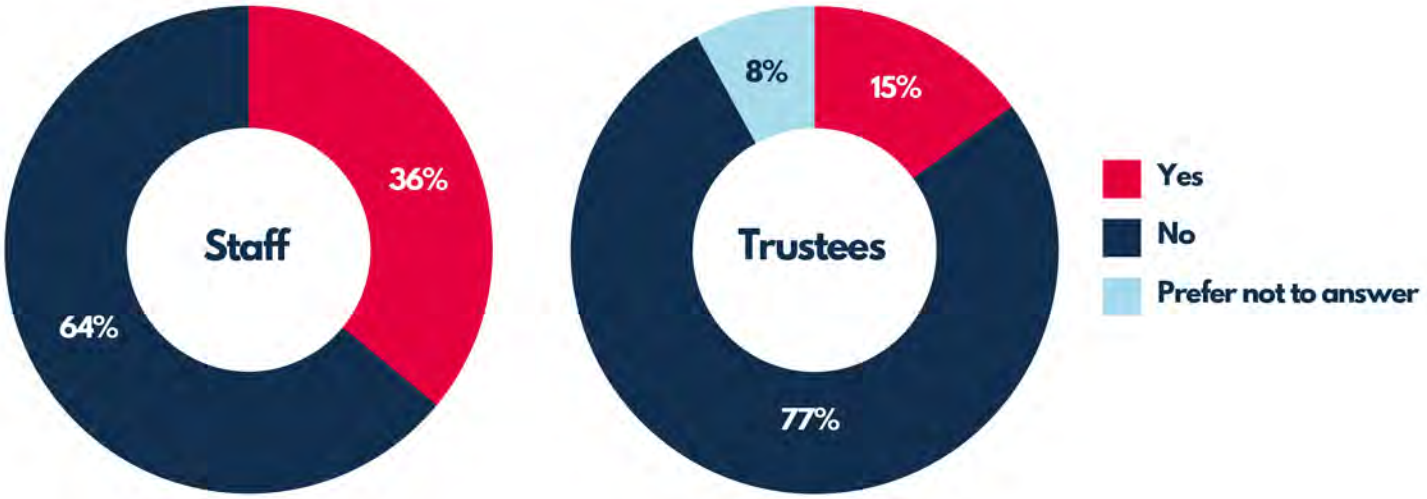
Gender



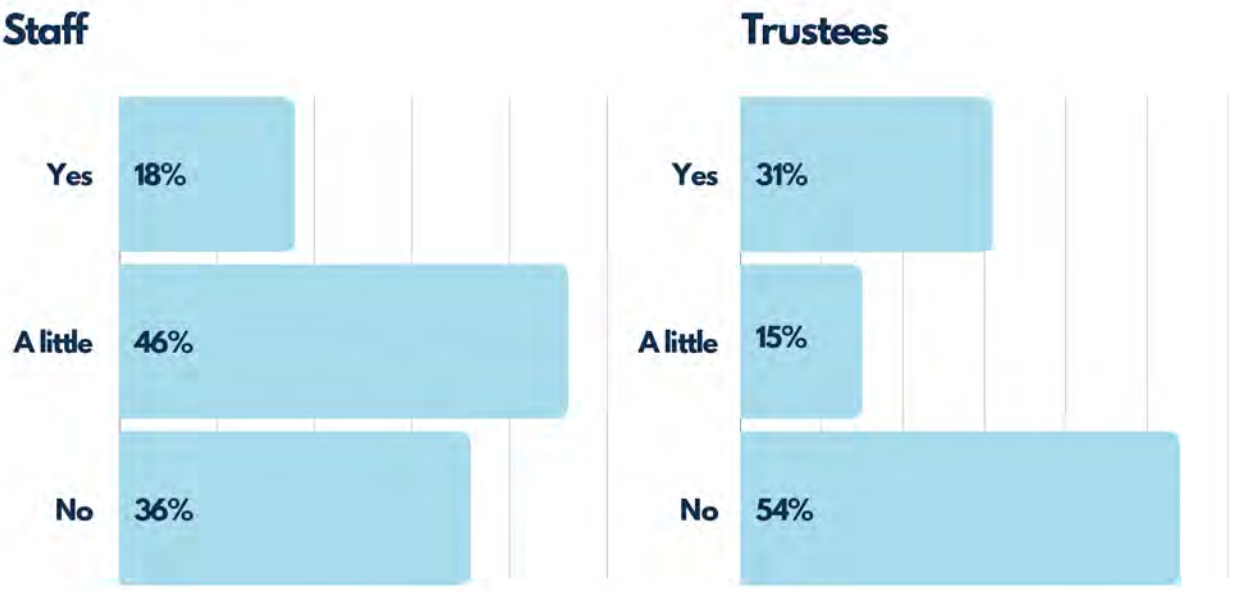
Ethnicity



Disability



Welsh language



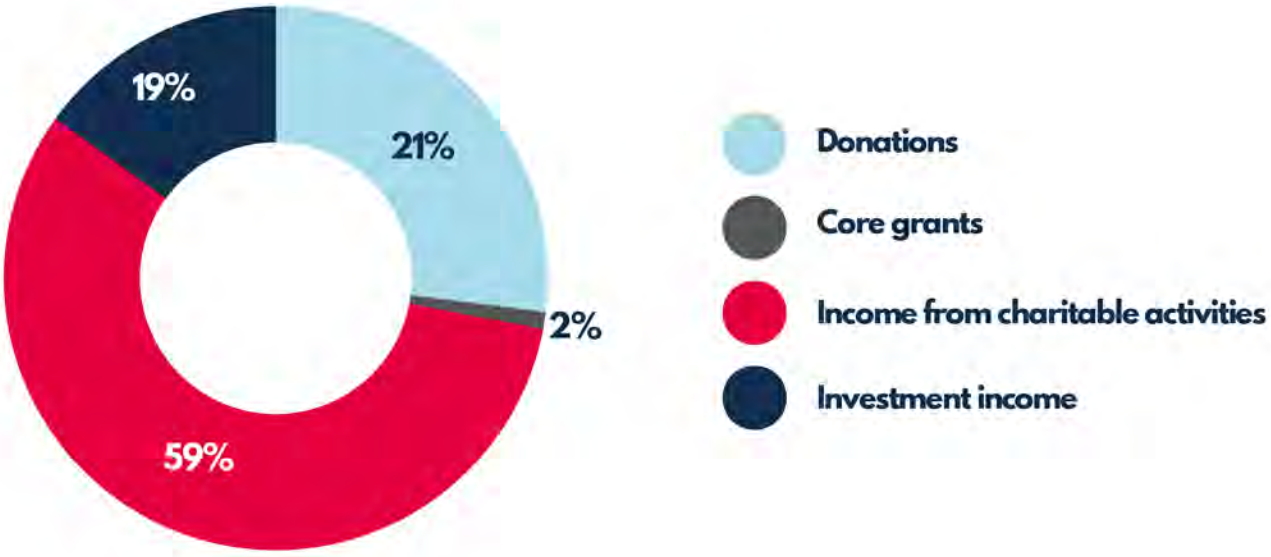
Financial review

Overview

- The net assets of Community Foundation Wales are valued at £23.4m, a decrease of £0.1m on the prior year.
- New endowment of £0.4m was received.
- Income of £3.1m was generated, £336.5k of which was designated for the Foundation's core operational costs and was generated from promoting and managing philanthropy (74%), core grants (15%), donations (5%) and investment income (6%).
- Expenditure was £3.2m of which £2.5m was spent on over 468 grants to different organisations and individuals.
- Charitable activity expenditure was £3.0m and represents 93% of total charitable expenditure.
- Unrestricted end of year reserves of £611.4k, are greater than the target range but will reduce in the coming year as less income is anticipated.

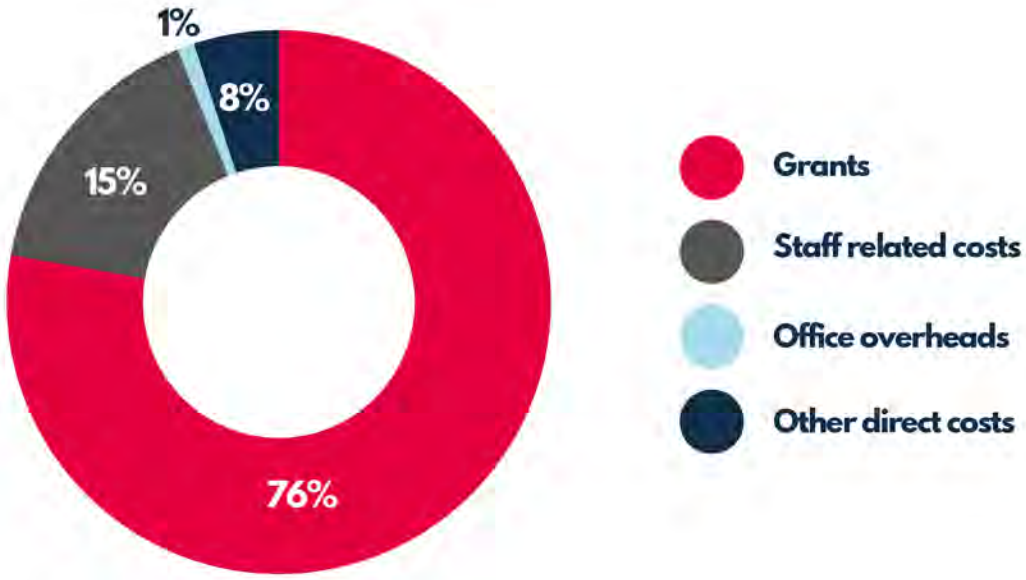
Income

- Income of £3.1m was generated, of which £0.7m was received from donations, £0.4m of this consisting of new endowments. Income and dividends from investments was £594.3k. This is an increase on the previous year despite the downturn in investment valuation towards the end of 2024/25. Charitable activity income of £1.8m relates to grant-making from immediate impact restricted funds and is a decrease of £0.4m on the prior year.



Expenditure

- Expenditure was £3.2m, of which £110.7k, was spent on developing new funds and looking after our existing fund holders, £20.3k was spent on securing core grant income and £61.2k on managing our investment portfolio to develop returns for grant-making.
- Charitable activity expenditure was £3.0m of which £2.5m was spent directly on grants to over 468 projects.



Investments

- Community Foundation Wales' Finance, Risk and Investment Committee holds delegated responsibility from the Board of Trustees for overseeing all financial, investment and risk management aspects of Community Foundation Wales, including monitoring the investment strategy and evaluating investment managers' performance. Meeting quarterly, the Finance, Risk and Investment Committee monitors and scrutinises the investment performance. This is also constantly reviewed, and analysed monthly, by the executive team which liaises regularly with our investment managers to update our asset allocation and other investment considerations. Our investment managers make a formal presentation to the Finance, Risk and Investment Committee at least once a year, during which performance, strategy, market conditions, and policy updates are reviewed.
- To offer an endowment fund grant-making capability that increases with inflation, Community Foundation Wales' investment strategy is to maintain the real value of both its capital and the funds available for charitable purposes over an economic cycle through a diversified portfolio of securities within an acceptable risk profile.
- Further diversification is achieved by spreading the investments across two investment managers.

- Community Foundation Wales has a discretionary investment portfolio with Brewin Dolphin and pooled fund holdings with CCLA. Each endowment fund has a percentage share of the combined manager portfolios that is adjusted every time capital is added or withdrawn. Community Foundation Wales' ethical investment policy means that the portfolio will have no significant direct investment exposure to tobacco, arms, pornography and gambling.
- Community Foundation Wales operates a total return approach to managing the investment portfolio. Each year the trustees review the requirements from each fund, taking into account the needs of beneficiaries, expectations of fundholders and historic investment performance.
- The trustees set a maximum recommended distribution amount for each fund. This recommended distribution amount is a nominal amount. It is only officially designated as income as and when it is needed to meet expenditure requirements.
- Community Foundation Wales still maintains a modest income flow which is designed to assist with meeting cashflow requirements. Cash will be withdrawn from the endowment funds to cover the management fees and to enable grant-making.
- For 2024/25 the trustees recommended an across the board distribution figure of 6% of the value of the endowment at 30 September 2023, except in specific cases where funds required higher or lower distribution amounts to meet community needs and/or fund holder requirements.
- Community Foundation Wales complies with the specific guidance from the Charity Commission regarding permanently endowed funds. The charity manages 12 funds which are considered to be permanently endowed, totalling £10.5m as at 31 March 2025 (see note 18). The initial value of the permanently endowed trust for investment was established as 1st April 2012. For permanently endowed trusts established after this, it is the date the fund was established.
- The net assets of Community Foundation Wales at 31 March 2025 are £23.4m. Net assets are made up of £0.4m net current liabilities, £0.1m in long term liabilities and £23.9m of investments, which consist of an investment property valued at £0.7m and an investment portfolio valued at £23.2m.
- The investment property is leased out until 2035. A reserve for maintenance costs over the life of the lease that fall to Community Foundation Wales as landlord was established in 2011 and is currently valued at £89.3k. The investment property is valued at £665k and delivered a gross yield of 8.9%. 1% of this relates to historic rent from 2015 which is being paid off in annual instalments. Within current liabilities is a property acquired by Community Foundation Wales through a transfer of assets from a charitable trust. The interest in the property was transferred to CFW on 21 November 2023 at a market value of £500,000.
- The value of the investment portfolio increased by £0.2m in the year. Markets rose steadily in the first half of the year, however decreased as a result of political shocks.

- The funds are managed by two investment managers, RBC Brewin Dolphin who manage a segregated investment portfolio worth approximately £17.3m and CCLA who manage the remainder of the portfolio, valued at approximately £6.0m.

Reserves policy

- The aim of the Trustees of Community Foundation Wales is to hold reserves to mitigate any significant drop in income levels. Trustees believe this should be a prudent minimum so as to maximise our grant-making funds.
- The board recognises the need to grow endowment levels to a critical mass in order to provide a sustainable source of future income, not affected by new contracts or funding cycles. The current target is £30m, which would provide enough to cover the running costs of the Foundation at current levels. If income levels are not sufficient to cover running costs, we need a plan to ensure the continued operation of the Foundation in the short term. To address this concern, we have developed the following reserves policy. For the purpose of the policy neither expendable endowments nor restricted reserves will be included in total.
- The board has set a level of £270k to be held in unrestricted reserves, this would give the Foundation time to find alternative funding or to scale down expenditure to sustainable levels.
- At the end of the current financial year, the reserves are £611.4k which exceeds the reserves policy, however the forecast for 2025/26 is such that a proportion of these will be used, hence reducing the balance closer to the reserves policy level.

Objectives and activities

Charitable objects

Community Foundation Wales' charitable objects, as outlined in our Articles of Association, which were adopted on 24th March 2012, (and previously contained in the company's Memorandum of Association) are:

- the promotion of any charitable purpose for the benefit of the community in Wales including the advancement of education, the protection of good health, both mental and physical, and the relief of poverty and sickness and other exclusively charitable purposes which are beneficial to the communities in Wales;
- other exclusively charitable purposes in the United Kingdom and elsewhere which are, in the opinion of the Trustees, beneficial to the community with a preference for those in the area of benefit.

Mission and Vision

Mission: To strengthen and enrich local communities across Wales by inspiring and managing philanthropy.

Vision: A Wales with a thriving voluntary and community sector, where local people lead projects and have the financial resources to develop their own solutions based on need.

Charitable activities

Promoting philanthropy and grant-making are Community Foundation Wales' principal charitable activities, representing the two sides of Community Foundation Wales' core purpose, that of encouraging charitable giving and investing in communities.

Public benefit

The Trustees of Community Foundation Wales, having reviewed the Charity Commission Guidance, demonstrate public benefit in a number of ways:

- our aims cover permitted charitable purposes;
- our key charitable objectives (promoting philanthropy and grant-making) benefit the grant recipients and their communities through financial support to deliver a range of activities which strengthen communities;
- grant-making, free to beneficiaries, is collaborative (e.g. through working with local Panels to recommend decisions on which projects to fund), and inclusive (e.g. through our grants policy which outlines our transparent, straightforward and clear grant criteria);
- the impact of our grants is demonstrated through monitoring and reporting, as some of the examples featured here show;
- raising the profile of philanthropy, needs and our grant-making supports and celebrates civil society;
- initiatives such as the Fund for Wales and philanthropy events promote charitable giving.

Structure and governance

Governing document & legal status

Community Foundation Wales is a Charitable Company limited by guarantee registered as Community Foundation in Wales. The Charitable Company was established under a Memorandum of Association dated 19th November 1998 and is governed under its Articles of Association. Following a comprehensive review, new Articles of Association were adopted on 24th March 2012. Community Foundation Wales is registered with the Charity Commission (registered charity number 1074655). It has the power to receive funds for donors and other contributors and make grants to eligible individuals and communities in support of charitable activities in and for Wales. Community Foundation Wales is also a registered company number 03670680. We publish our audited accounts on an annual basis along with our annual report.

Membership

In the event of the company being wound up, Members are each required to contribute an amount not exceeding £1. The Members comprise the current Trustees.

Board recruitment, induction and development

The Directors of the company are also charity trustees for the purpose of charity law and, under the company's Articles of Association, are known as Members of the Board of Trustees.

A Board Committee, called the Governance Committee, has a broad remit which includes ensuring that the charity has the appropriate trustees to lead Community Foundation Wales' achievement of its rolling five year strategic vision and longer term ambitions. Terms of office, clear roles and responsibilities, Committee Terms of Reference, and a Trustee Development Plan are all in place.

The induction programme for new trustees includes: familiarisation meetings; a Trustee Handbook; visiting funded projects; staff briefings; and attendance at events and Foundation activities. Each trustee also sits on a Board Committee.

In order to achieve our ambitions, Community Foundation Wales' Trustees are committed to learning from examples of best practice from across the community foundation membership and beyond. Community Foundation Wales renews, invigorates and inspires its Trustees, who bring a strong breadth of skills and expertise to bear on decision-making and planning.

Wider network membership

Community Foundation Wales is a member of UK Community Foundations (UKCF). The role of UKCF includes: representing and raising the profile of community foundations across the UK; the negotiation and management of UK-wide grant programmes; technical assistance; and the provision of a range of member services including a national conference, formal and informal training, and enabling sharing and learning across the network. UKCF underpins the work of the movement, and Community Foundation Wales is proud to be a member. One of our Trustees is Chairman of the board of UKCF.

Quality accreditation

A further significant benefit of being a member of UK Community Foundations is the expectation that all community foundations maintain their quality accredited status which is re-accredited every three years. The programme has been reviewed and refreshed and Community Foundation Wales is in the process of submission of information as part of our 6th round of accreditation, reflecting our continued commitment to excellence, accountability, and impact.
The UKCF Quality Accreditation sets the standard for community foundations across the country, providing a robust framework that ensures transparency, consistency, and credibility. It offers assurance to our partners, donors, and communities that CFW operates to the highest standards. This accreditation will remain in place for the three years.

Organisation governance and structure

During 2024/25 Community Foundation Wales had 13 Trustees on its Board. The Company Secretary (the Chief Executive) attends Board meetings but has no voting rights. Community Foundation Wales has a President (Captain Sir Norman Lloyd-Edwards). Former Trustee and former Chair of the Wales Council for Voluntary Action, Peter Davies, and internationally renowned harpist Elinor Bennett (Lady Wigley), are Ambassadors of the Fund for Wales. The Board's Committees are reviewed each year ensuring that Community Foundation Wales has an appropriate committee structure to enable it to deliver its objectives. Committees operating in this financial year were:

- Grants committee, which approves grants on behalf of the Board. This year the Grants Committee monitored, evaluated and supported the management of £3.8m in grants on behalf of Community Foundation Wales' Fund holders, donors and clients.
- Finance, Risk & Investment committee, whose work ensures appropriate risk management and supports the achievement of a benchmarked return on investment of our capital assets to achieve capital growth and income for grant making. It is also responsible for HR.
- Forward Planning and Development Committee which leads on our strategic planning and development activity.
- Governance Committee which is responsible for ensuring the Foundation complies with its governance duties, including regular review of policies.

The Board's Committees meet regularly with responsibility for the delivery of the five year Strategic Plan sitting at the heart of their work. The monitoring of risk, Quality Accreditation Standards and the delivery of the Annual Business Plan are key tasks, and Trustees' strategic perspective, oversight, expertise and input are key features of Committee work. All Trustees are welcome to attend and contribute to all Committee meetings, and this often happens in practice.

The Chief Executive sits on all Board Committees, with senior managers also in attendance. Staff members often join Trustees' meetings, as well as workshops and project visits.

Community Foundation Wales has insurance cover appropriate to the needs of the organisation, which is reviewed annually. This includes Trustees indemnity of £1m.

Pay and remuneration

The Directors on the Board of Directors, who are the Trustees of Community Foundation Wales, consider that they, and the senior management team, comprise the key management personnel of the charity in charge of directing and controlling, running and operating Community Foundation Wales on a day to day basis.

All Directors give of their time freely and no Director received remuneration in the year. Expenses are paid in line with the Community Foundation Wales' Expenses Policy, which relates to both Trustees and staff.

Details of Directors' expenses and related party transactions are disclosed in note 7 and note 20 to the accounts.

Staff pay is reviewed annually in line with the Salary Review Policy which includes the following framework:

- subject to approval by the Board of Trustees and affordability within the budget an annual % increase will be awarded and equitably distributed to all staff;
- salary changes can be reflected by changes in duties or responsibilities in the job description;
- promotions, additional holiday and/or volunteer time and one-off bonuses can also be awarded;
- a salary change can be authorised for a short term period, for example for additional responsibilities or duties undertaken on a short term basis, or permanently; and
- in exceptional circumstances a staff member may receive a salary cut.

Risk management

Community Foundation Wales continues to identify and review the major risks that it faces, and has robust procedures to mitigate and manage them. This includes each Committee taking responsibility for monitoring appropriate risks identified through the Risk Policy and Risk Register as a standing item on each meeting agenda. This ensures that all Trustees are aware of the range of risks faced, the likelihood and the mitigating actions taken to reduce risks, and their role in monitoring the delivery of the Risk Policy.

Risks actively monitored and mitigated this year have included:

- Major external event impacts on our business (eg market crash, economic crisis)
- failure to maintain income

Related Parties

Note 20 gives details of various small transactions with other related parties.

Linked charities - for accounting purposes, Community Foundation Wales is a Group comprising several separate charities whose accounts and activities are consolidated within this Group report and accounts. These charities within the Group are:

- Community Foundation Wales: a limited company and the parent/main operating charity.
- Montgomeryshire District Trust Fund (registered charity number 513855): supports community initiatives which increase access to leisure and recreation for residents of Montgomeryshire. Community Foundation Wales is the sole trustee.
- Montgomeryshire Intermediate and Technical Education Fund (registered charity number 525726): provides bursaries to first year students at Aberystwyth University who attended a Montgomeryshire High School. Community Foundation Wales is the sole trustee.
- Stanley Bligh Memorial Fund (registered charity number 525314): provides assistance to individuals or groups in Powys pursuing studies or activities in technical and vocational subjects in the arts or sciences. Community Foundation Wales is the sole trustee.
- Former Brecon Girls School Fund (registered charity number 1074498): for general education purposes for the residents of Brecknockshire. Community Foundation Wales is the sole trustee.
- Education Trust for Cardiff Citizens (registered charity number 506656): to advance the education of residents of Cardiff. Community Foundation Wales is the sole trustee.
- Cardiff Citizens Charity (registered charity number 206549): for the relief of financial hardship of residents of Cardiff. Community Foundation Wales is the sole trustee.
- Rudbaxton Parish Education Fund (registered charity number 1145391): to advance the education of children and young people under the age of 25 who live in the Parish of Rudbaxton. Community Foundation Wales is the sole trustee.
- Monmouthshire Further Education Trust Fund (registered charity number 1146059): to advance the education/training of young people in the County of Monmouthshire as it existed in 1956. Community Foundation Wales is the sole trustee.
- The Education Fund of Denbigh and the Surrounding Area (registered charity number 1074655-1): to advance the education of persons between the ages of 11 years and 25 years resident in the area of benefit in such ways that are not required to be provided by the local education authority. Community Foundation Wales is the sole trustee.
- The TJ Jones Memorial Fund (registered charity number 1074655-2): to provide scholarships to assist beneficiaries to undertake training in engineering or advanced technical education at institutions of further education. Community Foundation Wales is the sole trustee.

Administration fees paid to Community Foundation Wales by linked charities are as follows:

Charity	2024/25	2023/24
Montgomeryshire District Trust Fund	8,563	8,403
Montgomeryshire Intermediate and Technical Education Fund	17,046	15,202
Stanley Bligh Memorial Fund	22,376	24,435
Former Brecon Girls School Fund	5,410	5,833
Education Trust for Cardiff Citizens	7,594	6,255
Cardiff Citizens Charity	2,674	2,364
Rudbaxton Parish Education Fund	7,660	5,952
Monmouthshire Further Education Trust Fund	5,898	4,818
The Education Fund of Denbigh and the Surrounding Area	18,574	16,459
The TJ Jones Memorial Fund	25,595	22,656

Unless explicitly stated otherwise, the comments in this report apply to the Group.

Reference and administrative details

The charity's registered name is:	The Community Foundation in Wales
The charity's trading name is:	Community Foundation Wales
The charity is known in Welsh as:	Sefydliad Cymunedol Cymru
Registered Company Number:	03670680 (registered in England and Wales)
Registered Charity Number:	1074655
Principal & Registered Office:	1st Floor, Hastings House, Fitzalan Place, Cardiff CF24 0BL

Trustees serving in the financial year or at the date of approval of this report:

Alun Evans (Chairman)	(Term ended 2 January 2025)
Kathryn Morris (Treasurer)	(Term ended 2 January 2025)
Andrew Tuggey CBE DL	
Emma Beynon	
Annabel Lloyd	
Sarah Corser	
Elizabeth Ruth James	
Ian Thomas	
Gaenor Howells	
Derek Howell	
Dr David Wyn Davies	(Appointed 23 September 2024)
Judith Stella Rhys	(Appointed 23 September 2024)
Osian Prys Elis	(Appointed 23 September 2024)

The Trustees delegated the day-to-day management of the charity to the Chief Executive and Company Secretary, Richard Williams.

Senior management team

Chief Executive:	Richard Williams
Deputy Chief Executive and Director of Programmes:	Andrea Powell
Director of Philanthropy:	Katy Hales
Head of Communication and Marketing:	Sian Eleri Wyn Phillips Adams
Head of Finance:	Smitha Coughlan
Head of Grant Operations	Asha Vijendran

Auditors

Bishop Fleming Audit Limited
10 Temple Back
Bristol
BS1 6FL

Bankers

The Royal Bank of Scotland
South Wales Commercial Office
One Kingsway
Cardiff
CF10 3AQ

Solicitors

Geldards LLP
4 Capital Quarter
Tyndall Street
Cardiff
CF10 4BZ

Investment Managers

Brewin Dolphin Ltd
Third Floor
Two Central Square
Cardiff
CF10 1FS

CCLA Investment Management Limited
1 Angel Lane
London
EC4R 3AB

The trustees present their report and financial statements for the year ended 31 March 2025.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's Articles of Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective from 1 January 2019).

Statement of trustees' responsibilities

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

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charitable Company and the group and of the incoming resources and application of resources, including the income and expenditure, of the Charitable Group for that period. In preparing those financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards 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 to enable it to ensure that the financial statements comply with the Charities Act 2011, the Companies Act 2006, the applicable Charities (Accounts and Reports) regulations and the provisions of the trust deed. 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.

Statement as to disclosure of information to auditors

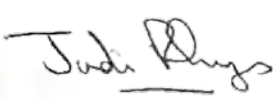
So far as the trustees are aware, there is no relevant information (as defined by Section 418 of the Companies Act 2006) of which the Charitable Company's auditors are unaware, and each trustee has taken all the steps that they ought to have taken as a trustee in order to make them aware of any audit information and to establish that the charity's auditors are aware of that information.

Auditors

This report has been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities (effective 1 January 2019) and in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by the Board of Directors on 6 October 2025 and signed on its behalf.

Judi Rhys
Chairman of trustees



Derek Howell
Trustee & Treasurer

Independent Auditor's Report

Independent Auditor's Report to the Members and Trustees of Community Foundation in Wales

Opinion

We have audited the financial statements of Community Foundation in Wales (the 'parent charitable company') and its subsidiaries (the 'group') for the year ended 31 March 2025 which comprise consolidated and charity company statement of financial activities, the consolidated and charity balance sheet, the group 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 group's and parent charitable company's affairs as at 31 March 2025, and of the group's 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 group and parent 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 group's or the parent 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' annual 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.

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 group and parent 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 the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept by the parent charitable company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company's financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made;
- 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 the trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors of the parent 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 group's and parent 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 group or parent 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.

Extent to which the audit was considered capable of detecting irregularities, including fraud

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

- We have considered the nature of the sector, control environment and financial performance;
- We have considered the results of enquiries with management and Directors in relation to their own identification and assessment of the risk of irregularities within the entity;
- We have reviewed the documentation of key processes and controls and performed walkthroughs of transactions to confirm that the systems are operating in line with documentation; and
- We have considered the matters discussed among the audit engagement team regarding how and where fraud might occur in the financial statements and potential indicators of fraud.

As a result of these procedures, we have considered the opportunities and incentives that may exist within the organisation for fraud and identified the highest area of risk to be in relation to revenue recognition, with a particular risk in relation to year-end cut off. In common with all audits under ISAs (UK) we are also required to perform specific procedures to respond to the risk of management override.

Our procedures to respond to the risks identified included the following:

- Reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
- Performing analytical procedures to identify unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- Review of board minutes;
- Enquiring of management in relation to actual and potential claims and litigations;
- Performing detailed transactional testing in relation to the recognition of revenue, specifically grants, with a particular focus around year-end cut off;
- In addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments.

We also communicated identified laws and regulations and potential fraud risks to all engagement team members and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

As a result of the inherent limitations of an audit, there is a risk that not all irregularities, including a material misstatement in the financial statements or non-compliance with laws and regulations, will not be detected by us. The risk increases the further removed compliance with a law or regulation is from the events and transactions reflected in the financial statements, given we will be less likely to be aware of it, or should the irregularity occur as a result of fraud rather than a one off error, as this may involve 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 Auditors' 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.

Chris Trantham FCA (Senior Statutory Auditor)
for and on behalf of Bishop Fleming Audit Limited

Date 20 October 2025

Chartered Accountants
Statutory auditor
10 Temple Back, Bristol, BS1 6FL

Consolidated statement of financial activities

	Note	Unrestricted funds £	Restricted funds £	Endowment funds £	2024/25 Total £	2023/24 Total £
Income and endowments from:						
Donations and legacies	2	315,890	-	390,049	705,939	1,091,647
Income from investments	3	20,495	42,712	531,084	594,291	588,816
Charitable activities						
Grantmaking	4	-	1,837,752	-	1,837,752	2,227,294
Other income	10	84	-	-	84	-
Total income		336,469	1,880,463	921,133	3,138,065	3,907,757
Expenditure on:	5					
Costs of raising funds						
Fund development and donor care		109,807	910	-	110,717	176,189
Core grants		20,211	52	-	20,263	13,618
Investment income		17,687	103	61,224	79,015	71,638
Charitable activities						
Grantmaking		328,844	2,486,509	-	2,815,353	4,076,067
Promoting philanthropy		207,921	5,820	-	213,741	150,019
Total expenditure		684,471	2,493,393	61,224	3,239,089	4,487,531
Net income/(expenditure) before gains and losses on investments		(348,002)	(612,930)	859,908	(101,024)	(579,774)
Net gain/(loss) on investments	11	-	-	(182,789)	(182,789)	2,337,813
Gain on Revaluation of property	10	-	-	165,000	165,000	-
Net income/(expenditure) for the year		(348,002)	(612,930)	842,120	(118,812)	1,758,039
Transfers between funds		362,985	551,732	(914,717)	-	-
Net movement in funds		14,983	(61,198)	(72,597)	(118,812)	1,758,039
Reconciliation of funds						
Fund balances brought forward		596,430	535,005	22,418,250	23,549,685	21,791,646
Fund balances carried forward		611,413	473,807	22,345,652	23,430,872	23,549,685

Consolidated and charity balance sheets

	Note	Group 2024/25 Total £	Group 2023/24 Total £	Charity 2024/25 Total £	Charity 2023/24 Total £
Fixed assets					
Tangible assets	10	-	-	-	-
Intangible assets	10	-	6,243	-	6,243
Investments					
Property	10	665,000	1,000,000	-	500,000
Securities	11	23,239,493	23,049,897	15,262,125	15,045,786
		23,904,493	24,056,140	15,552,029	15,552,029
Long term debtors	12	53,960	58,400	-	-
Current assets					
Debtors	13	91,529	128,841	81,999	126,655
Cash at bank and in hand		500,405	1,463,598	148,983	1,022,231
Assets held for sale	14	500,000	-	500,000	-
		1,091,934	1,592,439	730,981	1,148,886
Current liabilities					
Creditors: amounts falling due within one year	15	(1,445,081)	(1,554,296)	(1,370,751)	(1,473,662)
Net current liabilities / assets		(353,147)	38,143	(639,770)	(324,776)
Total assets less current liabilities		23,605,306	24,152,684	14,622,355	15,227,253
Creditors: amounts falling due after one year		(174,434)	(602,999)	(135,494)	(567,019)
Net Assets		23,430,872	23,549,685	14,486,861	14,660,234
Represented by:					
Unrestricted funds:					
General fund	17	611,413	596,430	611,413	596,430
Restricted income funds	18	473,807	535,005	273,077	345,578
Endowment funds	19	22,345,652	22,418,250	13,602,370	13,718,226
		23,430,872	23,549,685	14,486,861	14,660,234

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small charitable companies. The notes at pages 39 to 70 form part of these accounts. The financial statements were approved by the Board of Directors on 6 October 2025 and were signed on its behalf by:

Judi Rhys
Chair of Board of Trustees

Derek Howell
Trustee & Treasurer

Group statement of cashflows

	Note	2024/25 £	2023/24 £
Net cash used in operating activities	25	(1,185,100)	(637,992)
Cash inflows from investing activities			
Investment income	3	594,291	588,816
Net cash from investing activities		594,291	588,816
Cash flows from investing activities			
Payments to acquire fixed asset investments	11	(3,485,570)	(4,679,484)
Receipts from sale of fixed asset investments	11	3,044,478	3,692,896
Net cash used in investing activities		(441,092)	(1,033,575)
Operating cash flow in year		(1,031,901)	(1,035,765)
Management of liquid resources			
Increase in net cash in investment	11	68,708	253,607
(Decrease)/ increase in net cash at bank in the year		(963,193)	(782,158)
Cash and cash equivalents at 1 April 2024		1,463,598	2,245,756
Cash and cash equivalents at 31 March 2025		500,405	1,463,598

Notes to financial statements

1. Accounting policies

Charity information

Community Foundation in Wales is a charitable company limited by guarantee incorporated in England and Wales. The registered office is 1st Floor, Hastings House, Fitzalan Place, Cardiff CF24 0BL

Accounting convention

The accounts have been prepared in accordance with the charity's Articles and Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019). The charity is a Public Benefit Entity as defined by FRS 102.

The Charitable Company's functional and presentational currency is the pound sterling (£), and balances are rounded to the nearest £1.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of certain financial instruments at fair value. The principal accounting policies are set out below.

Preparation of the accounts on an ongoing concern basis

The Trustees consider that there are no material uncertainties about the Charitable Company's ability to continue as a going concern.

Basis of consolidation

The group financial statements consolidate those of Community Foundation Wales and its linked charities (see note 23), made up to 31 March 2025, on a line by line basis.
The consolidated entity is known as the 'Group'.

Accounting policies specific to the Charitable Company or group in total are laid out below.

No separate company Statement of Financial Activities (SOFA) has been prepared for the Charitable Company as permitted by Section 408 of the Companies Act 2006 and paragraph 397 of the SORP.

Income and expenditure

Income is recognised when the Charitable Company has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably. It is derived from the activities outlined below.

Donations without conditions are accounted for on a cash received basis. In the event that a donation is subject to conditions that require a level of performance before the Charitable Company is entitled to the funds, the income is deferred and not recognised in full either until those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that those conditions will be fulfilled in the report period.

Income from government and other grants, whether capital or revenue grants, is recognised when the Charitable Company has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that that income will be received and the amount can be measured reliably and not deferred.

Gift Aid receivable is included in income where there is a valid declaration from the donor.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

Investment income comprises of bank interest and dividends and interest arising from discretionary investment activities. Investment income arising from discretionary investment activities is re-invested by the Investment Managers.

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following headings.

Cost of raising funds
The costs of generating funds consist of investment management costs and certain legal fees.

Cost of charitable activities
Costs of charitable activities include grants made, governance costs and an apportionment of support costs.

Grants payable are payments made to third parties in the furtherance of the charitable objects of the Charitable Company.

In the case of an unconditional grant offer this is accrued once the recipient has been notified of the grant award. The notification gives the recipient a reasonable expectation that they will receive the one-year or multi-year grant. Grants awards that are subject to the recipient fulfilling performance conditions are only accrued when the recipient has been notified of the grant and any remaining unfulfilled condition attaching to that grant is outside of the control of the Charitable Company.

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty as to the timing of the grant or the amount of grant payable. The provision for a multi-year grant is recognised at its present value where settlement is due over more than one year from the date of the award, there are no unfulfilled performance conditions under the control of the charitable company that would permit the charitable company to avoid making the future payment(s), settlement is probable and the effect of discounting is material.

Grantees may be required to submit a monitoring form to CFW before payment of grant tranches each year, however this is purely an administrative tool and in the event that it is not received, the grant payment will be delayed rather than withdrawn.

Allocation of support and governance costs

Support costs are these functions that assist the work of the Charitable Company but do not directly undertake charitable activities. Support costs have been allocated between governance costs and other support costs. Governance costs comprise all costs involving the public accountability of the Charitable Company and its compliance with regulation and good practice. These costs include costs related to statutory audit and legal fees together with an apportionment of overhead and support costs.

The bases on which support costs have been allocated are set out in note 5.

Taxation

The charitable members of the group are exempt from income and corporation taxes on income and gains to the extent that they are applied for their charitable objects.

Investments

Assets held for investment purposes are valued at market value at the balance sheet date. Investment properties are held for their investment potentials and not for use by the company and so their current value is of prime importance.

Realised gains and losses on investments are calculated as the difference between sales proceeds of these investments and their market value at the start of the year, or their subsequent costs, and are charged or credited to the statement of the financial activities in the period of disposal.

Unrealised gains and losses represent the movement in market values during the year and are credited or charged to the statement of financial activities based on the market value at the year end. Realised and unrealised investment returns are split across each endowment fund according to the fund's percentage of the overall portfolio.

Community Foundation Wales operates a total return approach to its investments. The power of total return permits the Trustees to invest permanently endowed funds to maximise total return and to apply an appropriate portion of the unapplied total return to income each year. Until the power is exercised to transfer a portion of unapplied total return to income, the unapplied total return remains invested as part of the permanent endowment.

The power allows the trustees to decide in each year how much of the unapplied total return is transferred to income funds and so available for expenditure. The transfers between endowment and restricted funds and endowment and unrestricted funds reflect the income designated in this financial year.

Fixed Assets

Depreciation is provided on all tangible assets, other than land or investment properties, at rates established to write off the costs of over its expected useful life.

Leasehold property improvements – four years to next lease review.

Intangible Assets

These include software, web design and CRMs. They are amortised over the useful life, normally between three and five years.

Debtors

Debtors are recognised at the settlement amount due after any discount offered. Prepayments are valued at the amount prepaid net of any discounts due.

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.

Creditors and provisions

Creditors and provisions are recognised where the Charitable Company has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably.

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.

Fund accounting policy

Funds held by the group are:

Unrestricted Funds - these cover the operating costs and reserves of the group; there are no designated funds.

Restricted Funds - these are given the following classifications:

Immediate Impact - these are funds where the money for grants payable originates from other organisations or individuals, but the originator has delegated all or part of the work of researching, recommending and/or choosing suitable beneficiaries, managing grant applications, controlling the grant payments, and project monitoring/reporting.

Examples may include situations where the group is acting as the local agent for national bodies, and where organisations or individuals have decided to out-source their grant-making.

Endowment Fund Income - these funds are used for the payment of grants out of the net investment returns designated by the trustees for income distribution from endowment funds with specified purposes.

Fundraising Activity - income and costs from events held by individuals not employed or contracted by Community Foundation Wales, to raise funds for specified purposes.

Foundation Operating Costs - funds received for specific work undertaken by Community Foundation Wales to enable the delivery of charitable activities.

Endowment Funds - the endowment funds held at the balance sheet date are all to be used for specific purposes.

Permanent Endowments

Permanent endowment funds represent assets which must be held permanently by the trust. Income arising on the endowment funds can be used in accordance with the objects of the trust and is included as unapplied total return until transferred to income. Any capital gains or losses arising on the assets form part of the fund and are included as unapplied total return until transferred to income.

Expendable endowment funds represent assets which the trustees may choose to convert to income. Income arising on these funds is recognised as restricted or unrestricted income. Assets converted to income will be transferred to restricted or unrestricted income in accordance with the objects of the fund.

Pension costs

Contributions in respect of defined contribution pension schemes are charged to the statement of financial activities in the period in which they are payable.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to the statement of financial activities on a straight-line basis over the period of the lease.

Critical accounting estimates and assumptions

The Charitable Company makes estimates and assumptions concerning the future. The resulting accounting estimates will by definition, seldom equal the related actual results. There are no estimates and assumptions that have a significant risk of causing material adjustment to the carrying amounts of assets and liabilities within the next year.

2. Income from donations and legacies

	Unrestricted funds £	Restricted funds £	Endowment funds £	2024/25 Total £	2023/24 Total £
Core grants					
Welsh Government	50,176	-		50,176	50,000
Donations	265,714	-	390,049	655,763	1,041,647
	315,890	-	390,049	705,939	1,091,647

3. Investment income

	Unrestricted funds £	Restricted funds £	Endowment funds £	2024/25 Total £	2023/24 Total £
Dividends	-	-	531,084	531,084	515,971
Property rental	-	42,712	-	42,712	41,052
Bank interest	20,495	-	-	20,495	31,793
	20,495	42,712	531,084	594,291	588,816

4. Income from charitable activities

	Unrestricted funds £	Restricted funds £	Endowment funds £	2024/25 Total £	2023/24 Total £
Organisations/Individuals	84	1,837,752	-	1,837,836	2,227,294
	84	1,837,752	-	1,837,836	2,227,294

5. Expenditure

	Grants £	Staff-related £	Other direct £	Office overheads £	2024/25 Total £	2023/24 Total £
Cost of raising funds:						
Core grants	-	8,779	11,026	458	20,263	13,618
Fund development & donor care	-	89,493	12,673	8,552	110,717	176,189
Investment income	-	16,875	61,224	916	79,015	71,638
Charitable activities						
Grantmaking	2,470,183	196,551	123,863	24,756	2,815,353	4,076,067
Promoting philanthropy	-	158,510	44,128	11,103	213,741	150,019
Total resources expended	2,470,183	470,207	252,915	45,785	3,239,089	4,487,531

Grants totalling £2,316,187 (2023/24: £3,669,206) have been made to institutions and £153,995 (2023/24: £140,126) to individuals. The directors do not believe any particular institution received a material grant in the context of grant making.

Costs have been attributed on a basis consistent with the use of resources. Where costs cannot be allocated, they are apportioned by the estimated percentage of time spent on each activity. Office overhead costs equate to support costs - being premises and office-related costs.

Governance costs

Governance costs are included under Community Foundation Wales' charitable actvitites expenditure and are broken down as follows:

	Unrestricted funds £	Restricted funds £	Endowment funds £	2024/25 Total £	2023/24 Total £
Meeting costs	7,160	-	-	7,160	2,687
Trustees costs	4,499	-	-	4,499	4,429
Subscriptions	15,906	-	-	15,906	14,982
Professional fees	17,222	18,127	-	35,349	37,345
Staff related costs	112,479	-	-	112,479	75,754
Office overheads	41,914	515	-	42,430	4,752
	199,182	18,642	-	217,824	139,950

The increase in office overheads stems from a change in cost allocation which resulted in more IT system cost and irrecoverable VAT cost attributed to governance than had been the case in 2023/24.

6. Staff costs

	2024/25 Total £	2023/24 Total £
Salaries	396,809	364,366
Social security costs	34,667	31,602
Pension costs	19,793	23,082
	451,270	419,050

The average number of employees in 2024/25 was 12 (2023/24: 11)

The average number of full-time equivalent employees during the year, analysed by category, was:

	2024/25	2023/24
Direct charitable	7	7
Business development	1	1
Governance	1	1
	9	9

The Foundation considers its key management personnel comprise the Chief Executive, Deputy Chief Executive, Head of Finance, Philanthropy Director, Head of Grants Operations and Head of Marketing & Communications.
The total employment benefits including employer pension contributions of the key management personnel were £350,894, (2023/24: £327,834).

No Trustee received remuneration.

The number of employees receiving remuneration (excluding employer pension costs) in excess of £60,000 were:

	2024/25	2023/24
£80,000 - £90,000	1	1

7. Trustees

6 Trustees (2023/24: 6 trustees) were reimbursed for expenses of £4,499 (2023/24: £4,379). All costs related to travel and subsistence.

8. Net income for the year before transfers

	2024/25 Total £	2023/24 Total £
The net income for the year before transfers is stated after charging:		
Auditors remuneration	17,314	20,225
Operating lease rentals:		
- Plant and machinery	2,100	2,100
Depreciation	6,243	9,125
Gains and losses on revaluation of investments	(76,868)	2,368,896
Gains and losses on disposal of investments	(105,921)	(31,083)

9. Charity results

As per section 408 of the Companies Act 2006, the charity has not included its own income and expenditure account in these financial statements. The results of the Community Foundation in Wales are summarised below:

	2024/25 Total £	2023/24 Total £
Total income	2,900,694	3,671,156
Total expenditure	(2,952,053)	(4,200,487)
Net outgoing resources before transfers	(51,359)	(529,331)
Investment gain/(loss)	(122,015)	1,422,976
Transfers	-	-
Net movement in funds	(173,373)	893,644

10. Fixed and Intangible Assets

Investments - Property

	Group		Charity	
	2024/25 £	2023/24 £	2024/25 £	2023/24 £
At 1 April 2024	1,000,000	500,000	500,000	-
Additions		500,000		500,000
Revaluation	165,000	-	-	-
Reclassification of Chapel Farm	(500,000)		(500,000)	
At 31 March 2025	665,000	500,000	-	-
Properties at year end comprised:				-
Former county school at Newtown	665,000	500,000	-	-
Chapel Farm, Usk	-	500,000	-	500,000

Former county school Newtown: This property is part of the Montgomeryshire Intermediate & Technical Education Fund endowment. The property is valued quinquennially and was valued on 9 May 2025 by Andrew H Turner MRICS from Morris Marshall on an open market valuation basis. The valuation was dated 31 March 2025.
On 21 November 2023 the interest in Chapel Farm, Usk, was transferred to CFW at a market value of £500,000. The fund is held by the William Powell endowment fund. As this asset is likely to be sold within 12 months from the balance sheet date, it has been reclassified as a current asset held for sale.

Tangible assets

Leasehold Improvements

Cost	Group		Charity	
	2024/25 £	2023/24 £	2024/25 £	2023/24 £
Opening balance 1 April 2024	14,410	14,410	14,410	14,410
Additions in year	-	-	-	-
Value at 31 March 2025	14,410	14,410	14,410	14,410

Accumulated Depreciation	Group		Charity	
	2024/25 £	2023/24 £	2024/25 £	2023/24 £
At 1 April 2024	14,410	11,528	14,410	11,528
Additions in year	-	2,882	-	2,882
Value at 31 March 2025	14,410	14,410	14,410	14,410

Net Book Value	Group		Charity	
	2024/25 £	2023/24 £	2024/25 £	2023/24 £
At 31 March 2024	-	2,882	-	2,882
At 31 March 2025	-	-	-	-

Intangible fixed assets

	Group		Charity	
Cost	2024/25 £	2023/24 £	2024/25 £	2023/24 £
Opening balance 1 April 2024	34,390	34,390	34,390	34,390
Additions in year	-	-	-	-
Value at 31 March 2025	34,390	34,390	34,390	34,390

Amortisation	2024/25 £	2023/24 £	2024/25 £	2023/24 £
At 1 April 2024	28,147	21,904	28,147	21,904
Additions in year	6,243	6,243	6,243	6,243
Value at 31 March 2025	34,390	28,147	34,390	28,147

Net Book Value	2024/25 £	2023/24 £	2023/24 £	2023/24 £
At 31 March 2024	6,243	12,486	6,243	12,486
At 31 March 2025	-	6,243	-	6,243

11. Investments - Securities

	Group		Charity	
	2024/25 £	2023/24 £	2024/25 £	2023/24 £
Listed investments at valuation				
Opening valuation	23,049,896	19,881,467	15,045,786	12,520,805
Additions in the year	3,257,185	4,777,120	2,242,746	3,547,623
Disposals at carrying value	(2,757,012)	(3,723,980)	(1,911,803)	(2,050,253)
Gain / (loss) on valuation	(241,868)	2,368,896	(60,410)	1,227,723
Cash movements	(68,708)	(253,607)	(54,195)	(200,112)
Closing valuation	23,239,493	23,049,896	15,262,124	15,045,786

	2024/25 £	2023/24 £	2024/25 £	2023/24 £
Listed investments comprised				
UK-listed investments	23,189,503	22,916,438	15,212,135	14,938,855
Portfolio cash flow	49,989	133,459	49,989	106,931
	23,239,493	23,049,896	15,262,124	15,045,786

	Group		Charity	
	2024/25 £	2023/24 £	2024/25 £	2023/24 £
Material investments				
CCLA	5,971,483	6,236,024	3,897,877	3,927,277
Segregated portfolio holdings	17,268,010	16,813,873	11,364,247	11,118,509
	23,239,493	23,049,897	15,262,124	15,045,786

12. Long term debtors

	Group		Charity	
	2024/25 £	2023/24 £	2024/25 £	2023/24 £
Property rental	53,960	58,400	-	-

The lease (signed 2011) on Community Foundation Wales' investment property expires in 2035; the lease allows for payment of rental arrears (included management fee) over the life at £5,920 pa.

13. Debtors

	Group		Charity	
	2024/25 £	2023/24 £	2024/25 £	2023/24 £
Other debtors	22,029	55,586	12,499	55,586
Prepayments and accrued income	69,500	73,256	69,500	71,069
	91,529	128,841	81,999	126,655

14. Assets held for sale

	2024/25 £	2023/24 £	2024/25 £	2023/24 £
Assets held for sale - Chapel Farm Usk	500,000	-	500,000	-
	500,000	-	500,000	-

Chapel Farm was acquired by Community Foundation Wales through a transfer of assets from a charitable trust. On 21 November 2023 the interest in Chapel Farm, Usk, was transferred to CFW at a market value of £500,000. The fund is held by the William Powell endowment fund. As this asset is likely to be sold within 12 months from the balance sheet date, it has been reclassified as a current asset held for sale.

15. Creditors - amounts falling due within one year

	2024/25 £	2023/24 £	2024/25 £	2023/24 £
Trade creditors	31,889	8,654	39,910	8,654
Accruals and deferred income	1,397,179	1,535,260	1,322,849	1,454,626
Tax and social security	16,013	10,382	7,991	10,382
	1,445,081	1,554,296	1,370,751	1,473,662

Creditors - amounts falling due greater than one year

	2024/25 £	2023/24 £	2024/25 £	2023/24 £
2-5 years	174,434	602,999	135,494	567,018

16. Financial commitments

At 31 March 2024 there were annual commitments under non-cancellable operating leases as follows:

	2024/25			2023/24
	Within 1 year	2-5 years	Over 5 years	
Office lease	7,652	-	-	27,602
Photocopier	981	38	-	1,260
	8,633	38	-	28,862

17. Movement in unrestricted funds

Group and charity

	At 1 April 2024 £	Income £	Expenditure £	Transfers £	At 31 March 2025 £
Unrestricted general fund	596,429	336,469	(684,471)	362,985	611,413

Movement in unrestricted funds at the previous year end

Group and charity

	At 1 April 2023 £	Income £	Expenditure £	Transfers £	At 31 March 2024 £
Unrestricted general fund	476,438	360,924	(591,291)	350,358	596,429

18. Movement in restricted funds (*= Linked fund)

Details are presented for individual funds with balances or transactions over £30k

Immediate impact funds	At 1 Apr 2024 £	Income £	Expenditure £	Transfers £	At 31 Mar 2025 £
Gwent High Sheriffs Fund	34,426	80,718	(76,000)	(10,036)	29,108
Ashley Family Foundation	(7,648)	269,952	(325,652)	-	(63,348)
Welsh Procurement Alliance	3,000	144,000	(157,000)	-	(10,000)
Principality Building Society FGF	4,420	509,704	(506,078)	(3,626)	4,420
Disability Fund	(38,552)	8,038	(7,324)	37,838	0
Cost of Living Fund	9,065	153	(70,000)	75,269	14,487
Cynnal Immediate Impact Fund	71,354	(24,948)	-	(46,406)	-
True Venture	35,124	3,470	(28,800)	-	9,794
Brown Family Fund	-	89,919	(84,600)	-	5,319
Nourish the Nation Fund	-	292,500	(220,000)	(72,500)	-
SWEF Enterprise Fund	-	60,000	(43,419)	-	16,581
The Peoples Postcode Fund	-	225,000	(220,766)	-	4,234
The Callum Wylie Fund	-	45,000	-	-	45,000
Principality RFF	-	100,000	(103,626)	3,626	-
Brian Rees Fund	125,000	-	-	-	125,000
Funds with transactions or balances < £30k	118,489	29,245	(55,184)	(63,394)	29,156
	354,678	1,832,752	(1,898,458)	(79,238)	209,743

Endowment funds	At 1 Apr 2024 £	Income £	Expenditure £	Transfers £	At 31 Mar 2025 £
Lord Merthyr	-	-	(51,240)	51,240	-
Montgomeryshire Intermediate & Technical Education*	190,372	38,764	(28,980)	-	200,156
Powys Welsh Church Fund †	-	7,248	(115,550)	108,303	-
Fund for Wales	-	-	(947)	49,000	48,053
BIG Fund for Wales Trust Fund	-	-	(63,610)	63,610	-
Dr Dewi Davies	-	-	(50,000)	50,000	-
William Gale	-	-	(30,000)	30,000	-
Thomas John Jones Memorial Fund*†	-	-	(30,000)	30,000	-
William Powell Fund	(16,551)	1,700	(15,202)	-	(30,053)
Cynnal Fund	-	-	(8,500)	46,406	37,906
Funds with transactions or balances < £30k	6,515	-	(200,915)	202,403	8,003
	180,335	47,712	(594,944)	630,961	264,064

	At 1 Apr 2024 £	Income £	Expenditure £	Transfers £	At 31 Mar 2025 £
Group summary					
Charity	345,578	1,841,699	(2,379,980)	465,771	273,068
Linked Charity	189,426	38,764	(113,413)	85,961	200,739
Group	535,005	1,880,463	(2,493,393)	551,732	473,807

*=Linked funds †= Permanent funds

At the 31 March 2025 the Ashley Family Fund and Welsh Procurement Alliance fund were in Deficit. This was a result of the awarding of grants that have not yet been funded. Funding will be received when the grants are due for payment. The William Powell Fund is also in deficit. The fund's only asset is a property in Usk. Legal and property costs have been incurred during the year which will be funded by the proceeds from the sale of the property which is likely to be put up for sale in 2025/26.

Movement in restricted funds at the previous year end

Immediate impact funds	At 1 Apr 2023 £	Income £	Expenditure £	Transfers £	At 31 Mar 2024 £
Ashley Family Foundation	(52,248)	220,247	(175,647)	-	(7,648)
Wesleyan	13,543	35,000	(43,572)	-	4,971
Welsh Procurement Alliance	-	57,000	(54,000)	-	3,000
Trust and Foundation	41,849	-	-	(41,849)	-
Principality	500,000	408,946	(904,526)	-	4,420
Nation of Sanctuary Croeso Fund	46,523	20,316	(63,913)	-	2,926
Disability Fund^	118,508	2,553	(159,613)	-	(38,552)
COVID 19 Recovery support for BAME	46,625	-	(46,625)	-	-
Health and Social Care Innovation Fund	50,000	-	(50,000)	-	-
Cost of Living Fund	127,835	1,243,307	(1,362,077)	-	9,065
Cynnal Immediate Impact Fund	320,837	-	(249,484)	-	71,354
True Venture Fund	4	30,417	-	4,703	35,124
Brian Rees Fund	-	125,000	-	-	125,000
Gwent High Sheriffs' Community Fund	22,480	61,778	(49,832)	-	34,426
Funds with transactions or balances < £30k	117,540	22,731	(24,984)	(4,703)	110,585
	1,353,498	2,227,294	(3,184,273)	(41,849)	354,669

Endowment funds	At 1 Apr 2023 £	Income £	Expenditure £	Transfers £	At 31 Mar 2024 £
The Lord Merthyr Fund	-	-	(45,000)	45,000	-
Powys Welsh Church Fund †	-	3,055	(141,064)	138,009	-
Montgomeryshire Intermediate & Technical Education*	164,375	37,997	(12,000)	-	190,372
Stanley Bligh Memorial Fund *†	-	-	(54,021)	54,021	-
Clwyd Welsh Church Fund†	-	-	(37,582)	37,582	-
Fund for Wales	-	-	(47,000)	47,000	-
BIG Fund for Wales Trust Fund	1,000	611	(47,538)	45,927	-
Newport Community Endowment Fund	-	-	(30,500)	30,500	-
Waterloo Match	35,707	-	-	(35,707)	-
Nation of Sanctuary Fund	-	-	(81,877)	81,877	-
Funds with transactions or balances < £30k	9,299	850	(158,745)	138,559	(10,036)
	210,381	42,513	(655,327)	582,768	180,335

	At 1 Apr 2023 £	Income £	Expenditure £	Transfers £	At 31 Mar 2024 £
Group summary					
Charity	1,398,990	2,231,810	(3,712,270)	427,048	345,578
Linked Charity	164,889	37,997	(127,330)	113,871	189,426
Group	1,563,879	2,269,807	(3,839,600)	540,919	535,005

Under the Foundation's total return policy investment returns are designated as income only when needed to meet expenditure requirements. This is done to achieve efficiency and ensure that endowment assets spend more time invested. A recomended distribution amount is agreed by our trustees each year. This is carried out on a fund by fund basis and takes into account the needs of beneficiaries, fundholder expectations and historic fund performance. Where the full recommended distribution amount is not required to meet expenditure needs then this remains as capital to be designated as income in future years, as required. The closing balances in this note do not necessarily represent the full amount available for grant-making at the end of the financial year.

19. Movement in endowment funds

	At 1 Apr 2024 £	Income £	Investment returns £	Other expenditure £	Transfers £	At 31 Mar 2025 £
The Lord Merthyr Fund	1,259,655	31,074	(9,873)	(3,591)	(56,240)	1,221,025
Foundation Schools Fund (Cardiff and Vale Schools)	169,286	4,140	(1,288)	(481)	(9,137)	162,519
Martyn Groves Adventure & Travel Fund	46,731	1,147	(437)	(133)	(477)	46,831
The Sloman Family Fund for Ely	28,365	694	(261)	(81)	(434)	28,282
Former Foundation Powys Fund	30,755	752	(283)	(87)	(471)	30,665
Llandrindod High School Charity Fund	120,291	2,942	(971)	(342)	(5,142)	116,778
Newport Community Endowment Fund	470,388	11,505	(3,514)	(1,337)	(26,981)	450,061
Powys Welsh Church Act Fund†	2,916,367	71,468	(22,208)	(8,295)	(154,591)	2,802,741
Fund for Wales	1,651,550	122,031	(19,630)	(4,675)	2,478	1,751,754
Wrexham Community Endowment Fund (Church)	118,746	2,904	(959)	(338)	(5,078)	115,275
Anglesey Community Endowment Fund	8,352	204	(77)	(24)	(128)	8,328
Denbighshire Community Endowment Fund	408,942	10,002	(2,856)	(1,162)	(28,262)	386,663
Flintshire Community Endowment Fund	242,735	5,937	(1,758)	(690)	(15,254)	230,970
Hawarden District Relief Fund	440,800	10,781	(3,574)	(1,253)	(18,507)	428,248
BIG Fund for Wales Trust Fund	126,306	2,482	3,635	(303)	(132,119)	(0)
Carmarthenshire Fund	204,268	4,996	(1,757)	(581)	(6,131)	200,795
Dr Dewi Davies Fund	1,293,405	31,635	(9,636)	(3,677)	(74,807)	1,236,920
Wrexham CEF (Education)	160,991	3,938	(1,392)	(458)	(4,665)	158,413
Education Trust of John Vaughan	96,387	2,357	(645)	(274)	(7,334)	90,492
Wales in London	98,030	2,402	(682)	(279)	(6,751)	92,721
The Daisy Fund	95,855	8,719	(997)	(281)	(1,544)	101,753
Emrys Davies Legacy Fund	40,202	979	(238)	(114)	(3,873)	36,957
Mary Jane Foundation Trust	39,896	976	(368)	(113)	(611)	39,780
LNB Fund	440,896	10,774	(4,048)	(1,253)	(7,252)	439,118
Clwyd Welsh Church Act Fund†	656,068	16,046	(4,727)	(1,865)	(41,824)	623,698
William Gale Fund	186,363	4,558	(349)	(530)	(35,854)	154,189
Newport Girls Fund	44,758	1,095	(412)	(127)	(685)	44,627

	At 1 Apr 2024 £	Income £	Investment returns £	Other expenditure £	Transfers £	At 31 Mar 2025 £
Nancy Mudge Fund	40,527	991	(373)	(115)	(621)	40,409
Cardiff Story Fund	311,544	7,620	(2,870)	(886)	(4,771)	310,637
Nation of Sanctuary Croeso Fund	728,823	17,826	(6,715)	(2,072)	(11,161)	726,702
Cynnal Fund	737,299	86,479	(7,825)	(2,192)	(13,158)	800,602
NE Wales Science fund	3,647	107,936	(703)	(229)	(11,478)	99,173
The My Four Wheels Fund	-	132,942	(3,876)	(71)	(3,750)	125,245
William Powell Fund	500,000	-	-	-	-	500,000
Stanley Bligh Memorial Fund *†	1,343,786	32,867	(11,560)	(3,820)	(40,359)	1,320,914
Former Girls' Grammar School Brecon *†	284,034	6,947	(2,134)	(807)	(16,010)	272,030
Montgomeryshire Intermediate & Technical Education*	943,338	23,073	(8,583)	(2,681)	(17,046)	938,101
MITEF investment property*	500,000	-	165,000	-	-	665,000
Montgomery District Trust Fund *†	530,996	12,987	(4,633)	(1,509)	(14,382)	523,458
Monmouthshire Further Education Fund LACT*†	355,783	8,702	(3,074)	(1,011)	(10,357)	350,042
Cardiff Citizens Charity*†	174,619	4,271	(1,609)	(496)	(2,674)	174,111
Rudbaxton Parish Education Fund*†	431,002	10,542	(3,488)	(1,225)	(18,260)	418,571
Cardiff Education Trust*†	453,461	11,091	(3,881)	(1,289)	(14,094)	445,288
Middle Lane (Education Fund for Denbigh)*†	1,086,343	26,570	(9,125)	(3,088)	(37,955)	1,062,745
Newtown Maintenance Reserve*	89,598	2,191	(825)	(255)	(1,372)	89,337
Thomas John Jones Memorial Fund*†	2,507,066	61,556	(22,205)	(7,135)	(55,595)	2,483,687
	22,418,251	921,133	(17,789)	(61,224)	(914,717)	22,345,653

	At 1 Apr 2024 £	Income £	Investment returns £	Other expenditure £	Transfers £	At 31 Mar 2025 £
Group summary						
Charity	13,718,226	720,335	(111,672)	(37,907)	(686,612)	13,602,370
Linked Charity	8,700,025	200,798	93,883	(23,318)	(228,105)	8,743,283
Group	22,418,251	921,133	(17,789)	(61,224)	(914,717)	22,345,653

*=Linked funds †= Permanent funds

Movement in endowment funds at the previous year end

	At 1 Apr 2023 Restated £	Income £	Investment returns £	Other expenditure £	Transfers £	At 31 Mar 2024 £
The Lord Merthyr Fund	1,143,593	30,735	138,695	(3,368)	(50,000)	1,259,655
Foundation Schools Fund	149,811	3,993	18,215	(440)	(2,293)	169,286
Martyn Groves Adventure & Travel Fund	41,144	1,101	5,026	(121)	(420)	46,731
The Sloman Family Fund for Ely	25,101	669	3,052	(74)	(384)	28,365
Former Foundation Powys Fund	27,217	725	3,309	(80)	(416)	30,755
Stanley Bligh Memorial Fund *†	1,243,811	33,154	148,930	(3,653)	(78,456)	1,343,786
Llandrindod High School Charity Fund	110,335	2,941	13,252	(324)	(5,912)	120,291
Former Girls' Grammar School Brecon *†	268,749	7,164	31,944	(789)	(23,033)	284,034
Montgomeryshire Intermediate & Technical Education*	835,913	22,282	101,588	(2,455)	(13,989)	943,338
MITEF investment property*	500,000					500,000
Montgomery District Trust Fund *†	480,523	12,809	57,977	(1,411)	(18,903)	530,996
Newport Community Endowment Fund	349,406	108,918	52,060	(1,098)	(38,897)	470,388
Monmouthshire Further Education Fund *†	314,852	8,393	38,281	(925)	(4,818)	355,783
Cardiff Citizens Charity *†	154,529	4,119	18,788	(454)	(2,364)	174,619
Powys Welsh Church Fund †	2,711,043	72,404	324,622	(7,967)	(183,735)	2,916,367
Rudbaxton Parish Education Fund *†	382,429	10,194	46,455	(1,123)	(6,952)	431,002
Fund for Wales	810,190	715,073	165,768	(3,454)	(36,026)	1,651,550
Wrexham Community Endowment Fund (Church)	111,152	2,963	13,259	(326)	(8,302)	118,746
Cardiff Education Trust*†	402,303	10,724	48,871	(1,181)	(7,255)	453,461
Denbighshire Community Endowment Fund	378,741	10,096	45,340	(1,112)	(24,123)	408,942
Flintshire Community Endowment Fund	220,542	5,879	26,573	(648)	(9,611)	242,735
Hawarden District Relief Fund	406,033	10,823	48,696	(1,192)	(23,560)	440,800
BIG Fund for Wales Trust Fund	659,025	(495,963)	17,295	(863)	(53,188)	126,306
Carmarthenshire Fund	180,309	4,815	21,974	(530)	(2,300)	204,268

	At 1 Apr 2023 Restated £	Income £	Investment returns £	Other expenditure £	Transfers £	At 31 Mar 2024 £
Dr Dewi Davies Fund	1,163,823	31,022	140,694	(3,418)	(38,716)	1,293,405
Wrexham CEF (Education)	142,470	3,798	17,322	(418)	(2,181)	160,991
Education Trust of John Vaughan	90,247	2,406	10,764	(265)	(6,765)	96,387
Wales in London	91,574	2,446	10,947	(269)	(6,668)	98,030
Anglesey Community Endowment Fund	7,391	197	899	(22)	(113)	8,352
Daisy Fund	86,849	2,315	10,474	(255)	(3,529)	95,855
Emrys Davies Legacy Fund	35,760	950	4,328	(105)	(729)	40,202
Middle Lane (Education Fund for Denbigh)*†	976,681	26,034	118,105	(2,868)	(31,609)	1,086,343
Mary Jane Foundation Trust	35,306	941	4,293	(104)	(540)	39,896
LNB Fund	409,057	(9,106)	48,906	(1,201)	(6,759)	440,896
Clwyd Welsh Church Act Fund †	618,590	16,489	73,612	(1,817)	(50,807)	656,068
William Gale Fund	164,923	4,396	20,052	(484)	(2,523)	186,363
Newport Girls Fund	39,608	1,056	4,816	(116)	(606)	44,758
Nancy Mudge Fund	35,865	956	4,361	(105)	(549)	40,527
Cardiff Story Fund	275,699	7,349	33,521	(810)	(4,215)	311,544
Newtown Maintenance Reserve *	79,290	2,114	9,640	(233)	(1,213)	89,598
Thomas John Jones Memorial Fund*†	2,221,088	59,433	270,732	(6,531)	(37,656)	2,507,065
Nation of Sanctuary Croeso Fund	727,721	19,399	85,001	(2,137)	(101,160)	728,823
Cynnal Fund	642,635	17,328	79,230	(1,894)	-	737,299
NE Wales Science Fund	-	3,498	149	-	-	3,647
William Powell Fund	-	500,000	-	-	-	500,000
	19,751,328	1,277,026	2,337,813	(56,640)	(891,277)	22,418,250

	At 1 Apr 2023 Restated £	Income £	Investment returns £	Other expenditure £	Transfers £	At 31 Mar 2024 £
Group summary						
Charity	11,891,161	1,080,609	1,446,502	(35,017)	(665,028)	13,718,226
Linked Charity	7,860,167	196,418	891,311	(21,623)	(226,249)	8,700,024
Group	19,751,328	1,277,026	2,337,813	(56,640)	(891,277)	22,418,250

*=Linked funds + = Permanent endowment funds

Agency Funds

The Foundation manages five charitable investments (2023/24: six), where other organisations have retained trusteeship over the fund and as such these funds have been deemed to be Agency funds. These organisations have delegated the management of the non-property investments of the Funds to the Foundation as part of its investment portfolio and according to its investment strategy. Agency fund transactions in 2024/25 are detailed below.

	At 1 Apr 2024 £	Income £	Investment returns £	Other expenditure £	Transfers £	At 31 Mar 2025 £
Gwent High Sheriffs' Community Fund	655,345	16,214	(6,313)	(1,870)	-	663,376
Cricket Wales Foundation	40,822	998	(376)	(116)	(625)	40,703
Mudiad Meithrin Fund	170,118	4,209	(1,639)	(485)	-	172,202
Cronfa William Salesbury	76,471	(77,727)	2,592	(163)	(1,173)	-
Mab Gwalia	277,830	6,874	(2,676)	(793)	-	281,235
	1,220,585	(49,431)	(8,412)	(3,427)	(1,796)	1,157,519

Permanent Endowments

Permanent endowment funds represent assets which must be held permanently by the trust. Income arising on the endowment funds can be used in accordance with the objects of the trust and is included as unapplied total return until transferred to income. Any capital gains or losses arising on the assets form part of the fund and are included as unapplied total return until transferred to income.

Expendable endowment funds represent assets which the trustees may choose to convert to income. Income arising on these funds is recognised as restricted or unrestricted income. Assets converted to income will be transferred to restricted or unrestricted income in accordance with the objects of the fund.

Movement in funds

	At 1 Apr 2024 £	Income resources £	Resources expended £	Allocated to income	Revaluations, gains & losses	At 31 Mar 2025 £
Permanent Endowments						
Endowment fund capital	7,731,390					7,731,390
Unapplied total return	3,040,207	263,048	(194,111)	(242,533)	(88,643)	2,777,968
	10,771,597	263,048	(194,111)	(242,533)	(88,643)	10,509,358
Expendable endowments	11,646,654	658,085	(212,583)	(326,715)	70,855	11,836,296
Total endowments	22,418,251	921,133	(406,694)	(569,248)	(17,789)	22,345,653

	At 1 Apr 2023 £	Income resources £	Resources expended £	Allocated to income	Revaluations, gains & losses	At 31 Mar 2024 £
Permanent Endowments						
Endowment fund capital	7,731,390	-	-	-	-	7,731,390
Unapplied total return	2,075,281	260,915	(184,844)	(289,462)	1,178,317	3,040,207
	9,806,671	260,915	(184,844)	(289,462)	1,178,317	10,771,597
Expendable endowments	9,944,657	1,016,111	(180,305)	(293,306)	1,159,496	11,646,654
Total endowments	19,751,329	1,277,026	(365,149)	(582,768)	2,337,813	22,418,250

20. Analysis of assets/liabilities between funds

	Unrestricted funds £	Restricted funds £	Endowment Funds £	2024/25 Total £	2023/24 Total £
Group					
Investments	522,005	1,536,836	21,180,652	23,239,493	23,050,287
Investment property			1,165,000	1,165,000	1,000,000
Fixed and intangible assets	-	-	-	-	6,243
Long term debtors	-	53,960	-	53,960	58,400
Current assets excluding cash at bank and in hand	4,751	86,778	-	91,529	128,841
Cash at bank and in hand	155,949	344,455	-	500,405	1,463,209
Creditors: amounts falling due within a year	(71,292)	(1,373,789)	-	(1,445,081)	(1,554,296)
Creditors: amounts falling due after one year	-	(174,434)	-	(174,434)	(602,999)
	611,413	473,807	22,345,652	23,430,871	23,549,685

	Unrestricted funds £	Restricted funds £	Endowment Funds £	2024/25 Total £	2023/24 Total £
Charity					
Investments	528,972	1,630,783	13,102,370	15,262,125	15,045,786
Investment property			500,000	500,000	500,000
Fixed and intangible assets	-	-	-	-	6,243
Long term debtors	-	-	-	-	-
Current assets excluding cash at bank and in hand	4,751	77,248	-	81,999	126,655
Cash at bank and in hand	148,983	-	-	148,983	1,022,230
Creditors: amounts falling due within a year	(71,292)	(1,299,459)	-	(1,370,751)	(1,473,662)
Creditors: amounts falling due after one year	-	(135,494)	-	(135,494)	(567,018)
	611,413	273,078	13,602,370	14,486,861	14,660,234

Analysis of assets/liabilities between funds at the previous year end

	Unrestricted funds £	Restricted funds £	Endowment Funds £	2023/24 Total £	2022/23 Total £
Group					
Investments	379,496	1,252,541	21,418,250	23,050,287	19,881,467
Investment property	-	-	1,000,000	1,000,000	500,000
Fixed and intangible assets	6,243	-	-	6,243	15,368
Long term debtors	-	58,400	-	58,400	64,320
Current assets excluding cash at bank and in hand	6,069	122,772	-	128,841	76,110
Cash at bank and in hand	250,749	1,212,460	-	1,463,209	2,245,756
Creditors: amounts falling due within a year	(46,127)	(1,508,169)	-	(1,554,296)	(714,022)
Creditors: amounts falling due after one year	-	(602,999)	-	(602,999)	(277,352)
	596,430	535,005	22,418,250	23,549,685	21,791,646

	Unrestricted funds £	Restricted funds £	Endowment Funds £	2023/24 Total £	2022/23 Total £
Charity					
Investments	379,496	1,448,065	13,218,226	15,045,786	12,520,805
Investment property	-	-	500,000	500,000	-
Fixed and intangible assets	6,243	-	-	6,243	15,368
Long term debtors	-	-	-	-	-
Current assets excluding cash at bank and in hand	6,069	120,586	-	126,655	74,124
Cash at bank and in hand	250,749	771,481	-	1,022,230	1,999,870
Creditors: amounts falling due within a year	(46,127)	(1,427,536)	-	(1,473,662)	(604,225)
Creditors: amounts falling due after one year	-	(567,018)	-	(567,018)	(239,352)
	596,430	345,578	13,718,226	14,660,234	13,766,590

21. Related Party Transactions

UK Community Foundations provides membership services for UK Community Foundations. For these services £11,983 (2023/24: £11,691) was charged during the period. Andrew Tuggey was the Chair of of UK Community Foundations during the year. The amount due to UK Community Foundations at the year-end was £nil (2023/24: £nil).

During the year ended 31 March 2025 there were no related party transactions with trustees

22. Pension schemes

The charity contributes to individual stakeholder pensions, and accordingly contributions to these schemes are accounted for on the basis of a defined contribution scheme. During the year ended 31 March 2025, the total employer contributions charged for these schemes amounted to £19,793 (2023/24: £18,189).

23. Company limited by guarantee

The charity is limited by guarantee; members' liability is limited to £1 on the winding-up of the charity.

24. Linked Charities

The Charity is sole trustee of, and therefore controls, the following charities:

Name	Charity number	Linked Number	Acquisition date
Montgomeryshire District Trust Fund	513855	1074655-5	31 August 2009
Montgomeryshire Intermediate & Technical Education Fund	525726	1074655-3	31 August 2009
Stanley Bligh Memorial Fund	525314	1074655-6	31 August 2009
Former Girls Grammar School Brecon	1074498	1074655-4	31 August 2009
Monmouthshire Further Education Trust Fund	1146059	1074655-7	1 April 2010
Rudbaxton Parish Education Fund	1145391	1074655-8	1 November 2010
Cardiff Citizens Charity	206549	1074655-9	1 November 2010
Education Trust for Cardiff Citizens	50665606	1074655-10	1 November 2010
Education Fund for Denbigh and Surrounding Area	1074655-1	1074655-1	31 March 2016
TJ Jones Memorial Fund	1074655-2	1074655-2	27 January 2020

These charities perform similar activities to the Foundation and have co-terminous year ends. The assets of in-year acquisitions have been transferred into the group at fair value as at the date the Foundation took control. All assets have been consolidated on a line by line basis at the year end. The place of business for all linked charities is England and Wales.

Montgomeryshire District Trust Fund	2024/25 Total £	2023/24 Total £
Investment income	12,987	12,808
Other income	-	-
Cost of generating funds	(3,650)	(3,512)
Charitable activities	(10,742)	(18,302)
Investment gains and losses	(4,633)	57,977
Net movement in funds	(6,037)	48,971
Assets	524,958	533,996
Liabilities	(1,500)	(3,000)
Net Assets	523,458	530,996
Unrestricted funds		-
Endowment funds	523,458	530,996
Funds	523,458	530,996

Montgomeryshire Intermediate & Technical Education Fund	2024/25 Total £	2023/24 Total £
Investment income	61,837	62,391
Other income	-	2,187
Cost of generating funds	(8,286)	(7,035)
Charitable activities	(42,048)	(25,042)
Investment gains and losses	155,591	111,228
Net movement in funds	167,094	143,729
Assets	1,896,093	1,760,480
Liabilities	(3,500)	(37,173)
Net Assets	1,892,593	1,723,308
Unrestricted funds		190,374
Endowment funds	1,892,593	1,532,934
Funds	1,892,593	1,723,308

Stanley Bligh Memorial Fund	2024/25 Total £	2023/24 Total £
Investment income	32,867	33,153
Other income	-	-
Cost of generating funds	(9,414)	(9,761)
Charitable activities	(34,765)	(72,347)
Investment gains and losses	(11,560)	148,930
Net movement in funds	(22,872)	99,974
Assets	1,321,914	1,369,757
Liabilities	(1,000)	(25,971)
Net Assets	1,320,914	1,343,786
Unrestricted funds		
Endowment funds	1,320,914	1,343,786
Funds	1,320,914	1,343,786

Former Girls Grammar School Brecon	2024/25 Total £	2023/24 Total £
Investment income	6,947	7,163
Other income	-	-
Cost of generating funds	(2,160)	(2,248)
Charitable activities	(14,657)	(21,575)
Investment gains and losses	(2,134)	31,944
Net movement in funds	(12,003)	15,284
Assets	273,030	294,534
Liabilities	(1,000)	(10,500)
Net Assets	272,030	284,034
Restricted funds		
Endowment funds	272,030	284,034
Funds	272,030	284,034

Monmouthshire Further Education Trust	2024/25 Total £	2023/24 Total £
Investment income	8,702	8,392
Other income	-	-
Cost of generating funds	(2,486)	(2,129)
Charitable activities	(8,924)	(3,612)
Investment gains and losses	(3,074)	38,281
Net movement in funds	(5,782)	40,932
Assets	350,501	355,783
Liabilities	(458)	-
Net Assets	350,042	355,783
Restricted funds		
Endowment funds	350,042	355,783
Funds	350,042	355,783

Rudbaxton Parish Education Fund	2024/25 Total £	2023/24 Total £
Investment income	10,542	10,193
Other income	-	-
Cost of generating funds	(3,140)	(2,611)
Charitable activities	(16,345)	(5,464)
Investment gains and losses	(3,488)	46,455
Net movement in funds	(12,431)	48,573
Assets	419,571	434,002
Liabilities	(1,000)	(3,000)
Net Assets	418,571	431,002
Restricted funds		
Endowment funds	418,571	431,002
Funds	418,571	431,002

Education Trust for Cardiff Citizens	2024/25 Total £	2023/24 Total £
Investment income	11,091	10,723
Other income	-	-
Cost of generating funds	(3,188)	(2,745)
Charitable activities	(12,196)	(5,691)
Investment gains and losses	(3,881)	48,871
Net movement in funds	(8,173)	51,157
Assets	445,788	453,961
Liabilities	(500)	(500)
Net Assets	445,288	453,461
Restricted funds		
Endowment funds	445,288	453,461
Funds	445,288	453,461

Cardiff Citizens Charity	2024/25 Total £	2023/24 Total £
Investment income	4,271	4,118
Other income	-	-
Cost of generating funds	(1,165)	(1,045)
Charitable activities	(2,006)	(1,773)
Investment gains and losses	(1,609)	18,788
Net movement in funds	(508)	20,088
Assets	174,111	174,619
Liabilities	-	-
Net Assets	174,111	174,619
Restricted funds		-
Endowment funds	174,111	174,619
Funds	174,111	174,619

Education Fund for Denbigh and Surrounding Area	2024/25 Total £	2023/24 Total £
Investment income	26,570	26,033
Other income	-	-
Cost of generating funds	(7,731)	(6,983)
Charitable activities	(33,311)	(27,494)
Investment gains and losses	(9,125)	118,105
Net movement in funds	(23,597)	109,661
Assets	1,063,245	1,095,823
Liabilities	(500)	(9,480)
Net Assets	1,062,745	1,086,343
Restricted funds		-
Endowment funds	1,062,745	1,086,343
Funds	1,062,745	1,086,343

TJ Jones Memorial Fund	2024/25 Total £	2023/24 Total £
Investment income	61,556	59,432
Other income	-	-
Cost of generating funds	(13,534)	(12,195)
Charitable activities	(49,196)	(31,992)
Investment gains and losses	(22,205)	270,732
Net movement in funds	(23,379)	285,976
Assets	2,486,687	2,534,066
Liabilities	(3,000)	(27,000)
Net Assets	2,483,687	2,507,066
Restricted funds		-
Endowment funds	2,483,687	2,507,066
Funds	2,483,687	2,507,066

25. Reconciliation of income / (expenditure) to net cash flows from operating activities

	Note	2024/25 Total £	2023/24 Total £
Net movement in funds		(118,814)	1,758,039
(Gains)/losses on investments	11	182,789	(2,337,813)
Net investment income and bank interest repayable	3	(594,291)	(588,816)
(Increase) / decrease in debtors	13	41,753	(46,812)
Increase in creditors	14	(537,780)	1,165,921
Donation of fixed assets	10	-	(500,000)
Add back depreciation and amortisation	10	6,243	9,125
Transfer of investments		-	(97,636)
Revaluation of investment property	10	(165,000)	-
Net cash inflow/(outflow) from operating activities		(1,185,100)	(637,992)

26. Comparative consolidated statement of financial activities

	Note	Unrestricted funds £	Restricted funds £	Endowment funds £	2023/24 Total £	2022/23 Total Restated £
Income and endowments from:						
Donations and legacies	2	329,131	1,461	761,055	1,091,647	1,802,230
Income from investments	3	31,793	41,052	515,971	588,816	524,795
Charitable activities						
Grantmaking	4	-	2,227,294	-	2,227,294	1,838,950
Other income	10	-	-	-	-	-
Total income		360,924	2,269,807	1,277,026	3,907,757	4,165,975
Expenditure on:	5					
Costs of raising funds						
Fund development and donor care		176,189	-	-	176,189	164,996
Core grants		13,618	-		13,618	12,090
Investment income		14,998	-	56,640	71,638	74,619
Charitable activities						
Grantmaking		240,744	3,835,323	-	4,076,067	2,272,398
Promoting philanthropy		145,742	4,277	-	150,019	125,796
Total expenditure		591,291	3,839,600	56,640	4,487,531	2,649,898
Net income/(expenditure) before gains and losses on investments		(230,367)	(1,569,793)	1,220,386	(579,774)	1,516,076
Net gain/(loss) on investments	11	-	-	2,337,813	2,337,813	(971,990)
Net income/(expenditure) for the year		(230,367)	(1,569,793)	3,558,200	1,758,039	544,086
Transfers between funds		350,358	540,919	(891,277)	-	-
Net movement in funds		119,991	(1,028,874)	2,666,923	1,758,039	544,086
Reconciliation of funds						
Fund balances brought forward		476,439	1,563,879	19,751,328	21,791,646	21,247,560
Fund balances carried forward		596,430	535,005	22,418,250	23,549,685	21,791,646

Community Foundation Wales

Sefydliad Cymunedol Cymru

Changing Lives Together
Newid Bywydau Gyda'n Gilydd

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THE COMMUNITY FOUNDATION IN WALES

England & Wales - Charity number 1074655

Accounts

Sefydliad Cymunedol Cymru

Community Foundation Wales

Trustees Annual Report and Accounts

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Croeso

"This year's report is published against a backdrop of continuing hardship for communities across Wales."

I am pleased to introduce this year's annual accounts for Community Foundation Wales.

This year's report is published against a backdrop of continuing hardship for communities across Wales.

Throughout the year, we have been hearing from groups about the on-going struggle of making ends meet, facing demands that they cannot meet, and with a declining number of volunteers.

Throughout this period our team continues to listen and learn so that we are best placed to support where we can.

During the year we held a series of Generative Thinking sessions, bringing together partners from community groups, donors, funders and businesses to look at how we can build a better Wales. The insights shared will help us plan for the future and to make sure our work remains focussed and as impactful as we can be.

This will be my final set of annual accounts before I pass on the Chair towards the end of this year.

It has been a privilege to serve as both a Trustee and subsequently Chair of Community Foundation Wales. I should like to thank my fellow Trustees, past and present, for all of their help and support during this time.

I should also like to thank all the members of staff for all their hard work and the success we have achieved, and especially Richard Williams, our Chief Executive. Richard joined at the same time I became Chair and we were both thrown in at the deep end in hosting the UKCF conference during the same week. This created a strong working relationship which has helped us to promote philanthropy and giving for the benefit of Welsh communities. It has been an honour and pleasure to be involved and I wish the Foundation continued success in the future.

In this, our 25th anniversary year, we held successful events in Wrexham, Cardiff and London where we reflected on our journey, the importance of our partnerships and our £40m of investment in Welsh communities.

Thank you to everyone who has helped us during the year – only with your support is all this possible. I hope we can count on your support in the year ahead.

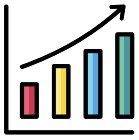
Diolch yn fawr

Alun Evans

Chairman, Community Foundation Wales

What we did last year

Growth Strategy to £30m



Grow endowment

Our Revitalising Trust project in partnership with the Charity Commission, continues to bear fruit.

We know that there are many previously dormant Trusts that have now become active and are distributing funding into Wales as a result of this project.

The result therefore is having a positive impact on Wales.

We have received three legacy commitments this year, worth approximately £1.2 million, where the sale of property has been assigned to Community Foundation Wales as part of a will. These are of course bitter sweet donations in loving memory of someone, but they will be a lasting legacy to the future of our Welsh communities.

Build 'Connect' networks, grow Friends and referral partners

We are at the start of a journey to promote our development services. We have initiated 'Connect' networks in South Wales, North Wales and with the Welsh community in London, upon which we will build.

Our Friends network has remained static although we have begun to see a little growth with our 'corporate' friends as we are able to support with any CSR commitments.

Charitable Investment Funds

This objective was not carried forward due to staffing capacity and the prioritisation of other work.

Funding to meet needs

Listen before we shape funds

We undertake desktop research, conduct surveys and have conversations within the third sector on a continuous basis, but particularly when opening a new fund.

The focus of our Communities Together – a Cost of Living Fund was informed by discussions that highlighted the need for ongoing support, beyond 12 months and the need to fund activities that were more sustainable rather than crisis support to help build resilience into the future.

Last year, this fund supported 109 organisations with grants over three years totalling in excess of £1.2 million, for projects such as benefits and debt advice, warm hubs, luncheon clubs and food pantries.

Priority is core and long term funding

30% of the funding we awarded went to groups applying solely for contributions to core costs. In addition, we have covered an element of core costs within applications for project costs.

We encourage groups to build this into their applications, where they wish to apply for project cost funding. The percentage remained consistent with that of the previous year. 43% of applications received last year were requesting multi-year funding. 33% of the funding we awarded was multi-year funding, up from 13% in the previous year.

Improve experience of grantees

We increased the number of workshops we hold to support grant applicants with writing their applications. 27% of attendees who attended those workshops completed feedback with 100% reporting a positive experience and sharing that the workshop had been very helpful.

In addition, on every one of our fund pages, we offer the opportunity to book a call with a Grants Officer to discuss ideas, questions or project fit.

This has proven to be really valuable, both for prospective applicants and for our grants officers who say they really enjoy supporting people on a more personal level.

Understand the difference we make

Measure Impact

The implementation of our impact framework was more complex and took longer than anticipated, and was also delayed due to staffing capacity.

We are on track to launch our new framework in 2025.

Research community needs

This is ongoing work to support our grant-making activities. We analyse our data and engage in community consultations to better understand trends and gaps to inform our understanding of ever evolving needs in Welsh Communities.

Storytelling

We have amended our monitoring forms and developed expertise within our team to put more emphasis on recognising great story telling opportunities and encouraging groups to share more anecdotal feedback such as quotes, photos, video, short stories and case studies with us in real time.

Bringing the stories of the incredible generosity of Wales, whether through donation of funds or by work within local communities to life is an important part of our work. Celebrating the kindness and passion of Welsh people is pivotal for our future generations.

The year ahead

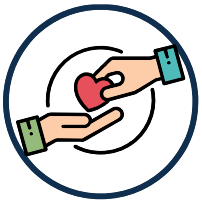
Community Foundation Wales is here to support community groups today and in the future. To do that, we build endowment funds that we know will generate sustainable charitable funds way into the future. We have an ambitious growth plan to help meet the needs of communities in Wales:

Grow our funds

Prioritise building endowment funds

Fee review to encourage the funds we need

Plan and pilot a 'local approach'



Promote more donations to Fund for Wales

Emergency fund planning

Develop our voice

Grow the engagement and impact of our storytelling

Build support and awareness through 25th birthday activities, CFW Connect and CFW Croeso

Improve use of our expertise and sector leadership

Promote collaboration by highlighting the impact of current partnerships

Nurture a brilliant organisation

Continue to shape our work by engaging, listening and learning

Develop office plan

Our Trustees

The Trustees of Community Foundation Wales have been recruited from across Wales. They have a variety of backgrounds and expertise and are ultimately responsible for the affairs of the charity. Community Foundation Wales has a main board which is supported by four committees (Finance, Risk and Investment; Forward Planning and Development; Governance and Grants), along with any task and finish groups which may be established.

The committees and full board meet on a quarterly basis. The rate of attendance at our board meetings was 78% (the same as last year) and the attendance at our committee meetings was 77% (down from 82% last year).

Key responsibilities of the Board:

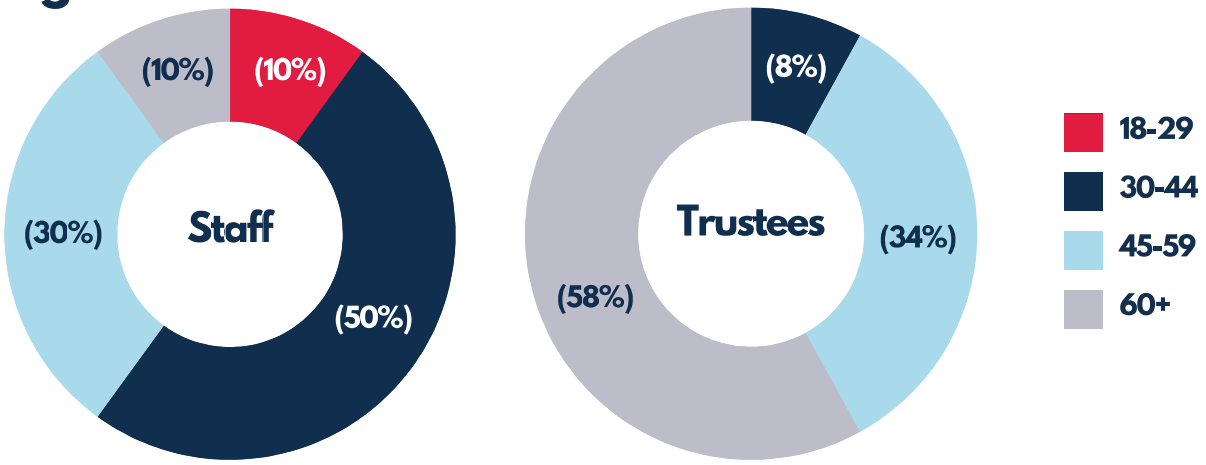
- to approve a five year rolling Strategic Plan, to keep it under regular review and to amend it as appropriate
- to approve the Annual Business Plan
- to monitor quarterly performance against the Business Plan
- to approve the annual budget and monitor quarterly financial performance against the budget
- to approve the investment strategy and keep under regular review
- to approve the audited accounts annually
- to approve and regularly review policies, a mission/vision statement, a statement of values and a quality framework
- to monitor compliance with the policies, the mission/vision statement, the statement of values and the quality framework
- to monitor external relations, public relations, public image, relations with the media and Community Foundation Wales' website
- to recruit suitable new Trustees
- to approve a policy for the induction, on-going training and retention of trustees
- to appoint or elect officers of the Board
- to identify major risks, and to put in place arrangements for mitigating their effect
- to monitor communications between the Board, the Chief Executive and the staff of Community Foundation Wales
- to recruit, appoint and, if necessary, dismiss the Chief Executive
- to agree the Chief Executive's remuneration
- to ensure the maintenance and integrity of the corporate and financial information included on the company's website.

Equality, diversity and inclusion

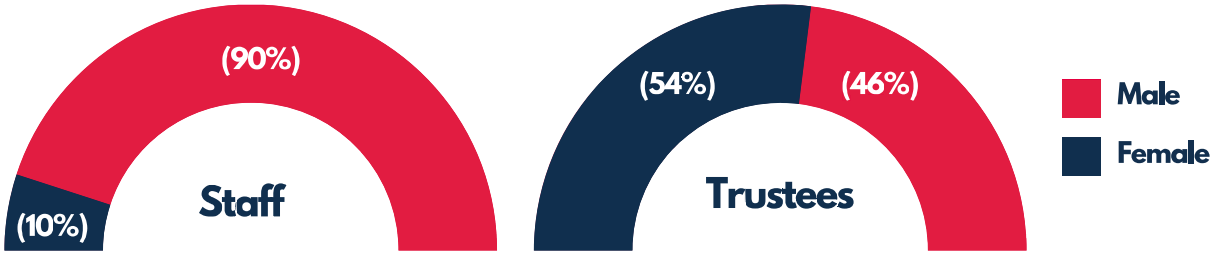
Community Foundation Wales continuously seeks to ensure we are as representative as we can be of the communities we serve, through our staffing and board Trustees.

Below are statistics relating to the age, gender, ethinicity and Welsh language skills of our staff and Trustees.

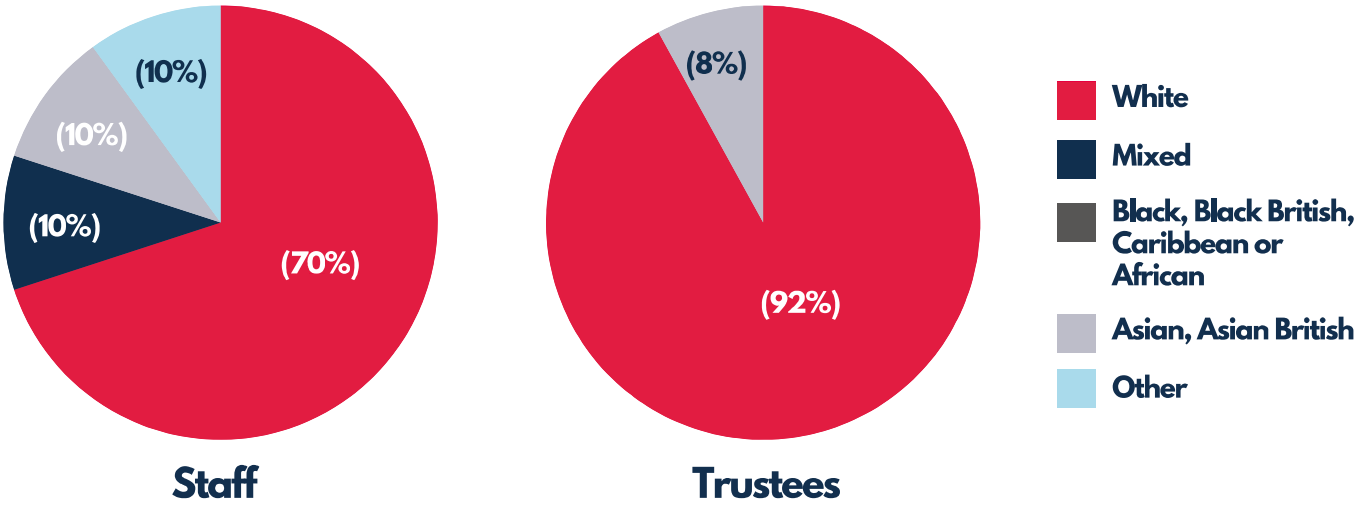
Age



Gender

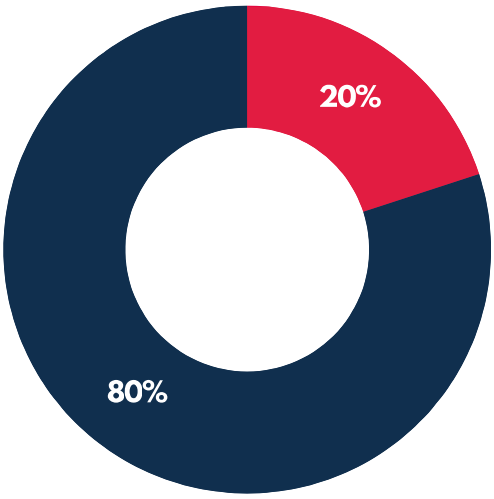


Ethnicity

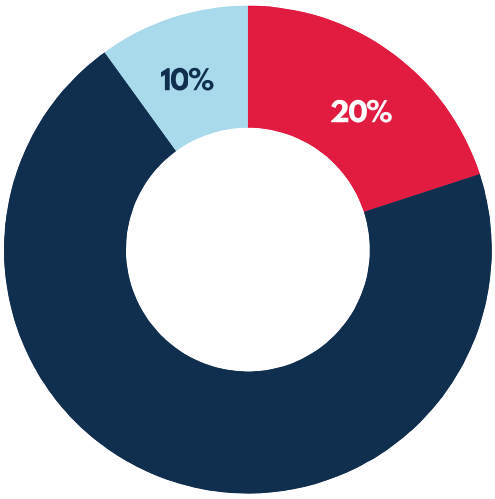


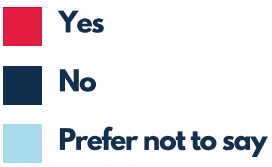
Disability

Staff



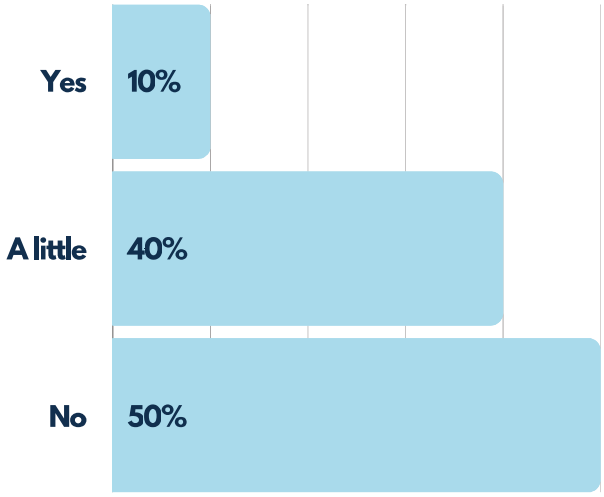
Trustees



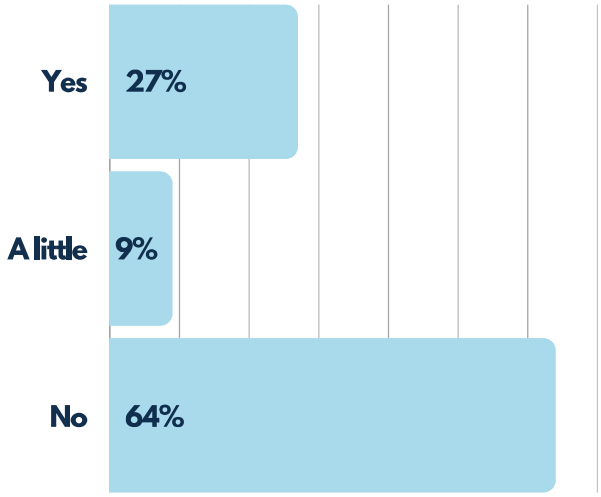


Welsh language

Staff



Trustees



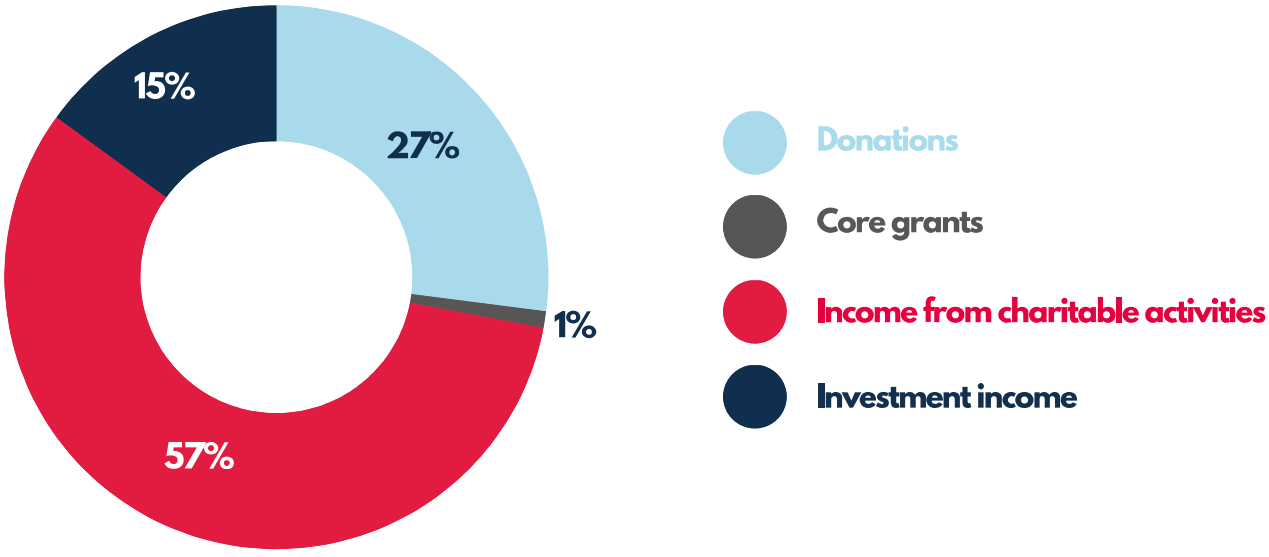
Financial review

Overview

- The net assets of Community Foundation Wales are valued at £23.5m, an increase of £1.8m on the prior year.
- New endowment of £0.8m was received.
- Income of £3.9m was generated, £360.9k of which was designated for the Foundation's core operational costs and was generated from promoting and managing philanthropy (27%), core grants (1%), donations (27%) and investment income (15%).
- Expenditure was £4.5m of which £3.8m was spent on over 468 grants to different organisations and individuals.
- Charitable activity expenditure was £4.2m and represents 94% of total charitable expenditure.
- Unrestricted end of year reserves of £596.4k, are greater than the target range but will reduce in the coming year as less income is anticipated

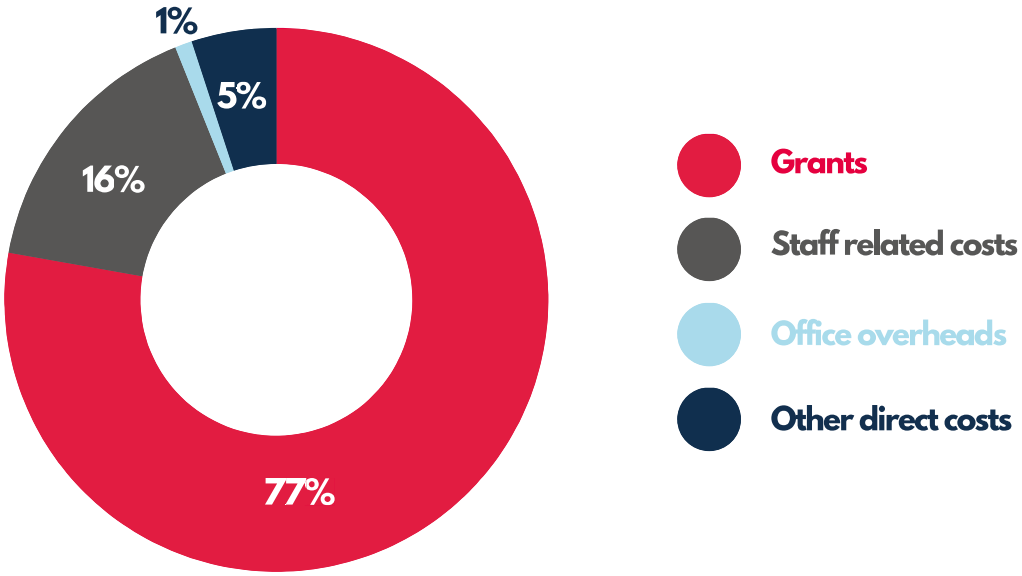
Income

- Income of £3.9m was generated, of which £1.1m was received from donations, £0.8m of this consisting of new endowments. Income and dividends from investments was £588.8k This is an increase on the previous year following the trend of further positive investment growth in 2023/24. Charitable activity income of £2.2m relates to grant-making from immediate impact restricted funds and is an increase of £0.4m on the prior year.



Expenditure

- Expenditure was £4.5m, of which £176.2k, was spent on developing new funds and looking after our existing fund holders, £13.6k was spent on securing core grant income and £71.6k on managing our investment portfolio to develop returns for grant-making.
- Charitable activity expenditure was £4.2m of which £3.8m was spent directly on grants to over 468 projects.



Investments

- Community Foundation Wales' Finance, Risk and Investment Committee holds delegated responsibility from the Board of Trustees for overseeing all financial, investment and risk management aspects of Community Foundation Wales, including monitoring the investment strategy and evaluating investment managers' performance. Meeting quarterly, the Finance, Risk and Investment Committee monitors and scrutinises the investment performance. This is also constantly reviewed, and analysed monthly, by the executive team which liaises regularly with our investment managers to update our asset allocation and other investment considerations. Our investment managers make a formal presentation to the Finance, Risk and Investment Committee at least once a year, during which performance, strategy, market conditions, and policy updates are reviewed.
- To offer an endowment fund grant-making capability that increases with inflation, Community Foundation Wales' investment strategy is to maintain the real value of both its capital and the funds available for charitable purposes over an economic cycle through a diversified portfolio of securities within an acceptable risk profile.
- Further diversification is achieved by spreading the investments across two investment managers.

- Community Foundation Wales has a discretionary investment portfolio with Brewin Dolphin and pooled fund holdings with CCLA. Each endowment fund has a percentage share of the combined manager portfolios that is adjusted every time capital is added or withdrawn. Community Foundation Wales' ethical investment policy means that the portfolio will have no significant direct investment exposure to tobacco, arms, pornography and gambling.
- Community Foundation Wales operates a total return approach to managing the investment portfolio. Each year the trustees review the requirements from each fund, taking into account the needs of beneficiaries, expectations of fundholders and historic investment performance.
- The trustees set a maximum recommended distribution amount for each fund. This recommended distribution amount is a nominal amount. It is only officially designated as income as and when it is needed to meet expenditure requirements.
- Community Foundation Wales still maintains a modest income flow which is designed to assist with meeting cashflow requirements. Cash will be withdrawn from the endowment funds to cover the management fees and to enable grant-making.
- For 2023/24 the trustees recommended an across the board distribution figure of 5% of the value of the endowment at 30 September 2022, except in specific cases where funds required higher distribution amounts to meet community needs and/or fund holder requirements.
- Community Foundation Wales complies with the specific guidance from the Charity Commission regarding permanently endowed funds. The charity manages 12 funds which are considered to be permanently endowed, totalling £10.8m as at 31 March 2024 (see note 18). The initial value of the permanently endowed trust for investment was established as 1st April 2012. For permanently endowed trusts established after this, it is the date the fund was established.
- The net assets of Community Foundation Wales at 31 March 2024 are £23.5m. Of this, £24.0m comprises investments, which consist of two investment properties valued at £1m and an investment portfolio valued at £23.0m.
- Of the two investment properties one is leased out until 2035. A reserve for maintenance costs over the life of the lease that fall to Community Foundation Wales as landlord was established in 2011 and is currently valued at £90.0k. The investment property is valued at £500k and delivered a gross yield of 8.9%. 1% of this relates to historic rent from 2015 which is being paid off in annual instalments. The second investment property was acquired by Community Foundation Wales through a transfer of assets from a charitable trust. The interest in the property was transferred to CFW on 21 November 2023 at a market value of £500,000.
- The value of the investment portfolio increased by £3.2m in the year as markets recovered from a turbulent 2022/23 which saw high inflation and geopolitical conflict.

- The funds are managed by two investment managers, RBC Brewin Dolphin who manage a segregated investment portfolio worth approximately £16.8m and CCLA who manage the remainder of the portfolio, valued at approximately £6.2m.

Reserves policy

- The aim of the Trustees of Community Foundation Wales is to hold reserves to mitigate any significant drop in income levels. Trustees believe this should be a prudent minimum so as to maximise our grant-making funds.
- The board recognises the need to grow endowment levels to a critical mass in order to provide a sustainable source of future income, not affected by new contracts or funding cycles. The current target is £30m, which would provide enough to cover the running costs of the Foundation at current levels. If income levels are not sufficient to cover running costs, we need a plan to ensure the continued operation of the Foundation in the short term. To address this concern, we have developed the following reserves policy. For the purpose of the policy neither expendable endowments nor restricted reserves will be included in total.
- The board has set a level of £270k to be held in unrestricted reserves, this would give the Foundation time to find alternative funding or to scale down expenditure to sustainable levels.
- At the end of the current financial year, the reserves are £596.4k which exceeds the reserves policy, however the forecast for 2024/25 is such that a proportion of these will be used, hence reducing the balance closer to the reserves policy level.

Objectives and activities

Charitable objects

Community Foundation Wales' charitable objects, as outlined in our Articles of Association, which were adopted on 24th March 2012, (and previously contained in the company's Memorandum of Association) are:

- the promotion of any charitable purpose for the benefit of the community in Wales including the advancement of education, the protection of good health, both mental and physical, and the relief of poverty and sickness and other exclusively charitable purposes which are beneficial to the communities in Wales;
- other exclusively charitable purposes in the United Kingdom and elsewhere which are, in the opinion of the Trustees, beneficial to the community with a preference for those in the area of benefit.

Mission and Vision

Mission: To strengthen and enrich local communities across Wales by inspiring and managing philanthropy.

Vision: A Wales with a thriving voluntary and community sector, where local people lead projects and have the financial resources to develop their own solutions based on need.

Charitable activities

Promoting philanthropy and grant-making are Community Foundation Wales' principal charitable activities, representing the two sides of Community Foundation Wales' core purpose, that of encouraging charitable giving and investing in communities.

Public benefit

The Trustees of Community Foundation Wales, having reviewed the Charity Commission Guidance, demonstrate public benefit in a number of ways:

- our aims cover permitted charitable purposes;
- our key charitable objectives (promoting philanthropy and grant-making) benefit the grant recipients and their communities through financial support to deliver a range of activities which strengthen communities;
- grant-making, free to beneficiaries, is collaborative (e.g. through working with local Panels to recommend decisions on which projects to fund), and inclusive (e.g. through our grants policy which outlines our transparent, straightforward and clear grant criteria);
- the impact of our grants is demonstrated through monitoring and reporting, as some of the examples featured here show;
- raising the profile of philanthropy, needs and our grant-making supports and celebrates civil society;
- initiatives such as the Fund for Wales and philanthropy events promote charitable giving.

Structure and governance

Governing document & legal status

Community Foundation Wales is a Charitable Company limited by guarantee registered as Community Foundation in Wales. The Charitable Company was established under a Memorandum of Association dated 19th November 1998 and is governed under its Articles of Association. Following a comprehensive review, new Articles of Association were adopted on 24th March 2012.

Community Foundation Wales is registered with the Charity Commission (registered charity number 1074655). It has the power to receive funds for donors and other contributors and make grants to eligible individuals and communities in support of charitable activities in and for Wales. Community Foundation Wales is also a registered company number 03670680.

We publish our audited accounts on an annual basis along with our annual report.

Membership

In the event of the company being wound up, Members are each required to contribute an amount not exceeding £1. The Members comprise the current Trustees.

Board recruitment, induction and development

The Directors of the company are also charity trustees for the purpose of charity law and, under the company's Articles of Association, are known as Members of the Board of Trustees.

A Board Committee, called the Governance Committee, has a broad remit which includes ensuring that the charity has the appropriate trustees to lead Community Foundation Wales' achievement of its rolling five year strategic vision and longer term ambitions. Terms of office, clear roles and responsibilities, Committee Terms of Reference, and a Trustee Development Plan are all in place.

The induction programme for new trustees includes: familiarisation meetings; a Trustee Handbook; visiting funded projects; staff briefings; and attendance at events and Foundation activities. Each trustee also sits on a Board Committee.

In order to achieve our ambitions, Community Foundation Wales' Trustees are committed to learning from examples of best practice from across the community foundation membership and beyond.

Community Foundation Wales renews, invigorates and inspires its Trustees, who bring a strong breadth of skills and expertise to bear on decision-making and planning.

Wider network membership

Community Foundation Wales is a member of UK Community Foundations (UKCF). The role of UKCF includes: representing and raising the profile of community foundations across the UK; the negotiation and management of UK-wide grant programmes; technical assistance; and the provision of a range of member services including a national conference, formal and informal training, and enabling sharing and learning across the network. UKCF underpins the work of the movement, and Community Foundation Wales is proud to be a member. One of our Trustees is Chairman of the board of UKCF.

Quality accreditation

A further significant benefit of being a member of UK Community Foundations is the expectation that all community foundations maintain their quality accredited status which is re-accredited every three years. Community Foundation Wales was successful in reaching the exacting standards following our submission and interviews in April and May 2021.

Organisation governance and structure

During 2023/24 Community Foundation Wales had 14 Trustees on its Board. The Company Secretary (the Chief Executive) attends Board meetings but has no voting rights. Community Foundation Wales has a President (Captain Sir Norman Lloyd-Edwards). Former Trustee and former Chair of the Wales Council for Voluntary Action, Peter Davies, and internationally renowned harpist Elinor Bennett (Lady Wigley), are Ambassadors of the Fund for Wales. The Board's Committees are reviewed each year ensuring that Community Foundation Wales has an appropriate committee structure to enable it to deliver its objectives. Committees operating in this financial year were:

- Grants committee, which approves grants on behalf of the Board. This year the Grants Committee monitored, evaluated and supported the management of £3.8m in grants on behalf of Community Foundation Wales' Fund holders, donors and clients.
- Finance, Risk & Investment committee, whose work ensures appropriate risk management and supports the achievement of a benchmarked return on investment of our capital assets to achieve capital growth and income for grant making. It is also responsible for HR.
- Forward Planning and Development Committee which leads on our strategic planning and development activity.
- Governance Committee which is responsible for ensuring the Foundation complies with its governance duties, including regular review of policies.

The Board's Committees meet regularly with responsibility for the delivery of the five year Strategic Plan sitting at the heart of their work. The monitoring of risk, Quality Accreditation Standards and the delivery of the Annual Business Plan are key tasks, and Trustees' strategic perspective, oversight, expertise and input are key features of Committee work. All Trustees are welcome to attend and contribute to all Committee meetings, and this often happens in practice.

The Chief Executive sits on all Board Committees, with senior managers also in attendance. Staff members often join Trustees' meetings, as well as workshops and project visits.

Community Foundation Wales has insurance cover appropriate to the needs of the organisation, which is reviewed annually. This includes Trustees indemnity of £1m.

Pay and remuneration

The Directors on the Board of Directors, who are the Trustees of Community Foundation Wales, consider that they, and the senior management team, comprise the key management personnel of the charity in charge of directing and controlling, running and operating Community Foundation Wales on a day to day basis.

All Directors give of their time freely and no Director received remuneration in the year. Expenses are paid in line with the Community Foundation Wales' Expenses Policy, which relates to both Trustees and staff.

Details of Directors' expenses and related party transactions are disclosed in note 7 and note 20 to the accounts.

Staff pay is reviewed annually in line with the Salary Review Policy which includes the following framework:

- subject to approval by the Board of Trustees and affordability within the budget an annual % increase will be awarded and equitably distributed to all staff;
- salary changes can be reflected by changes in duties or responsibilities in the job description;
- promotions, additional holiday and/or volunteer time and one-off bonuses can also be awarded;
- a salary change can be authorised for a short term period, for example for additional responsibilities or duties undertaken on a short term basis, or permanently; and
- in exceptional circumstances a staff member may receive a salary cut.

Risk management

Community Foundation Wales continues to identify and review the major risks that it faces, and has robust procedures to mitigate and manage them. This includes each Committee taking responsibility for monitoring appropriate risks identified through the Risk Policy and Risk Register as a standing item on each meeting agenda. This ensures that all Trustees are aware of the range of risks faced, the likelihood and the mitigating actions taken to reduce risks, and their role in monitoring the delivery of the Risk Policy.

Risks actively monitored and mitigated this year have included:

- Major external event impacts on our business (eg market crash, economic crisis)
- failure to maintain income

Related Parties

Note 20 gives details of various small transactions with other related parties.

Linked charities - for accounting purposes, Community Foundation Wales is a Group comprising several separate charities whose accounts and activities are consolidated within this Group report and accounts. These charities within the Group are:

- Community Foundation Wales: a limited company and the parent/main operating charity.
- Montgomeryshire District Trust Fund (registered charity number 513855): supports community initiatives which increase access to leisure and recreation for residents of Montgomeryshire. Community Foundation Wales is the sole trustee.
- Montgomeryshire Intermediate and Technical Education Fund (registered charity number 525726): provides bursaries to first year students at Aberystwyth University who attended a Montgomeryshire High School. Community Foundation Wales is the sole trustee.
- Stanley Bligh Memorial Fund (registered charity number 525314): provides assistance to individuals or groups in Powys pursuing studies or activities in technical and vocational subjects in the arts or sciences. Community Foundation Wales is the sole trustee.
- Former Brecon Girls School Fund (registered charity number 1074498): for general education purposes for the residents of Brecknockshire. Community Foundation Wales is the sole trustee.
- Education Trust for Cardiff Citizens (registered charity number 506656): to advance the education of residents of Cardiff. Community Foundation Wales is the sole trustee.
- Cardiff Citizens Charity (registered charity number 206549): for the relief of financial hardship of residents of Cardiff. Community Foundation Wales is the sole trustee.
- Rudbaxton Parish Education Fund (registered charity number 1145391): to advance the education of children and young people under the age of 25 who live in the Parish of Rudbaxton. Community Foundation Wales is the sole trustee.
- Monmouthshire Further Education Trust Fund (registered charity number 1146059): to advance the education/training of young people in the County of Monmouthshire as it existed in 1956. Community Foundation Wales is the sole trustee.
- The Education Fund of Denbigh and the Surrounding Area (registered charity number 1074655-1): to advance the education of persons between the ages of 11 years and 25 years resident in the area of benefit in such ways that are not required to be provided by the local education authority. Community Foundation Wales is the sole trustee.
- The TJ Jones Memorial Fund (registered charity number 1074655-2): to provide scholarships to assist beneficiaries to undertake training in engineering or advanced technical education at institutions of further education. Community Foundation Wales is the sole trustee.

Administration fees paid to Community Foundation Wales by linked charities are as follows:

Charity	2023/24	2022/23
Montgomeryshire District Trust Fund	8,403	8,175
Montgomeryshire Intermediate and Technical Education Fund	15,202	16,790
Stanley Bligh Memorial Fund	24,435	21,891
Former Brecon Girls School Fund	5,833	5,431
Education Trust for Cardiff Citizens	6,255	6,396
Cardiff Citizens Charity	2,364	2,355
Rudbaxton Parish Education Fund	5,952	6,261
Monmouthshire Further Education Trust Fund	4,818	6,219
The Education Fund of Denbigh and the Surrounding Area	16,459	15,862
The TJ Jones Memorial Fund	22,656	21,763

Unless explicitly stated otherwise, the comments in this report apply to the Group.

Reference and administrative details

The charity's registered name is:	The Community Foundation in Wales
The charity's trading name is:	Community Foundation Wales
The charity is known in Welsh as:	Sefydliad Cymunedol Cymru
Registered Company Number:	03670680 (registered in England and Wales)
Registered Charity Number:	1074655
Principal & Registered Office:	St Andrews House, 24 St Andrews Crescent, Cardiff, CF10 3DD

Trustees serving in the financial year or at the date of approval of this report:

Alun Evans (Chairman)	
Kathryn Morris (Treasurer)	
Tanwen Grover	(Term ended 18 March 2024)
Andrew Tuggey CBE DL	
Sarah Jennings	(Term ended 18 March 2024)
Emma Beynon	
Annabel Lloyd	
Samsunear Ali	(Term ended 11 August 2024)
Sarah Corser	
Elizabeth Ruth James	
Ian Thomas	
Gaenor Howells	
Derek Howell	
Neil Moss	(Appointed 18 March 2024)
Stephen George Morgan	(Appointed 4 December 2023)
Dr David Wyn Davies	(Appointed 23 September 2024)
Judith Stella Rhys	(Appointed 23 September 2024)
Osian Prys Elis	(Appointed 23 September 2024)

Board associates serving in the financial year, or at the date of approval of this report:
Kieron Jones

The Trustees delegated the day-to-day management of the charity to the Chief Executive and Company Secretary, Richard Williams.

Senior management team

Chief Executive:	Richard Williams
Deputy Chief Executive and Director of Programmes:	Andrea Powell
Director of Philanthropy:	Katy Hales
Head of Communication and Marketing:	Anoushka Palmer
Head of Finance:	Smitha Coughlan
Grants & Programmes Manager:	Asha Vijendran

Auditors

Azets Audit Services
Ty Derw
Lime Tree Court
Cardiff Gate Business Park
Cardiff
CF23 8AB

Bankers

The Royal Bank of Scotland
South Wales Commercial Office
One Kingsway
Cardiff
CF10 3AQ

Solicitors

Geldards LLP
4 Capital Quarter
Tyndall Street
Cardiff
CF10 4BZ

Investment Managers

Brewin Dolphin Ltd
Third Floor
Two Central Square
Cardiff
CF10 1FS

CCLA Investment Management Limited
1 Angel Lane
London
EC4R 3AB

The trustees present their report and financial statements for the year ended 31 March 2024.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's Articles of Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective from 1 January 2019).

Statement of trustees' responsibilities

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

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charitable Company and the group and of the incoming resources and application of resources, including the income and expenditure, of the Charitable Group for that period. In preparing those financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards 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 to enable it to ensure that the financial statements comply with the Charities Act 2011, the Companies Act 2006, the applicable Charities (Accounts and Reports) regulations and the provisions of the trust deed. 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.

Statement as to disclosure of information to auditors

So far as the trustees are aware, there is no relevant information (as defined by Section 418 of the Companies Act 2006) of which the Charitable Company's auditors are unaware, and each trustee has taken all the steps that they ought to have taken as a trustee in order to make them aware of any audit information and to establish that the charity's auditors are aware of that information.

Auditors

This report has been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities (effective 1 January 2019) and in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by the Board of Directors on 2 December 2024 and signed on its behalf.

Alun Evans
Chairman of trustees

Kathryn Morris
Trustee & Treasurer

Independent Auditor's Report

Independent Auditor's Report to the Members and Trustees of Community Foundation in Wales

Opinion

We have audited the financial statements of Community Foundation in Wales (the 'parent charitable company') and its subsidiaries (the 'group') for the year ended 31 March 2024 which comprise group and the parent charitable company statement of financial activities, the group and the parent charitable company balance sheet, the group 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 group's and parent charitable company's affairs as at 31 March 2024, and of the group's 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 group and parent 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 group's or the parent 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' annual 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.

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 group and parent 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 the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept by the parent charitable company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company's financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made;
- 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 the trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors of the parent 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 group's and parent 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 group or parent 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.

Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above and on the Financial Reporting Council's website, to detect material misstatements in respect of irregularities, including fraud.

We obtain and update our understanding of the entity, its activities, its control environment, and likely future developments, including in relation to the legal and regulatory framework applicable and how the entity is complying with that framework. Based on this understanding, we identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. This includes consideration of the risk of acts by the entity that were contrary to applicable laws and regulations, including fraud.

In response to the risk of irregularities and non-compliance with laws and regulations, including fraud, we designed procedures which included:

- Enquiry of management and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- Reviewing minutes of meetings of those charged with governance;
- Assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the entity through enquiry and inspection;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias.

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 of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

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.

Azets Audit Services

Katherine Parkin (Senior Statutory Auditor)
for and on behalf of Azets Audit Services

Date 4 December 2024

Chartered Accountants
Statutory auditor
Ty Derw, Lime Tree Court, Cardiff Gate Business Park, Cardiff, CF23 8AB

Consolidated statement of financial activities

	Note	Unrestricted funds £	Restricted funds £	Endowment funds £	2023/24 Total £	2022/23 Total Restated £
Income and endowments from:						
Donations and legacies	2	329,131	1,461	761,055	1,091,647	1,802,230
Income from investments	3	31,793	41,052	515,971	588,816	524,795
Charitable activities						
Grantmaking	4	-	2,227,294	-	2,227,294	1,838,950
Other income	10	-	-	-	-	-
Total income		360,924	2,269,807	1,277,026	3,907,757	4,165,975
Expenditure on:	5					
Costs of raising funds						
Fund development and donor care		176,189	-	-	176,189	164,996
Core grants		13,618	-		13,618	12,090
Investment income		14,998	-	56,640	71,638	74,619
Charitable activities						
Grantmaking		240,744	3,835,323	-	4,076,067	2,272,398
Promoting philanthropy		145,742	4,277	-	150,019	125,796
Total expenditure		591,291	3,839,600	56,640	4,487,531	2,649,898
Net income/(expenditure) before gains and losses on investments		(230,367)	(1,569,793)	1,220,386	(579,774)	1,516,076
Net gain/(loss) on investments	11	-	-	2,337,813	2,337,813	(971,990)
Net income/(expenditure) for the year		(230,367)	(1,569,793)	3,558,200	1,758,039	544,086
Transfers between funds		350,358	540,919	(891,277)	-	-
Net movement in funds		119,991	(1,028,874)	2,666,923	1,758,039	544,086
Reconciliation of funds						
Fund balances brought forward		476,439	1,563,879	19,751,328	21,791,646	21,247,560
Fund balances carried forward		596,430	535,005	22,418,250	23,549,685	21,791,646

Consolidated and charity balance sheets

	Note	Group 2023/24 £	Group 2022/23 £ Restated	Charity 2023/24 £	Charity 2022/23 £ Restated
Fixed assets					
Tangible assets	10	-	2,882	-	2,882
Intangible assets	10	6,243	12,486	6,243	12,486
Investments					
Property	10	1,000,000	500,000	500,000	-
Securities	11	23,049,897	19,881,467	15,045,786	12,520,805
		24,056,140	20,396,835	15,552,029	12,536,173
Long term debtors	12	58,400	64,320	-	-
Current assets					
Debtors	13	128,841	76,110	126,655	74,124
Cash at bank and in hand		1,463,598	2,245,756	1,022,231	1,999,869
		1,592,439	2,321,866	1,148,886	2,073,993
Current liabilities					
Creditors: amounts falling due within one year	14	(1,554,296)	(714,022)	(1,473,662)	(604,225)
Net current assets		38,143	1,607,843	(324,776)	1,469,768
Total assets less current liabilities		24,152,684	22,068,997	15,227,253	14,005,942
Creditors: amounts falling due after one year		(602,999)	(277,351)	(567,019)	(239,352)
Net Assets		23,549,685	21,791,646	14,660,234	13,766,590
Represented by:					
Unrestricted funds:					
General fund	16	596,430	476,439	596,430	476,438
Restricted income funds	17	535,005	1,563,879	345,578	1,398,991
Endowment funds	18	22,418,250	19,751,328	13,718,226	11,891,161
		23,549,685	21,791,646	14,660,234	13,766,590

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small charitable companies. The notes at pages 39 to 70 form part of these accounts. The financial statements were approved by the Board of Directors on 2 December 2024 and were signed on its behalf by:

Alun Evans
Chairman of Trustees

Kathryn Morris
Trustee & Treasurer

Group statement of cashflows

	Note	2023/24 £	2022/23 £ Restated
Net cash used in operating activities	24	(637,992)	1,513,793
Cash inflows from investing activities			
Investment income	3	588,816	524,794
Net cash from investing activities		588,816	524,794
Cash flows from investing activities			
Payments to acquire fixed asset investments	11	(4,679,484)	(2,847,404)
Receipts from sale of fixed asset investments	11	3,692,896	2,323,015
Net cash generated used in investing activities		(1,033,575)	(524,389)
Operating cash flow in year		(1,035,765)	1,514,198
Management of liquid resources			
Increase in net cash in investment	11	253,607	72,742
(Decrease)/ increase in net cash at bank in the year		(782,158)	1,586,939
Cash and cash equivalents at 1 April 2023		2,245,756	658,816
Cash and cash equivalents at 31 March 2024		1,463,598	2,245,756

Notes to financial statements

1. Accounting policies

Charity information

Community Foundation in Wales is a charitable company limited by guarantee incorporated in England and Wales. The registered office is St Andrews House, 24 St Andrews Crescent, Cardiff CF10 3DD.

Accounting convention

The accounts have been prepared in accordance with the charity's Articles and Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019). The charity is a Public Benefit Entity as defined by FRS 102.

The Charitable Company's functional and presentational currency is the pound sterling (£), and balances are rounded to the nearest £1.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of certain financial instruments at fair value. The principal accounting policies are set out below.

Preparation of the accounts on an ongoing concern basis

The Trustees consider that there are no material uncertainties about the Charitable Company's ability to continue as a going concern.

Basis of consolidation

The group financial statements consolidate those of Community Foundation Wales and its linked charities (see note 23), made up to 31 March 2024, on a line by line basis.
The consolidated entity is known as the 'Group'.

Accounting policies specific to the Charitable Company or group in total are laid out below.

No separate company Statement of Financial Activities (SOFA) has been prepared for the Charitable Company as permitted by Section 408 of the Companies Act 2006 and paragraph 397 of the SORP.

Income

Income is recognised when the Charitable Company has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably. It is derived from the activities outlined below.

Donations without conditions are accounted for on a cash received basis. In the event that a donation is subject to conditions that require a level of performance before the Charitable Company is entitled to the funds, the income is deferred and not recognised in full either until those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that those conditions will be fulfilled in the report period.

Income from government and other grants, whether capital or revenue grants, is recognised when the Charitable Company has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that that income will be received and the amount can be measured reliably and not deferred.

Gift Aid receivable is included in income where there is a valid declaration from the donor.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

Investment income comprises of bank interest and dividends and interest arising from discretionary investment activities. Investment income arising from discretionary investment activities is re-invested by the Investment Managers.

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following headings.

Cost of raising funds
The costs of generating funds consist of investment management costs and certain legal fees.

Cost of charitable activities
Costs of charitable activities include grants made, governance costs and an apportionment of support costs.

Grants payable are payments made to third parties in the furtherance of the charitable objects of the Charitable Company.

In the case of an unconditional grant offer this is accrued once the recipient has been notified of the grant award. The notification gives the recipient a reasonable expectation that they will receive the one-year or multi-year grant. Grants awards that are subject to the recipient fulfilling performance conditions are only accrued when the recipient has been notified of the grant and any remaining unfulfilled condition attaching to that grant is outside of the control of the Charitable Company.

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty as to the timing of the grant or the amount of grant payable. The provision for a multi-year grant is recognised at its present value where settlement is due over more than one year from the date of the award, there are no unfulfilled performance conditions under the control of the charitable company that would permit the charitable company to avoid making the future payment(s), settlement is probable and the effect of discounting is material.

Grantees may be required to submit a monitoring form to CFW before payment of grant tranches each year, however this is purely an administrative tool and in the event that it is not received, the grant payment will be delayed rather than withdrawn.

Allocation of support and governance costs

Support costs are these functions that assist the work of the Charitable Company but do not directly undertake charitable activities. Support costs have been allocated between governance costs and other support costs. Governance costs comprise all costs involving the public accountability of the Charitable Company and its compliance with regulation and good practice. These costs include costs related to statutory audit and legal fees together with an apportionment of overhead and support costs.

The bases on which support costs have been allocated are set out in note 5.

Taxation

The charitable members of the group are exempt from income and corporation taxes on income and gains to the extent that they are applied for their charitable objects.

Investments

Assets held for investment purposes are valued at market value at the balance sheet date. Investment properties are held for their investment potentials and not for use by the company and so their current value is of prime importance.

Realised gains and losses on investments are calculated as the difference between sales proceeds of these investments and their market value at the start of the year, or their subsequent costs, and are charged or credited to the statement of the financial activities in the period of disposal.

Unrealised gains and losses represent the movement in market values during the year and are credited or charged to the statement of financial activities based on the market value at the year end. Realised and unrealised investment returns are split across each endowment fund according to the fund's percentage of the overall portfolio.

Community Foundation Wales operates a total return approach to its investments. The power of total return permits the Trustees to invest permanently endowed funds to maximise total return and to apply an appropriate portion of the unapplied total return to income each year. Until the power is exercised to transfer a portion of unapplied total return to income, the unapplied total return remains invested as part of the permanent endowment.

The power allows the trustees to decide in each year how much of the unapplied total return is transferred to income funds and so available for expenditure. The transfers between endowment and restricted funds and endowment and unrestricted funds reflect the income designated in this financial year.

Fixed Assets

Depreciation is provided on all tangible assets, other than land or investment properties, at rates established to write off the costs of over its expected useful life.

Leasehold property improvements – four years to next lease review.

Intangible Assets

These include software, web design and CRMs. They are amortised over the useful life, normally between three and five years.

Debtors

Debtors are recognised at the settlement amount due after any discount offered. Prepayments are valued at the amount prepaid net of any discounts due.

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.

Creditors and provisions

Creditors and provisions are recognised where the Charitable Company has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably.

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.

Fund accounting policy

Funds held by the group are:

Unrestricted Funds - these cover the operating costs and reserves of the group; there are no designated funds.

Restricted Funds - these are given the following classifications:

Immediate Impact - these are funds where the money for grants payable originates from other organisations or individuals, but the originator has delegated all or part of the work of researching, recommending and/or choosing suitable beneficiaries, managing grant applications, controlling the grant payments, and project monitoring/reporting.

Examples may include situations where the group is acting as the local agent for national bodies, and where organisations or individuals have decided to out-source their grant-making.

Endowment Fund Income - these funds are used for the payment of grants out of the net investment returns designated by the trustees for income distribution from endowment funds with specified purposes.

Fundraising Activity - income and costs from events held by individuals not employed or contracted by Community Foundation Wales, to raise funds for specified purposes.

Foundation Operating Costs - funds received for specific work undertaken by Community Foundation Wales to enable the delivery of charitable activities.

Endowment Funds - the endowment funds held at the balance sheet date are all to be used for specific purposes.

Permanent Endowments

Permanent endowment funds represent assets which must be held permanently by the trust. Income arising on the endowment funds can be used in accordance with the objects of the trust and is included as unapplied total return until transferred to income. Any capital gains or losses arising on the assets form part of the fund and are included as unapplied total return until transferred to income.

Expendable endowment funds represent assets which the trustees may choose to convert to income. Income arising on these funds is recognised as restricted or unrestricted income. Assets converted to income will be transferred to restricted or unrestricted income in accordance with the objects of the fund.

Pension costs

Contributions in respect of defined contribution pension schemes are charged to the statement of financial activities in the period in which they are payable.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to the statement of financial activities on a straight-line basis over the period of the lease.

Prior Year Adjustments

The accounts have been restated to incorporate a prior year adjustment.
In the financial statements for the year ended 2022/23, investment manager fees had been included in unrestricted costs. These fees should have been reflected in endowments. The prior year figures have been amended to correct this.

Critical accounting estimates and assumptions

The Charitable Company makes estimates and assumptions concerning the future. The resulting accounting estimates will by definition, seldom equal the related actual results. There are no estimates and assumptions that have a significant risk of causing material adjustment to the carrying amounts of assets and liabilities within the next year.

2. Income from donations and legacies

	Unrestricted funds £	Restricted funds £	Endowment funds £	2023/24 Total £	2022/23 Total £
Core grants					
Welsh Government	50,000	-	-	50,000	40,677
Donations	279,131	1,461	761,055	1,041,647	1,761,553
	329,131	1,461	761,055	1,091,647	1,802,230

3. Investment income

	Unrestricted funds £	Restricted funds £	Endowment funds £	2023/24 Total £	2022/23 Total £
Dividends	-	-	515,971	515,971	476,876
Property rental	-	41,052	-	41,052	42,140
Bank interest	31,793	-	-	31,793	5,778
	31,793	41,052	515,971	588,816	524,795

4. Income from charitable activities

	Unrestricted funds £	Restricted funds £	Endowment funds £	2023/24 Total £	2022/23 Total £
Organisations/Individuals	-	2,227,294	-	2,227,294	1,838,950
	-	2,227,294	-	2,727,294	1,838,950

5. Expenditure

	Grants £	Staff-related £	Other direct £	Office overheads £	2023/24 Total £	2022/23 Total £ Restated
Cost of raising funds:						
Core grants	-	13,214	-	404	13,618	12,090
Fund development & donor care	-	144,668	23,931	7,590	176,189	164,996
Investment income	-	14,190	56,640	808	71,638	74,619
Charitable activities						
Grantmaking	3,809,332	167,727	77,344	21,664	4,076,067	2,272,398
Promoting philanthropy	-	90,796	49,314	9,909	150,019	125,796
Total resources expended	3,809,332	430,595	207,229	40,375	4,487,531	2,649,898

Grants totalling £3,669,206 (2022/23: £1,756,536) have been made to institutions and £140,126 (2022/23: £290,632) to individuals. The directors do not believe any particular institution received a material grant in the context of grant making.

Costs have been attributed on a basis consistent with the use of resources. Where costs cannot be allocated, they are apportioned by the estimated percentage of time spent on each activity. Office overhead costs equate to support costs - being premises and office-related costs.

Governance costs

Governance costs are included under Community Foundation Wales' charitable actvitites expenditure and are broken down as follows:

	Unrestricted funds £	Restricted funds £	Endowment funds £	2023/24 Total £	2022/23 Total £
Meeting costs	2,687	-	-	2,687	2,466
Trustees costs	4,429	-	-	4,429	4,256
Subscriptions	14,982	-	-	14,982	14,553
Professional fees	37,345	-	-	37,345	12,187
Staff related costs	75,754	-	-	75,754	76,825
Office overheads	4,752	-	-	4,752	4,701
	139,950	-	-	139,950	114,989

6. Staff costs

	2023/24 Total £	2022/23 Total £
Salaries	364,366	332,365
Social security costs	31,602	37,688
Pension costs	23,082	17,869
	419,050	387,921

The average number of employees in 2023/24 was 11 (2022/23: 12)

The average number of full-time equivalent employees during the year, analysed by category, was:

	2023/24	2022/23
Direct charitable	7	7
Business development	1	1
Governance	1	1
	9	9

The Foundation considers its key management personnel comprise the Chief Executive, Deputy Chief Executive, Head of Finance, Philanthropy Director, Grants Manager and Head of Marketing & Communications.
The total employment benefits including employer pension contributions of the key management personnel were £327,834 (2022/23: £326,313).

No Trustee received remuneration.

The number of employees receiving remuneration (excluding employer pension costs) in excess of £60,000 were:

	2023/24	2022/23
£80,000 - £90,000	1	-
£70,000 - £80,000	-	1

7. Trustees

6 Trustees (2022/23: 1 trustees) were reimbursed for expenses of £4,379 (2022/23: £2,216). All costs related to travel and subsistence.

8. Net income for the year before transfers

	2023/24 Total £	2022/23 Total £
The net income for the year before transfers is stated after charging:		
Auditors remuneration	20,225	11,125
Operating lease rentals:		
- Plant and machinery	2,100	2,100
Depreciation	9,125	9,125
Gains and losses on revaluation of investments	2,368,896	(943,535)
Gains and losses on disposal of investments	(31,083)	(28,456)

9. Charity results

As per section 408 of the Companies Act 2006, the charity has not included its own income and expenditure account in these financial statements. The results of the Community Foundation in Wales are summarised below:

	2023/24 Total £	2022/23 Total £
Total income	3,671,156	3,941,698
Total expenditure	(4,200,487)	(2,341,585)
Net incoming/outgoing resources before transfers	(529,331)	1,600,112
Investment gain/(loss)	1,422,976	(582,021)
Transfers	-	-
Net movement in funds	893,644	1,018,092

10. Fixed and Intangible Assets

Investments - Property

	Group		Charity	
	2023/24 £	2022/23 £	2023/24 £	2022/23 £
At 1 April 2023	500,000	500,000	-	-
Additions	500,000	-	500,000	-
Revaluation	-	-	-	-
At 31 March 2024	1,000,000	500,000	500,000	-
Properties at year end comprised:				-
Former county school at Newtown	500,000	500,000	-	-
Chapel Farm, Usk	500,000	-	500,000	-

The former county school at Newton is part of the Montgomeryshire Intermediate & Technical Education Fund endowment. The property is valued quinquennially and was last valued on 14 January 2021 by Andrew H Turner MRICS from Morris Marshall on an open market valuation basis. The historic cost of the property was £500,000.
On 21 November 2023 the interest in Chapel Farm, Usk, was transferred to CFW at a market value of £500,000. The fund is held by the William Powell endowment fund.

Tangible assets

Leasehold Improvements	Group		Charity	
Cost	2023/24 £	2022/23 £	2023/24 £	2022/23 £
Opening balance 1 April 2023	14,410	14,410	14,410	14,410
Additions in year	-	-	-	-
Value at 31 March 2024	14,410	14,410	14,410	14,410

Accumulated Depreciation	2023/24 £	2022/23 £	2023/24 £	2022/23 £
At 1 April 2023	11,528	8,646	11,528	8,646
Additions in year	2,882	2,882	2,882	2,882
Value at 31 March 2024	14,410	11,528	14,410	11,528

Net Book Value	2023/24 £	2022/23 £	2023/24 £	2022/23 £
At 31 March 2023	2,882	5,764	2,882	5,764
At 31 March 2024	-	2,882	-	2,882

Intangible fixed assets

	Group		Charity	
Cost	2023/24 £	2022/23 £	2023/24 £	2022/23 £
Opening balance 1 April 2023	34,390	34,390	34,390	34,390
Additions in year	-	-	-	-
Value at 31 March 2024	34,390	34,390	34,390	34,390

Amortisation	2023/24 £	2022/23 £	2023/24 £	2022/23 £
At 1 April 2023	21,904	15,661	21,904	15,661
Additions in year	6,243	6,243	6,243	6,243
Value at 31 March 2024	28,147	21,904	28,147	21,904

Net Book Value	2023/24 £	2022/23 £	2023/24 £	2022/23 £
At 31 March 2023	12,486	18,729	12,486	18,729
At 31 March 2024	6,243	12,486	6,243	12,486

11. Investments - Securities

	Group		Charity	
	2023/24 £	2022/23 £ Restated	2023/24 £	2022/23 £ Restated
Listed investments at valuation				
Opening valuation	19,881,467	20,401,770	12,520,805	12,549,425
Additions in the year	4,777,120	2,847,404	3,547,623	1,793,046
Disposals at carrying value	(3,723,980)	(2,354,639)	(2,050,253)	(1,482,745)
Gain / (loss) on valuation	2,368,896	(940,327)	1,227,723	(293,114)
Cash movements	(253,607)	(72,742)	(200,112)	(45,806)
Closing valuation	23,049,897	19,881,466	15,045,786	12,520,805

	2023/24 £	2022/23 £ Restated	2023/24 £	2022/23 £ Restated
Listed investments comprised				
UK-listed investments	22,916,438	19,453,645	14,938,855	12,251,401
Portfolio cash flow	133,459	427,821	106,931	269,404
	23,049,897	19,881,466	15,045,786	12,520,805

	Group		Charity	
	2023/24 £	2022/23 £ Restated	2023/24 £	2022/23 £ Restated
Material investments				
CCLA	6,236,024	5,292,554	3,927,277	3,332,787
Segregated portfolio holdings	16,813,873	14,588,912	11,118,509	9,188,018
	23,049,897	19,881,466	15,045,786	12,520,805

12. Long term debtors

	Group		Charity	
	2023/24 £	2022/23 £	2023/24 £	2022/23 £
Property rental	58,400	64,320	-	-

The lease (signed 2011) on Community Foundation Wales' investment property expires in 2035; the lease allows for payment of rental arrears (included management fee) over the life at £5,920 pa.

13. Debtors

	Group		Charity	
	2023/24 £	2022/23 £	2023/24 £	2022/23 £
Other debtors	55,586	1,986	55,586	-
Prepayments and accrued income	73,256	74,124	71,069	74,124
	128,841	76,110	126,655	74,124

14. Creditors - amounts falling due within one year

	2023/24 £	2022/23 £	2023/24 £	2022/23 £
Trade creditors	8,654	5,453	8,654	5,453
Accruals and deferred income	1,535,260	691,621	1,454,626	581,824
Tax and social security	10,382	16,948	10,382	16,948
	1,554,296	714,022	1,473,662	604,225

Creditors - amounts falling due greater than one year

	2023/24 £	2022/23 £	2023/24 £	2022/23 £
2-5 years	602,999	277,352	567,018	239,352

15. Financial commitments

At 31 March 2024 there were annual commitments under non-cancellable operating leases as follows:

	2023/24			2022/23
	Within 1 year	2-5 years	Over 5 years	
Office lease	19,950	7,652	-	47,607
Photocopier	1,260	-	-	3,780
	21,210	7,652	-	51,387

16. Movement in unrestricted funds

	Group and charity				
	At 1 April 2023 £	Income £	Expenditure £	Transfers £	At 31 March 2024 £
Unrestricted general fund	476,439	360,924	(591,291)	350,358	596,430

Movement in unrestricted funds at the previous year end

	Group and charity				
	At 1 April 2022 £	Income £	Expenditure £	Transfers £	At 31 March 2023 £
Unrestricted general fund	406,864	261,805	(523,034)	330,804	476,439

17. Movement in restricted funds (*= Linked fund)

Details are presented for individual funds with balances or transactions over £30k

Immediate impact funds	At 1 Apr 2023 £	Income £	Expenditure £	Transfers £	At 31 Mar 2024 £
Ashley Family Foundation	(52,248)	220,247	(175,647)	-	(7,648)
Wesleyan	13,543	35,000	(43,572)	-	4,971
Welsh Procurement Alliance	-	57,000	(54,000)	-	3,000
Trust and Foundation	41,849	-	-	(41,849)	-
Principality	500,000	408,946	(904,526)	-	4,420
Nation of Sanctuary Croeso Fund	46,523	20,316	(63,913)	-	2,926
Disability Fund^	118,508	2,553	(159,613)	-	(38,552)
COVID 19 Recovery support for BAME	46,625	-	(46,625)	-	-
Health and Social Care Innovation Fund	50,000	-	(50,000)	-	-
Cost of Living Fund	127,835	1,243,307	(1,362,077)	-	9,065
Cynnal Immediate Impact Fund	320,837	-	(249,484)	-	71,354
True Venture Fund	4	30,417	-	4,703	35,124
Brian Rees Fund	-	125,000	-	-	125,000
Gwent High Sheriffs' Community Fund	22,480	61,778	(49,832)	-	34,426
Funds with transactions or balances < £30k	117,540	22,731	(24,984)	(4,703)	110,585
	1,353,498	2,227,294	(3,184,273)	(41,849)	354,669

Endowment funds	At 1 Apr 2023 £	Income £	Expenditure £	Transfers £	At 31 Mar 2024 £
The Lord Merthyr Fund	-	-	(45,000)	45,000	-
Powys Welsh Church Fund †	-	3,055	(141,064)	138,009	-
Montgomeryshire Intermediate & Technical Education Fund *†	164,375	37,997	(12,000)	-	190,372
Stanley Bligh Memorial Fund *†	-	-	(54,021)	54,021	-
Clwyd Welsh Church Fund†	-	-	(37,582)	37,582	-
Fund for Wales	-	-	(47,000)	47,000	-
BIG Fund for Wales Trust Fund	1,000	611	(47,538)	45,927	-
Newport Community Endowment Fund	-	-	(30,500)	30,500	-
Waterloo Match	35,707	-	-	(35,707)	-
Nation of Sanctuary Fund	-	-	(81,877)	81,877	-
Funds with transactions or balances < £30k	9,299	850	(158,745)	138,559	(10,036)
	210,381	42,513	(655,327)	582,768	180,335

	At 1 Apr 2023 £	Income £	Expenditure £	Transfers £	At 31 Mar 2024 £
Group summary					
Charity	1,398,990	2,231,810	(3,712,270)	427,048	345,578
Linked Charity	164,889	37,997	(127,330)	113,871	189,426
Group	1,563,879	2,269,807	(3,839,600)	540,919	535,005

*=Linked funds †= Permanent funds

^ At the 31 March 2024 the Disability fund was £38.6k in deficit. This was a result of the awarding of grants that were not funded. Post year end a transfer was made from the CFW Fund for Wales into the Disability fund in order to fund the additional grants.

Movement in restricted funds at the previous year end

Immediate impact funds	At 1 Apr 2022 £	Income & transfers £	Expenditure & transfers £	At 31 Mar 2023 £
Ashley Family Foundation	(35,091)	274,143	(291,300)	(52,248)
Wesleyan	11,724	35,000	(33,181)	13,543
Welsh Procurement Alliance	-	56,400	(56,400)	-
Core Funding Programme (Waterloo)	74,673	(69,673)	(5,001)	-
Trivallis	60,062	-	(52,574)	7,488
Trust and Foundation	68,778	-	(26,929)	41,849
Seaburne	12,526	28,125	(31,882)	8,769
Principality	100,000	517,001	(117,001)	500,000
Nation of Sanctuary Croeso Fund	-	502,392	(455,869)	46,523
Disability Fund	118,508	-	-	118,508
COVID 19 Recovery support for BAME	118,508	-	(71,883)	46,625
Health and Social Care Innovation Fund	-	50,000	-	50,000
Cost of Living Fund	-	127,835	-	127,835
Cynnal Immediate Impact Fund	-	320,837	-	320,837
Gwent High Sheriffs' Community Fund	29,749	65,131	(72,400)	22,480
Funds with transactions or balances < £30k	105,909	44,307	(35,387)	114,829
	653,622	1,916,500	(1,216,625)	1,353,497

Endowment funds	At 1 Apr 2022 £	Income & transfers £	Expenditure & transfers £	Capital transfer £	At 31 Mar 2023 £
The Lord Merthyr Fund	-	-	(91,500)	91,500	-
Dr Dewi Davies Fund	-	-	(98,818)	98,818	-
Powys Welsh Church Fund #†	-	3,055	(53,711)	50,656	-
Montgomeryshire Intermediate & Technical Education Fund *†	178,292	39,085	(53,002)	-	164,375
Stanley Bligh Memorial Fund *†	-	-	(30,298)	30,298	-
BIG Fund for Wales Trust Fund	1,000	1,000	(273,473)	272,473	1,000
Waterloo Match	35,707	-	-	-	35,707
TJ Jones Memorial Fund	-	-	(37,000)	37,000	-
Funds with transactions or balances < £30k	23,446	-	(213,445)	199,299	9,299
	238,445	43,140	(851,247)	780,044	210,381

	At 1 Apr 2022 £	Income £	Expenditure £	Capital Transfer £	At 31 Mar 2023 £
Group summary					
Charity	713,263	1,920,555	(1,895,050)	660,222	1,398,989
Linked Charity	178,804	39,085	(172,822)	119,821	164,889
Group	892,067	1,959,640	(2,067,872)	780,044	1,563,879

Under the Foundation's total return policy investment returns are designated as income only when needed to meet expenditure requirements. This is done to achieve efficiency and ensure that endowment assets spend more time invested. A recomended distribution amount is agreed by our trustees each year. This is carried out on a fund by fund basis and takes into account the needs of beneficiaries, fundholder expectations and historic fund performance. Where the full recommended distribution amount is not required to meet expenditure needs then this remains as capital to be designated as income in future years, as required. The closing balances in this note do not necessarily represent the full amount available for grant-making at the end of the financial year.

18. Movement in endowment funds

	At 1 Apr 2023 Restated £	Income £	Investment returns £	Other expenditure £	Transfers £	At 31 Mar 2024 £
The Lord Merthyr Fund	1,143,593	30,735	138,695	(3,368)	(50,000)	1,259,655
Foundation Schools Fund	149,811	3,993	18,215	(440)	(2,293)	169,286
Martyn Groves Adventure & Travel Fund	41,144	1,101	5,026	(121)	(420)	46,731
The Sloman Family Fund for Ely	25,101	669	3,052	(74)	(384)	28,365
Former Foundation Powys Fund	27,217	725	3,309	(80)	(416)	30,755
Stanley Bligh Memorial Fund *†	1,243,811	33,154	148,930	(3,653)	(78,456)	1,343,786
Llandrindod High School Charity Fund	110,335	2,941	13,252	(324)	(5,912)	120,291
Former Girls' Grammar School Brecon *†	268,749	7,164	31,944	(789)	(23,033)	284,034
Montgomeryshire Intermediate & Technical Education*	835,913	22,282	101,588	(2,455)	(13,989)	943,338
MITEF investment property*	500,000					500,000
Montgomery District Trust Fund *†	480,523	12,809	57,977	(1,411)	(18,903)	530,996
Newport Community Endowment Fund	349,406	108,918	52,060	(1,098)	(38,897)	470,388
Monmouthshire Further Education Fund *†	314,852	8,393	38,281	(925)	(4,818)	355,783
Cardiff Citizens Charity *†	154,529	4,119	18,788	(454)	(2,364)	174,619
Powys Welsh Church Fund †	2,711,043	72,404	324,622	(7,967)	(183,735)	2,916,367
Rudbaxton Parish Education Fund *†	382,429	10,194	46,455	(1,123)	(6,952)	431,002
Fund for Wales	810,190	715,073	165,768	(3,454)	(36,026)	1,651,550
Wrexham Community Endowment Fund (Church)	111,152	2,963	13,259	(326)	(8,302)	118,746
Education Trust for Cardiff Citizens *†	402,303	10,724	48,871	(1,181)	(7,255)	453,461
Denbighshire Community Endowment Fund	378,741	10,096	45,340	(1,112)	(24,123)	408,942
Flintshire Community Endowment Fund	220,542	5,879	26,573	(648)	(9,611)	242,735
Hawarden District Relief Fund	406,033	10,823	48,696	(1,192)	(23,560)	440,800
BIG Fund for Wales Trust Fund	659,025	(495,963)	17,295	(863)	(53,188)	126,306
Carmarthenshire Fund	180,309	4,815	21,974	(530)	(2,300)	204,268

	At 1 Apr 2023 Restated £	Income £	Investment returns £	Other expenditure £	Transfers £	At 31 Mar 2023 £
Dr Dewi Davies Fund	1,163,823	31,022	140,694	(3,418)	(38,716)	1,293,405
Wrexham Community Endowment Fund (LA)	142,470	3,798	17,322	(418)	(2,181)	160,991
Education Trust of John Vaughan	90,247	2,406	10,764	(265)	(6,765)	96,387
Wales in London	91,574	2,446	10,947	(269)	(6,668)	98,030
Anglesey Community Endowment Fund	7,391	197	899	(22)	(113)	8,352
Daisy Fund	86,849	2,315	10,474	(255)	(3,529)	95,855
Emrys Davies Legacy Fund	35,760	950	4,328	(105)	(729)	40,202
Education Fund for Denbigh and Surrounding Area *†	976,681	26,034	118,105	(2,868)	(31,609)	1,086,343
Mary Jane Foundation Trust	35,306	941	4,293	(104)	(540)	39,896
LNB Fund	409,057	(9,106)	48,906	(1,201)	(6,759)	440,896
Clwyd Welsh Church Act Fund †	618,590	16,489	73,612	(1,817)	(50,807)	656,068
William Gale Fund	164,923	4,396	20,052	(484)	(2,523)	186,363
Newport Girls Fund	39,608	1,056	4,816	(116)	(606)	44,758
Nancy Mudge Fund	35,865	956	4,361	(105)	(549)	40,527
Cardiff Story Fund	275,699	7,349	33,521	(810)	(4,215)	311,544
Newtown Maintenance Reserve *	79,290	2,114	9,640	(233)	(1,213)	89,598
TJ Jones Memorial Fund*†	2,221,088	59,433	270,732	(6,531)	(37,656)	2,507,065
Nation of Sanctuary Croeso Fund	727,721	19,399	85,001	(2,137)	(101,160)	728,823
Cynnal Fund	642,635	17,328	79,230	(1,894)	-	737,299
NE Wales Science Fund	-	3,498	149	-	-	3,647
William Powell Fund	-	500,000	-	-	-	500,000
	19,751,328	1,277,026	2,337,813	(56,640)	(891,277)	22,418,250

	At 1 Apr 2023 Restated £	Income £	Investment returns £	Other expenditure £	Transfers £	At 31 Mar 2024 £
Group summary						
Charity	11,891,161	1,080,609	1,446,502	(35,017)	(665,028)	13,718,226
Linked Charity	7,860,167	196,418	891,311	(21,623)	(226,249)	8,700,024
Group	19,751,328	1,277,026	2,337,813	(56,640)	(891,277)	22,418,250

*=Linked funds †= Permanent funds

Movement in endowment funds at the previous year end

	At 1 Apr 2022 Restated £	Income £	Investment returns £	Other expenditure £	Transfers £	At 31 Mar 2023 £
The Lord Merthyr Fund	1,280,980	30,504	(67,627)	(3,764)	(96,500)	1,143,593
Foundation Schools Fund	162,587	3,837	(8,329)	(473)	(7,812)	149,811
Martyn Groves Adventure & Travel Fund	42,841	1,015	(2,117)	(125)	(470)	41,144
The Sloman Family Fund for Ely	26,355	622	(1,314)	(77)	(485)	25,101
Former Foundation Powys Fund	28,452	672	(1,409)	(83)	(415)	27,217
Stanley Bligh Memorial Fund *†	1,336,215	31,537	(67,868)	(3,885)	(52,190)	1,243,811
Llandrindod High School Charity Fund	115,563	2,728	(5,735)	(336)	(1,885)	110,335
Former Girls' Grammar School Brecon *†	297,891	7,031	(15,552)	(866)	(19,755)	268,749
Montgomeryshire Intermediate & Technical Education*	878,206	20,728	(43,677)	(2,553)	(16,790)	835,913
MITEF investment property*	500,000	-	-	-	-	500,000
Montgomery District Trust Fund *†	511,054	12,062	(25,732)	(1,486)	(15,375)	480,523
Newport Community Endowment Fund	382,528	9,028	(19,761)	(1,112)	(21,277)	349,406
Monmouthshire Further Education Fund *†	344,195	8,124	(17,748)	(1,001)	(18,718)	314,852
Cardiff Citizens Charity *†	161,545	3,813	(8,003)	(470)	(2,355)	154,529
Powys Welsh Church Fund †	2,887,707	68,294	(145,767)	(8,415)	(90,775)	2,711,043
Rudbaxton Parish Education Fund *†	408,906	9,651	(20,678)	(1,189)	(14,261)	382,429
Fund for Wales	775,694	97,745	(35,947)	(2,478)	(24,824)	810,190
Wrexham Community Endowment Fund (Church)	127,457	3,008	(6,834)	(371)	(12,109)	111,152
Education Trust for Cardiff Citizens *†	421,400	9,946	(20,922)	(1,225)	(6,896)	402,303
Denbighshire Community Endowment Fund	421,186	9,941	(22,041)	(1,224)	(29,120)	378,741
Flintshire Community Endowment Fund	251,250	5,930	(13,417)	(730)	(22,490)	220,542
Hawarden District Relief Fund	436,749	10,308	(22,213)	(1,270)	(17,541)	406,033
BIG Fund for Wales Trust Fund	1,009,563	23,827	(64,916)	(2,935)	(306,513)	659,025
Carmarthenshire Fund	209,893	4,964	(11,406)	(612)	(22,530)	180,309

Movement in endowment funds at the previous year end

	At 1 Apr 2022 Restated £	Income £	Investment returns £	Other expenditure £	Transfers £	At 31 Mar 2023 £
Dr Dewi Davies Fund	1,333,031	31,461	(71,492)	(3,875)	(125,302)	1,163,823
Wrexham Community Endowment Fund (LA)	162,726	3,841	(8,707)	(473)	(14,917)	142,470
Education Trust of John Vaughan	95,401	2,252	(4,776)	(277)	(2,353)	90,247
Wales in London	99,908	2,793	(5,158)	(292)	(5,676)	91,574
Anglesey Community Endowment Fund	7,727	182	(383)	(22)	(113)	7,391
Daisy Fund	86,633	7,161	(4,167)	(266)	(2,512)	86,849
Emrys Davies Legacy Fund	37,585	883	(1,870)	(109)	(731)	35,760
Education Fund for Denbigh and Surrounding Area *†	1,032,895	24,378	(51,728)	(3,003)	(25,862)	976,681
Mary Jane Foundation Trust	36,910	871	(1,829)	(107)	(538)	35,306
LNB Fund	449,921	(9,821)	(23,033)	(1,248)	(6,761)	409,057
Clwyd Welsh Church Act Fund †	674,355	15,916	(34,704)	(1,960)	(35,017)	618,590
William Gale Fund	172,414	4,069	(8,545)	(501)	(2,515)	164,923
Newport Girls Fund	41,408	977	(2,052)	(120)	(604)	39,608
Nancy Mudge Fund	37,662	889	(1,878)	(109)	(699)	35,865
Cardiff Story Fund	233,879	56,595	(9,790)	(825)	(4,161)	275,699
Newtown Maintenance Reserve *	82,889	1,956	(4,107)	(241)	(1,208)	79,290
TJ Jones Memorial Fund*†	2,345,067	55,594	(113,955)	(6,854)	(58,763)	2,221,089
Nation of Sanctuary Croeso Fund	-	715,053	25,198	(2,030)	(10,500)	727,721
Cynnal Fund	-	654,163	-	-	(11,527)	642,635
	19,948,630	1,944,529	(971,990)	(58,992)	(1,110,848)	19,751,329

	At 1 Apr 2022 Restated £	Income £	Investment returns £	Other expenditure £	Transfers £	At 31 Mar 2023 £
Group summary						
Charity	12,506,572	1,780,437	(625,698)	(38,774)	(895,463)	12,727,074
Linked Charity	7,442,058	164,092	(346,292)	(20,218)	(215,385)	7,024,255
Group	19,948,630	1,944,529	(971,990)	(58,992)	(1,110,848)	19,751,329

*=Linked funds + = Permanent endowment funds

Agency Funds

The Foundation manages six charitable investments (2022/23: six), where other organisations have retained trusteeship over the fund and as such these funds have been deemed to be Agency funds. These organisations have delegated the management of the non-property investments of the Funds to the Foundation as part of its investment portfolio and according to its investment strategy. Agency fund transactions in 2023/24 are detailed below.

	At 1 Apr 2023 Restated £	Income £	Investment returns £	Other expenditure £	Transfers £	At 31 Mar 2024 £
Gwent High Sheriffs' Community Fund	571,204	15,402	70,423	(1,684)	-	655,345
Cricket Wales Foundation	31,592	5,851	4,162	(96)	(687)	40,822
Mudiad Meithrin Fund	148,276	3,998	18,281	(437)	-	170,118
Cronfa William Salesbury	67,672	1,804	8,228	(199)	(1,035)	76,471
Llangammarch Disaster Fund	28,491	(29,623)	1,196	(63)	-	-
Mab Gwalia	242,159	6,530	29,855	(714)	-	277,830
	1,089,394	3,961	132,145	(3,192)	(1,722)	1,220,586

Permanent Endowments

Permanent endowment funds represent assets which must be held permanently by the trust. Income arising on the endowment funds can be used in accordance with the objects of the trust and is included as unapplied total return until transferred to income. Any capital gains or losses arising on the assets form part of the fund and are included as unapplied total return until transferred to income.

Expendable endowment funds represent assets which the trustees may choose to convert to income. Income arising on these funds is recognised as restricted or unrestricted income. Assets converted to income will be transferred to restricted or unrestricted income in accordance with the objects of the fund.

Movement in funds

	At 1 Apr 2023 £	Income resources £	Resources expended £	Allocated to income	Revaluations, gains & losses	At 31 Mar 2024 £
Permanent Endowments						
Endowment fund capital	7,731,390	-	-	-	-	7,731,390
Unapplied total return	2,075,281	260,915	(184,844)	(289,462)	1,178,317	3,040,207
	9,806,671	260,915	(184,844)	(289,462)	1,178,317	10,771,597
Expendable endowments	9,944,657	1,016,111	(180,305)	(293,306)	1,159,496	11,646,654
Total endowments	19,751,329	1,277,026	(365,149)	(582,768)	2,337,813	22,418,250

	At 1 Apr 2022 £	Income resources £	Resources expended £	Allocated to income	Revaluations, gains & losses	At 31 Mar 2023 £
Permanent Endowments						
Endowment fund capital	7,731,390					7,731,390
Unapplied total return	2,721,913	246,346	(176,956)	(193,365)	(522,656)	2,075,281
	10,453,303	246,346	(176,956)	(193,365)	(522,656)	9,806,671
Expendable endowments	9,495,327	1,698,184	(212,840)	(586,679)	(449,334)	9,944,657
Total Endowments	19,948,630	1,944,529	(389,796)	(780,044)	(971,990)	19,751,328

19. Analysis of assets/liabilities between funds

	Unrestricted funds £	Restricted funds £	Endowment Funds £	2023/24 Total £	2022/23 Total £
Group					
Investments	379,496	1,252,541	21,418,250	23,050,287	19,881,467
Investment property	-	-	1,000,000	1,000,000	500,000
Fixed and intangible assets	6,243	-	-	6,243	15,368
Long term debtors	-	58,400	-	58,400	64,320
Current assets excluding cash at bank and in hand	6,069	122,772	-	128,841	76,110
Cash at bank and in hand	250,749	1,212,460	-	1,463,209	2,245,756
Creditors: amounts falling due within a year	(46,127)	(1,508,169)	-	(1,554,296)	(714,022)
Creditors: amounts falling due after one year	-	(602,999)	-	(602,999)	(277,352)
	596,430	535,005	22,418,250	23,549,685	21,791,646

	Unrestricted funds £	Restricted funds £	Endowment Funds £	2023/24 Total £	2022/23 Total £
Charity					
Investments	379,496	1,448,065	13,218,226	15,045,786	12,520,805
Investment property	-	-	500,000	500,000	-
Fixed and intangible assets	6,243	-	-	6,243	15,368
Long term debtors	-	-	-	-	-
Current assets excluding cash at bank and in hand	6,069	120,586	-	126,655	74,124
Cash at bank and in hand	250,749	771,481	-	1,022,230	1,999,870
Creditors: amounts falling due within a year	(46,127)	(1,427,536)	-	(1,473,662)	(604,225)
Creditors: amounts falling due after one year	-	(567,018)	-	(567,018)	(239,352)
	596,430	345,578	13,718,226	14,660,234	13,766,590

Analysis of assets/liabilities between funds at the previous year end

	Unrestricted funds £	Restricted funds £	Endowment Funds £	2022/23 Total £
Group				
Investments	33,080	597,059	19,251,328	19,881,467
Investment property	-	-	500,000	500,000
Fixed and intangible assets	15,368	-	-	15,368
Long term debtors	-	64,320	-	64,320
Current assets excluding cash at bank and in hand	6,069	70,041	-	76,110
Cash at bank and in hand	458,871	1,786,884	-	2,245,756
Creditors: amounts falling due within a year	(36,950)	(677,073)	-	(714,022)
Creditors: amounts falling due after one year	-	(277,352)	-	(277,352)
	476,438	1,563,879	19,751,328	21,791,645

	Unrestricted funds £	Restricted funds £	Endowment Funds £	2022/23 Total £
Charity				
Investments	33,080	596,565	11,891,161	12,520,805
Fixed and intangible assets	15,368	-	-	15,368
Long term debtors	-	-	-	-
Current assets excluding cash at bank/hand	6,069	68,055	-	74,124
Cash at bank and in hand	458,871	1,540,999	-	1,999,870
Creditors: amounts falling due within one year	(36,950)	(567,275)	-	(604,225)
Creditors: amounts falling due after one year	-	(239,352)	-	(239,352)
	476,438	1,398,992	11,891,161	13,766,590

20. Related Party Transactions

UK Community Foundations provides membership services for UK Community Foundations. For these services £11,691 (2022/23: £10,770) was charged during the period. Andrew Tuggey was the Chair of of UK Community Foundations during the year. The amount due to UK Community Foundations at the year-end was £nil (2022/23: £nil).

During the year ended 31 March 2024, Community Foundation Wales awarded:

Charity	Total of grants awarded 23-24	Total of grants awarded 22-23	Trustee or member of staff
Ffin Dance, Abertillery	-	2,000	Andrew Tuggey

Andrew Tuggey is a trustee of Community Foundation Wales and the former Champion of Ffin Dance.

21. Pension schemes

The charity contributes to individual stakeholder pensions, and accordingly contributions to these schemes are accounted for on the basis of a defined contribution scheme. During the year ended 31 March 2024, the total employer contributions charged for these schemes amounted to £18,189 (2022/23: £17,869).

22. Company limited by guarantee

The charity is limited by guarantee; members' liability is limited to £1 on the winding-up of the charity.

23. Linked Charities

The Charity is sole trustee of, and therefore controls, the following charities:

Name	Charity number	Linked Number	Acquisition date
Montgomeryshire District Trust Fund	513855	1074655-5	31 August 2009
Montgomeryshire Intermediate & Technical Education Fund	525726	1074655-3	31 August 2009
Stanley Bligh Memorial Fund	525314	1074655-6	31 August 2009
Former Girls Grammar School Brecon	1074498	1074655-4	31 August 2009
Monmouthshire Further Education Trust Fund	1146059	1074655-7	1 April 2010
Rudbaxton Parish Education Fund	1145391	1074655-8	1 November 2010
Cardiff Citizens Charity	206549	1074655-9	1 November 2010
Education Trust for Cardiff Citizens	50665606	1074655-10	1 November 2010
Education Fund for Denbigh and Surrounding Area	1074655-1	1074655-1	31 March 2016
TJ Jones Memorial Fund	1074655-2	1074655-2	27 January 2020

These charities perform similar activities to the Foundation and have co-terminous year ends. The assets of in-year acquisitions have been transferred into the group at fair value as at the date the Foundation took control. All assets have been consolidated on a line by line basis at the year end. The place of business for all linked charities is England and Wales.

Montgomeryshire District Trust Fund	2023/24 Total £	2022/23 Total £
Investment income	12,808	12,061
Other income	-	-
Cost of generating funds	(3,512)	(2,415)
Charitable activities	(18,302)	(14,446)
Investment gains and losses	57,977	(25,732)
Net movement in funds	48,971	(30,532)
Assets	533,996	486,223
Liabilities	(3,000)	(5,700)
Net Assets	530,996	480,523
Unrestricted funds	-	-
Endowment funds	530,996	480,523
Funds	530,996	480,523

Montgomeryshire Intermediate & Technical Education Fund	2023/24 Total £	2022/23 Total £
Investment income	62,391	61,769
Other income	2,187	1,859
Cost of generating funds	(7,035)	(7,057)
Charitable activities	(25,042)	(68,594)
Investment gains and losses	111,228	(47,784)
Net movement in funds	143,729	(59,807)
Assets	1,760,480	1,640,627
Liabilities	(37,173)	(61,048)
Net Assets	1,723,308	1,579,580
Unrestricted funds	190,374	164,377
Endowment funds	1,532,934	1,415,203
Funds	1,723,308	1,579,580

Stanley Bligh Memorial Fund	2023/24 Total £	2022/23 Total £
Investment income	33,153	31,537
Other income	-	-
Cost of generating funds	(9,761)	(6,444)
Charitable activities	(72,347)	(49,630)
Investment gains and losses	148,930	(67,868)
Net movement in funds	99,974	(92,405)
Assets	1,369,757	1,255,361
Liabilities	(25,971)	(11,550)
Net Assets	1,343,786	1,243,811
Unrestricted funds		-
Endowment funds	1,343,786	1,243,811
Funds	1,343,786	1,243,811

Former Girls Grammar School Brecon	2023/24 Total £	2022/23 Total £
Investment income	7,163	7,031
Other income	-	-
Cost of generating funds	(2,248)	(1,574)
Charitable activities	(21,575)	(19,047)
Investment gains and losses	31,944	(15,552)
Net movement in funds	15,284	(29,143)
Assets	294,534	276,249
Liabilities	(10,500)	(7,500)
Net Assets	284,034	268,749
Restricted funds		-
Endowment funds	284,034	268,749
Funds	284,034	268,749

Monmouthshire Further Education Trust	2023/24 Total £	2022/23 Total £
Investment income	8,392	8,124
Other income	-	-
Cost of generating funds	(2,129)	(1,805)
Charitable activities	(3,612)	(17,915)
Investment gains and losses	38,281	(17,747)
Net movement in funds	40,932	(29,343)
Assets	355,783	316,352
Liabilities	-	(1,500)
Net Assets	355,783	314,852
Restricted funds	-	-
Endowment funds	355,783	314,852
Funds	355,783	314,852

Rudbaxton Parish Education Fund	2023/24 Total £	2022/23 Total £
Investment income	10,193	9,651
Other income	-	-
Cost of generating funds	(2,611)	(1,863)
Charitable activities	(5,464)	(13,588)
Investment gains and losses	46,455	(20,678)
Net movement in funds	48,573	(26,477)
Assets	434,002	387,429
Liabilities	(3,000)	(5,000)
Net Assets	431,002	382,429
Restricted funds		-
Endowment funds	431,002	382,429
Funds	431,002	382,429

Education Trust for Cardiff Citizens	2023/24 Total £	2022/23 Total £
Investment income	10,723	9,946
Other income	-	-
Cost of generating funds	(2,745)	(1,905)
Charitable activities	(5,691)	(6,216)
Investment gains and losses	48,871	(20,922)
Net movement in funds	51,157	(19,098)
Assets	453,961	403,803
Liabilities	(500)	(1,500)
Net Assets	453,461	402,303
Restricted funds		-
Endowment funds	453,461	402,303
Funds	453,461	402,303

Cardiff Citizens Charity	2023/24 Total £	2022/23 Total £
Investment income	4,118	3,813
Other income	-	-
Cost of generating funds	(1,045)	(706)
Charitable activities	(1,773)	(2,119)
Investment gains and losses	18,788	(8,003)
Net movement in funds	20,088	(7,015)
Assets	174,619	155,041
Liabilities	-	-
Net Assets	174,619	155,041
Restricted funds	-	512
Endowment funds	174,619	154,529
Funds	174,619	155,041

Education Fund for Denbigh and Surrounding Area	2023/24 Total £	2022/23 Total £
Investment income	26,033	24,378
Other income	-	-
Cost of generating funds	(6,983)	(4,716)
Charitable activities	(27,494)	(24,149)
Investment gains and losses	118,105	(51,728)
Net movement in funds	109,661	(56,214)
Assets	1,095,823	976,681
Liabilities	(9,480)	-
Net Assets	1,086,343	976,681
Restricted funds	-	-
Endowment funds	1,086,343	976,681
Funds	1,086,343	976,681

TJ Jones Memorial Fund	2023/24 Total £	2022/23 Total £
Investment income	59,432	55,594
Other income	-	-
Cost of generating funds	(12,195)	(7,154)
Charitable activities	(31,992)	(58,463)
Investment gains and losses	270,732	(113,955)
Net movement in funds	285,976	(123,978)
Assets	2,534,066	2,269,089
Liabilities	(27,000)	(48,000)
Net Assets	2,507,066	2,221,089
Restricted funds	-	-
Endowment funds	2,507,066	2,221,089
Funds	2,507,066	2,221,089

24. Reconciliation of income / (expenditure) to net cash flows from operating activities

	Note	2023/24 Total £	2022/23 Total £
Net movement in funds		1,758,039	544,085
(Gains)/losses on investments	11	(2,337,813)	971,990
Net investment income and bank interest repayable	3	(588,816)	(524,794)
(Increase) / decrease in debtors	13	(46,812)	93,635
Increase in creditors	14	1,165,921	419,752
Donation of fixed assets	10	(500,000)	-
Add back depreciation and amortisation	10	9,125	9,125
Transfer of investments		(97,636)	-
Net cash inflow/(outflow) from operating activities		(637,992)	1,513,793

25. Comparative consolidated statement of financial activities

	Note	Unrestricted funds As Restated £	Restricted funds £	Endowment funds As Restated £	2022/23 Total £
Income and endowments from:					
Donations and legacies	2	256,026	78,550	1,467,653	1,802,230
Income from investments	3	5,778	42,140	476,877	524,794
Charitable activities					-
Grantmaking	4	-	1,838,950	-	1,838,950
Other income					
Total income		261,805	1,959,640	1,944,530	4,165,975
Expenditure on:	5				
Costs of raising funds					
Fund development and donor care		157,750	7,246	-	164,996
Core grants		10,020	2,070	-	12,090
Investment income		15,627	-	58,992	74,619
Charitable activities					
Grantmaking		222,124	2,050,274	-	2,272,398
Promoting philanthropy		117,514	8,282	-	125,796
Total expenditure		523,035	2,067,872	58,992	2,649,898
Net income/(expenditure) before gains and losses on investments		(261,230)	(108,232)	1,885,538	1,516,076
Net gain/(loss) on investments		-	-	(971,990)	(971,990)
Net income/(expenditure) for the year		(261,230)	(108,232)	913,548	544,086
Transfers between funds		330,804	780,044	(1,110,848)	-
Gain on revaluation					
Net movement in funds		69,574	671,812	(197,300)	544,086
Reconciliation of funds					
Fund balances brought forward		406,865	892,067	19,948,629	21,247,560
Fund balances carried forward		476,439	1,563,879	19,751,328	21,791,646

Newid Bywydau Gyda'n Gilydd

Changing Lives Together

THE COMMUNITY FOUNDATION IN WALES

England & Wales - Charity number 1074655

Accounts

Sefydliad Cymunedol Cymru

Community Foundation Wales

Changing Lives Together

2022-23

Helping to strengthen communities and create equality and opportunities for all

Trustees Annual Report and Accounts

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Croeso

I am pleased to introduce this year's annual review showcasing the work of Community Foundation Wales.

It has been another turbulent year, as the situation in the Ukraine continues with no end in sight and the effect it has had on world economies, including our own.

We have also seen the economic situation affect most families in one way or another and, for the charity sector, this cost of living crisis has been at the centre of their minds.

As families face increased hardship, they are turning in larger numbers than ever for support from groups in their local area for help to put food on their table and keep warm.

"As families face increased hardship, they are turning in larger numbers than ever for support from groups in their local area for help to put food on their table and keep warm."

Yet these groups are themselves struggling with unexpected, higher costs that are a threat to their own existence. So our role, to connect philanthropists with local charities and community groups has, yet again proven to be crucial in helping Welsh communities through this crisis.

Over the last year, we have developed a number of new high profile programmes to bring in additional new funds to the Welsh charity sector and have been working with partners who, like us, are committed to building stronger communities in Wales.

We want our communities to be at the centre of our work and welcome their input into how funds are created and used. We are particularly pleased that we have been able to harness and encourage community philanthropy, having received donations from the public for both our Nation of Sanctuary Croeso Fund and Our Communities Together - a cost of living crisis appeal.

I want to say a big thank you to all who support our work, whether they be donors, funders, trustees, staff, ambassadors, Friends, Connect members, Welsh Government and many more. Through your generous help and support, Community Foundation Wales continues to go from strength to strength in building sustainable funding for Welsh communities both now and in the future. A particular thank you goes to Nigel Annett, my vice Chair, who retires after 8 years as a Trustee of Community Foundation Wales. His hard work and enthusiasm will be sorely missed.

Diolch yn fawr

Alun Evans

Chairman, Community Foundation Wales

Who we are

For over twenty years, Community Foundation Wales has been supporting charities and community groups with funding to strengthen communities across Wales. We work with our generous supporters to reach the people most in need and help to create equality and opportunity in Welsh communities.

Our Mission

We inspire people to give, help Welsh communities to thrive and change lives together.

Our values are embedded in everything we do:

We are good partners

We care about the people we work with

We make a difference

We align what we do with national and global goals:

Welsh Government Well-being of Future Generations (Wales) Act 2015

A resilient Wales

A more equal Wales

A healthier Wales

U.N Sustainable Development Goals (SDG)

Our year in numbers

Success rate of applicants

51%

Number of groups supported

441

Average grant amount

£4,731

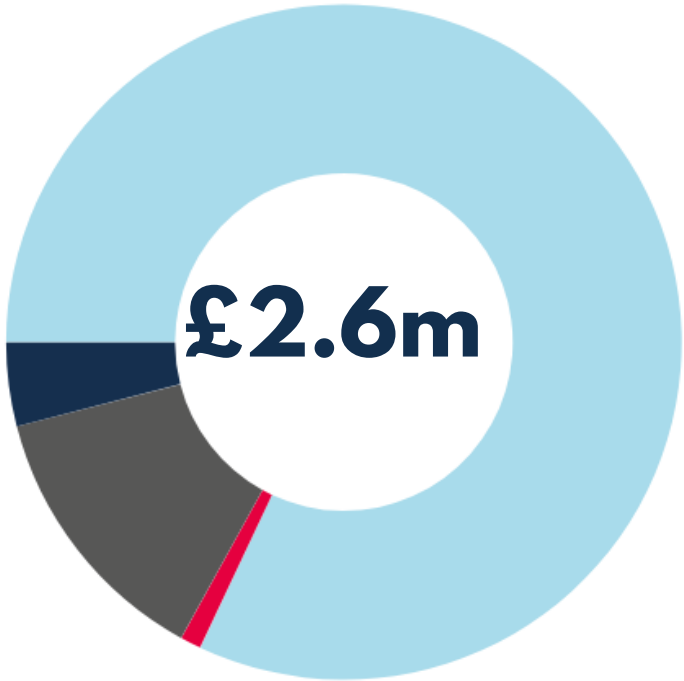
Total endowment

£20,008,484

Total income

£4,165,974

Total expenditure



82%	Grants
13%	Staff related costs
1%	Office overheads
4%	Other direct costs

We...
are good partners

Partnership is at the very core of our work. Building connections that help to strengthen communities, connecting supporters with community causes across Wales, creating resources that make lives better.

As well as being a core value for Community Foundation Wales, it is an integral part of how we work.

In responding to some of the most pressing issues facing communities in Wales this year, the development of strong partnerships has been a key factor in our success and progress.

This has led to us working with businesses, individuals, charity funders and government.

As a result, we have been able to generate and distribute new funds to help communities respond to the cost of living crisis and to extend a welcome to people seeking sanctuary in Wales.

Partnering to respond to the cost of living crisis

The Cost of Living crisis has made life difficult for most families during this year. And when times get difficult, people tend to look to the voluntary sector for help.

But what happens when those charities and community groups are themselves struggling to survive?

Having identified the challenges facing the voluntary sector in Wales, we got together with the media company Newsquest to put together a response to the crisis.

Working with Regional Editor Gavin Thompson, we shaped a campaign to encourage support from businesses and supporters across Wales. This led to the launch of Communities Together – A Cost of Living appeal which was launched in February 2023.

Welsh Government Minister, Jane Hutt, soon announced a £1m donation to the fund, recognising how important it was in not only helping the sector, but building a community response to the crisis.

Our funding partners stepped in by encouraging donations by providing a match-funding pot – turning every pound donated into £2.

Thanks to Waterloo Foundation, Moondance Foundation and Steve Morgan Foundation for their valuable support.

We are also grateful for generous donations and support from Welsh businesses including NatWest Cymru, Wind 2 Ltd, Welsh Water and Dragon Taxis.

Newsquest continue to be valuable partners to the campaign, making community groups aware of the grants available through their titles.

A Nation of Sanctuary

As Wales moved to support people seeking sanctuary from the war in Ukraine, we were already planning a new fund to receive public donations from public and businesses to help families arriving here.

We launched the Nation of Sanctuary Croeso Fund to support the charities and groups that work with people seeking sanctuary.

We recognised that the issue is a long term one, and have established an endowment fund to ensure there is sustainable long-term funding available for the sector in this field.

Welsh Government were important supporters for the fund, announcing a £1m donation. We also received valuable support from the Gwendoline and Margaret Davies Fund and Moondance Foundation. Donations came in large and small, with every pound as valuable as the other.

We continue, as members of UK Community Foundations and Association of Charitable Foundations, to work with UK funding partners and to offer grants programme solutions in Wales. Our membership also enables us to raise awareness of needs in Wales and to learn and share best practice to ensure our services continue.

Revitalising Trusts

Our work to revive dormant charitable funds in Wales continues to release much-needed funds.

The Charity Commission, working alongside ourselves, UK Community Foundations and Welsh Government, announced that £1m of funds have so far been unlocked.

This programme has enabled the release of much-needed funds into community activity across Wales, most of it through organisations that before now had not been using their charitable resources but have committed to an action plan.

Some of the funds will be coming across to Community Foundation Wales for use in specific grant programmes or to be included in our Fund for Wales.

Speaking in Cardiff, Charity Commission CEO Helen Stephenson said:

"As we face a cost-of-living crisis, we must ensure charitable funds are used to their full potential to help improve as many lives as possible and strengthen communities during these challenging times.

Working with Community Foundation Wales, we have helped direct funds to a number of charitable causes locally, including food banks, an education fund and a domestic abuse awareness programme."

Trust and Foundations Report

Ensuring fairness in the distribution of UK funds is a key concern for the sector.

Through our connections with other trusts and foundations, we have been working to encourage a better understanding of the unique needs of the Welsh sector.

In March we launched a report highlighting the findings of a work programme to better understand the challenges faced by Welsh third sector groups – and why Wales fails to attract its fair share of funding.

The work was completed with the support and funding of our partners the National Lottery Community Fund, Pears Foundation, Moondance Foundation and individual philanthropists.

The Foundation's Director of Programmes Andrea Powell spoke at an event with funders in London to highlight the important messages in the report.

> **"Our intention is to share this report more widely with Trust and Foundations and infrastructure bodies, to raise awareness of the barriers and encourage improved advice and guidance to support groups that are looking to work in partnership with others to strengthen the projects they are running in their local communities."**

We...
care about the people we work with

Listening to the needs of communities

As well as delivering our core grants programmes, this year saw us work differently in our approach to grant-making, due to being gifted some funds to support recovery from the pandemic.

It was important to us to distribute this funding where it would have the most impact and to those minoritised sectors of society that had been most severely affected. Our research highlighted these sectors to be older people, people with disabilities and people from Black, Asian and minority ethnic backgrounds.

To ensure the programmes we created were fit for purpose, accessible and able to meet the needs of the groups supporting these people as well as the people themselves, we distributed surveys and consulted with key partners working in these fields and we spoke with people directly affected by these issues.

Our learning helped us understand the need to focus funding on projects addressing issues such as isolation, reduced incomes, barriers to communication such as IT literacy and connectivity, language and culture.

Diverse and representative panels

We've worked hard this year to ensure our panels have a stronger representation of people with expertise in a range of diverse backgrounds alongside people with lived experience.

Panel members go through an induction process and our staff team have undertaken training on unconscious bias, to ensure that we are being fair and inclusive to all applicants.

More support for grantees

We have been working to strengthen charities and community groups across Wales for over 20 years. This support was especially important throughout the pandemic and we are seeing an ever increasing need for this assistance.

To help with this we've worked to further develop our Grants Toolkit, to support groups whenever they are looking to write their applications, such as outside of office hours, when our team is unavailable.

We've written it from the perspective of our applicants, including jargon busters, signposting and good practise, as well as what we look for when we are assessing applications.

We know that others may want to ask questions or talk through their project ideas, so we have ensured that our Grants Team is more accessible. Groups can now book a call with our Grants Officers, by telephone or via video, and our Grants Officers will call you so there's no cost to our applicants.

We are really proud of the impact this small change has made, both to our Grant Officers, who really enjoy chatting to groups and to applicants who tell us they feel better heard and better supported.

Supporting people seeking sanctuary in Wales

Wales is a country that prides itself on the notion of Croeso (our welcome). It's deeply embedded in our sense of community, to take in and support those that need a bit of help in their time of need.

The idea for the Nation of Sanctuary Croeso Fund started when it was identified that people fleeing the war in Afghanistan and arriving in Wales needed a lot more support than was being provided.

We were in the process of setting up this fund when war broke out in Ukraine and it became clear that the support needed was going to be much more than originally envisaged.

The fund was established after a thorough listening process and has been shaped by the views of the charities working in this sector and the people who they support. So far the fund has awarded over £450,000 in grants to charities, community groups and organisations supporting people seeking sanctuary in Wales.

Helping communities through the cost of living crisis

The cost-of-living crisis has impacted us all and none more so than those living in poverty that had already suffered and were continuing to suffer the devastating effects of the Coronavirus Pandemic.

The cost-of-living crisis saw inflation reach an all-time high in October 2022. As the prices of fuel and food soured, we were hearing heartbreaking stories of families struggling to heat their homes during the winter months and parents going without meals to ensure their children were fed.

Those same costs were affecting the groups we support, meaning that a grant given the previous year was unlikely to go as far, groups were likely to have to offer reduced services or find additional sources of income to support their work.

To respond to these increasing needs we launched Our Communities Together – A Cost of Living Crisis Appeal with partners Newsquest. The grants from this appeal would then support charities and community organisations across Wales to help those most affected by the cost of living crisis.

We undertook further research and consultation to understand how we could distribute funding that would have the most effective outcomes.

We wanted to provide funding that was more than just a 'sticking plaster', funding that would support groups to build resilience in their communities for the longer term.

We created partnerships to help us to develop and shape this thinking into a future fund that will ensure that the organisations supporting those most in need can keep doing so now, and in the difficult months and years to come.

We...
make a difference

Through partnerships and supporting grassroots groups and projects, we make a difference in communities across Wales.

In the last year, we have:

Developed strong partnerships

with Welsh Government and corporate businesses such as the Principality Building Society, to bring more money into Welsh communities.

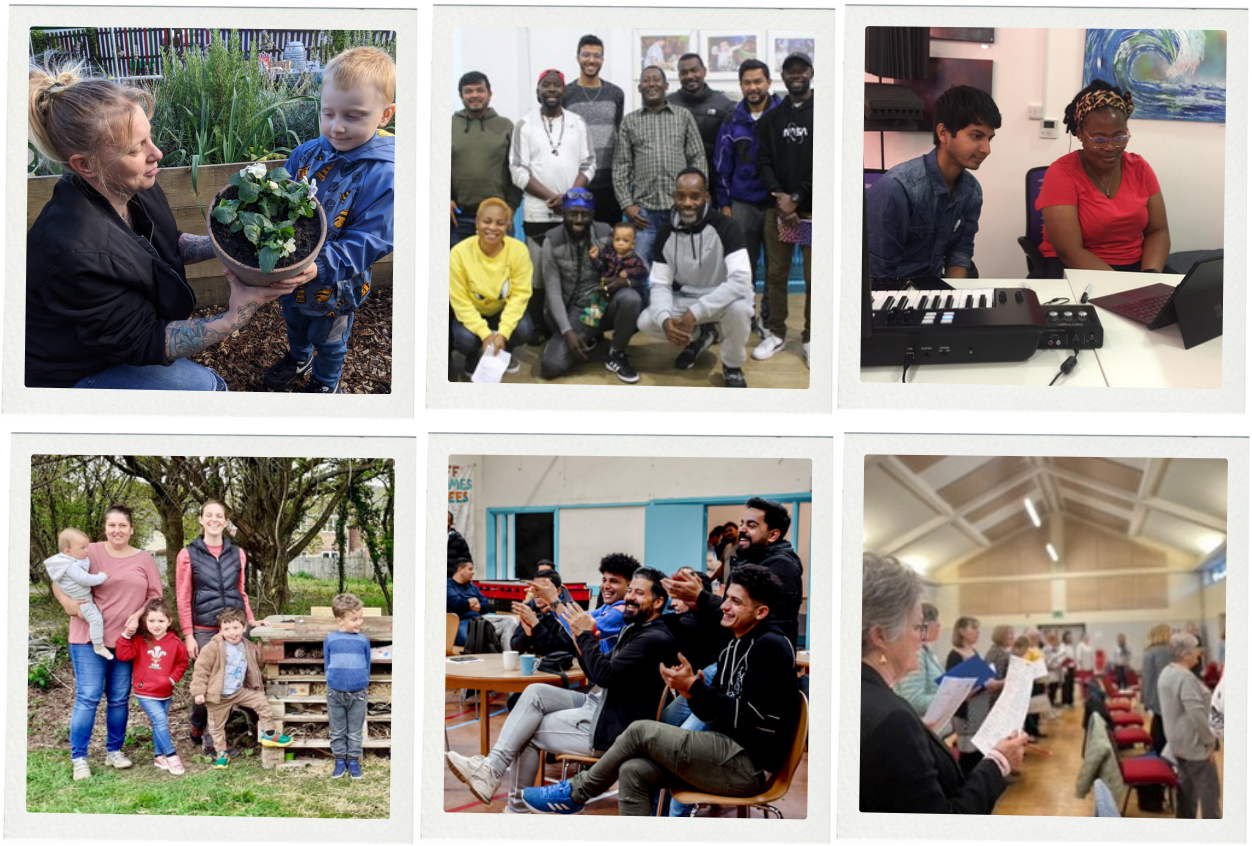
Followed an ethical investment strategy

that ensures strong growth of our investment whilst safeguarding our planet and our future generations.

Maintained strong lines of communication

with our stakeholders - Donors, supporters, grantees and applicants via newsletters and reports to ensure they are up to date and fully informed on challenges and opportunities arising that may be of interest.

A big thank you



We are proud to distribute funding into Wales but it is the hard work of our grantees that truly makes the difference to the lives of individuals, families and local communities across Wales.

It's important that we pay tribute to the 42,000 charities, community groups, community interest companies, social enterprises and not for profit companies and the army of volunteers that work tirelessly, often with very little, to improve the lives of those around them.

Thank you for everything that you do.

A tangible difference

On the following pages you will find stories about just a few of the grassroots projects we have supported that are having a real impact in their local community.

Creating a sense of belonging

UARE UK provide practical and emotional support to help asylum seekers and refugees.

They received a grant from the Nation of Sanctuary Croeso Fund towards funding a number of new initiatives to welcome and support refugees and asylum seekers in the Wrexham area.

UARE UK's No More Missing Out Fund was set up to provide opportunities for children of asylum-seeking families to have the same experiences as their peers, helping them to fit in and feel a sense of belonging. It has already helped to fund trips to the seaside, zoo and cinema for families who would otherwise not have the opportunity to visit these places.

Regular art and craft sessions have also been set up for children to help them cope with the trauma they have experienced and to support their emotional wellbeing and mental health. Since these sessions do not rely on language, they are inclusive and have proven a good way for children of newly arrived refugees and asylum seekers to integrate and make friends.

The support and opportunities provided by UKARE UK has helped many children and their families to work through some of the trauma they have experienced, enabling them to make new memories and build new connections.

> **We have a place to come now to be with other people and feel part of something.**
>
> **I feel my children are supported and people care.**

Building confidence through basketball

Tribal Basketball brings basketball to the community and helps to raise the profile of the sport across Wales.

Delivering sessions for all ages, they focus on making basketball fun, inclusive, and engaging for everyone.

Following the Covid-19 lockdown, Tribal Basketball saw a huge increase in children wanting to participate in the sport and become more active. They received a grant from the Made by Sport 'Clubs in Crisis' Fund to purchase kits for children to use in tournaments and to buy equipment to help deliver more comprehensive training sessions.

Through our support, Tribal Basketball have been able to offer opportunities for children who otherwise would not have been able to take part in the sport. Providing kits for the children has helped them to gain a sense of togetherness and belonging to the club, improving both their physical and mental wellbeing.

> **"Wearing a kit with my team mates really makes me feel part of a team and we work together to play the best we can."**

Connecting through song

The Oasis One World Choir (OOWC) aims to connect people seeking sanctuary in Cardiff through song, movement and conversation with the wider community.

The OOWC has provided a lifeline for a diverse group of refugees and asylum seekers representing over 30 nationalities, many of whom are faced with restarting their lives in a new country and language.

OOWC received funding towards their Sanctuary Voices and Grooves project to help increase opportunities for more people to take part in their singing, songwriting, dance and movement workshops.

They have been able to use the language of music to transcend the barriers faced by refugees and asylum seekers, and being a part of the choir has allowed them to make new friends and build a community together.

> **You can feel the magic as you walk into the room, a pocket-sized battery of songs and rhythms from around the world.**
>
> **Different languages and cultures – it's electric. The world coming closer**

Connection and togetherness in the local community

Hope St Mellons began in 2018 with local people coming together to offer projects and activities that would build community and create opportunities.

In 2020, the Covid pandemic exposed both the vulnerabilities and strengths of the local community.

IIn order to fill the gaps and build on the strengths, they received funding from the Wales Respond and Recover Fund to employ a co-ordinator to oversee and support the growing range of volunteer-led programmes, projects and activities.

Since doing this they have developed a volunteer programme and doubled their volunteer team to 38. This increase in volunteers has helped them to launch a number of new initiatives including St Mellons Pantry, Step Out Scholarship Programme and a Gardening Club.

Employing a co-ordinator has also enabled them to look to the future and develop a longer-term fundraising strategy to support ever growing core costs.

> **I have loved being part of Hope St Mellons – it has really made me feel so much more connected to my community.**

The year ahead

Community Foundation Wales is here to support community groups today and for the future. To do that, we build endowment funds that we know will generate sustainable charitable funds way into the future. We have an ambitious growth plan to help meet the needs of communities in Wales:

Growth strategy to £30m

Grow endowment - Revitalising Trusts

We will work with UK Community Foundations and the Charity Commission, with support from Welsh Government, to revitalize dormant charitable trusts in Wales.

Build 'Connect' networks, grow Friends and referral partners

We will build our support networks, helping to raise awareness and make valuable connections.

Charitable Investment Funds

We will continue to work with charities in Wales to support them with their long-term investments, sharing our expertise as an endowment-based organisation.

Funding to meet needs

Listen before we shape funds

We will engage and listen to potential beneficiaries to help us shape our funding programmes.

Priority is core and long term funding

We will encourage donors to channel funding into core and long term funding.

Improve experience of grantees

Our grants team will offer 1:1 meetings and workshops to support potential grantees ahead of applications.

Understand the difference we make

Measure impact

We will launch an impact framework to help monitor our impact and inform future funds.

Research community needs

We will continue to build insight of what our communities need from us.

Storytelling

We will share stories of our impact, to highlight good practice, the needs of communities and to encourage more support.

Our Trustees

The Trustees of Community Foundation Wales have been recruited from across Wales. They have a variety of backgrounds and expertise and are ultimately responsible for the affairs of the charity.

Community Foundation Wales has a main board which is supported by four committees (Finance, Risk and Investment; Forward Planning and Development; Governance and Grants), along with any task and finish groups which may be established.

The committees and full board meet on a quarterly basis. The rate of attendance at our board meetings was 78% (down from 84% last year) and the attendance at our committee meetings was 82% (up from 75% last year).

Key responsibilities of the Board:

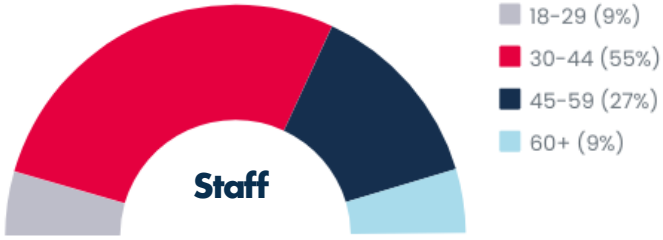
- to approve a five year rolling Strategic Plan, to keep it under regular review and to amend it as appropriate
- to approve the Annual Business Plan
- to monitor quarterly performance against the Business Plan
- to approve the annual budget and monitor quarterly financial performance against the budget
- to approve the investment strategy and keep under regular review
- to approve the audited accounts annually
- to approve and regularly review policies, a mission/vision statement, a statement of values and a quality framework
- to monitor compliance with the policies, the mission/vision statement, the statement of values and the quality framework
- to monitor external relations, public relations, public image, relations with the media and Community Foundation Wales' website
- to recruit suitable new Trustees
- to approve a policy for the induction, on-going training and retention of trustees
- to appoint or elect officers of the Board
- to identify major risks, and to put in place arrangements for mitigating their effect
- to monitor communications between the Board, the Chief Executive and the staff of Community Foundation Wales
- to recruit, appoint and, if necessary, dismiss the Chief Executive
- to agree the Chief Executive's remuneration
- to ensure the maintenance and integrity of the corporate and financial information included on the company's website.

Equality, diversity and inclusion

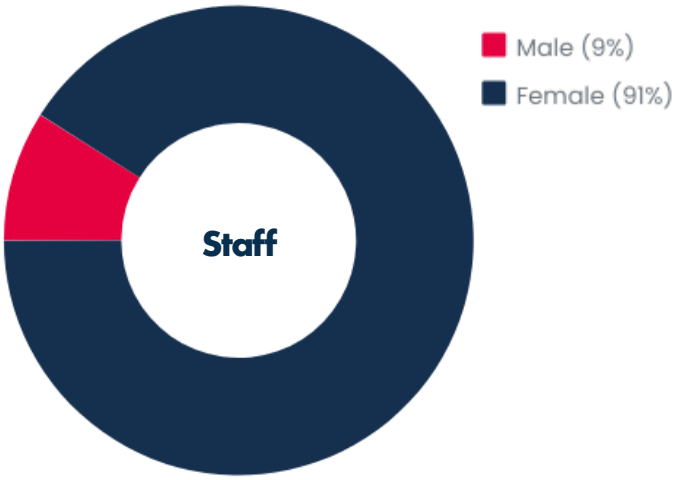
Community Foundation Wales continuously seeks to ensure we are as representative as we can be of the communities we serve, through our staffing and board Trustees.

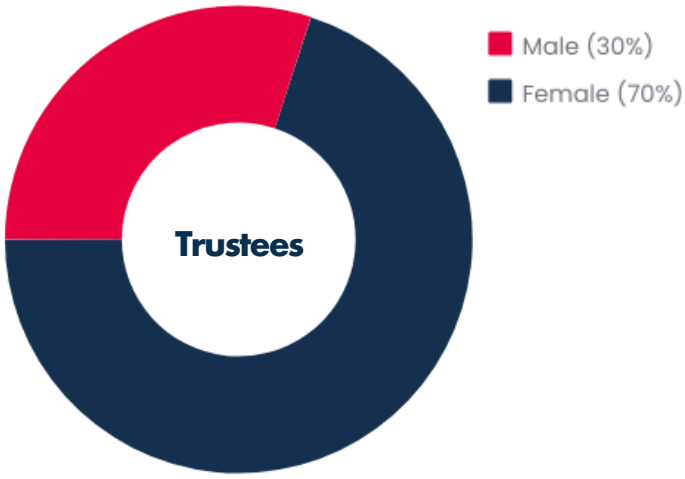
Below are statistics relating to the age, gender, ethinicity and Welsh language skills of our staff and Trustees.

Age

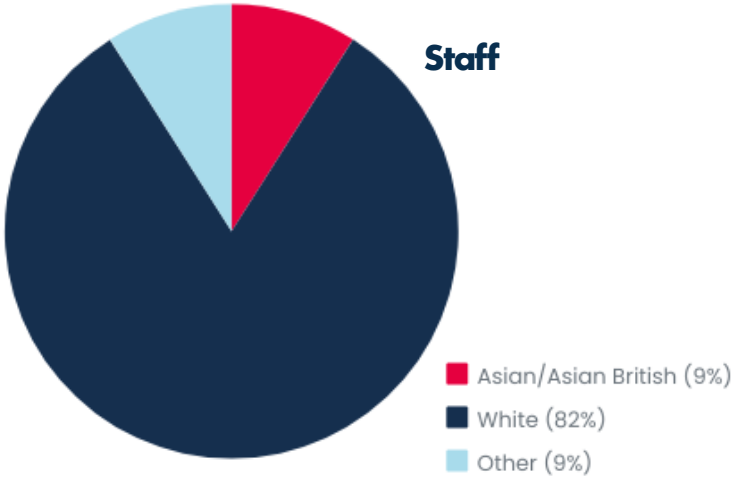


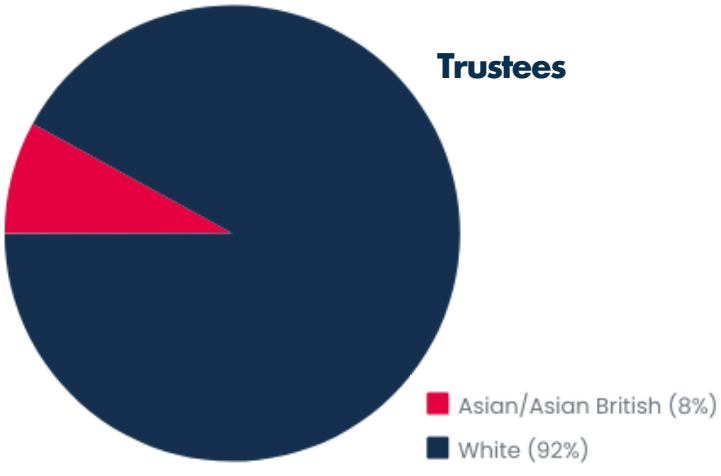
Gender





Ethnicity

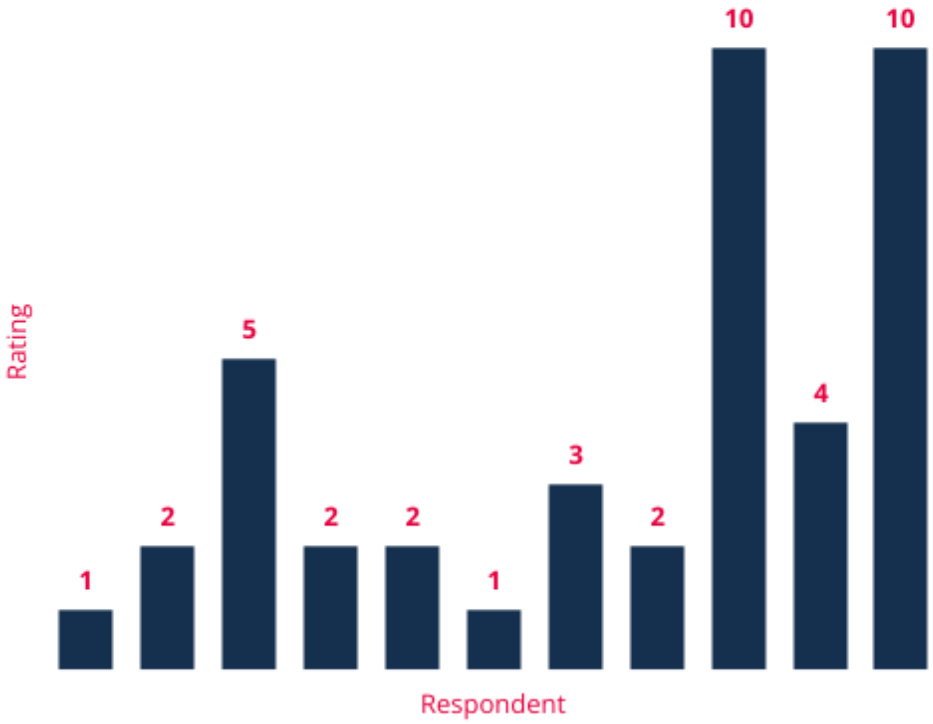




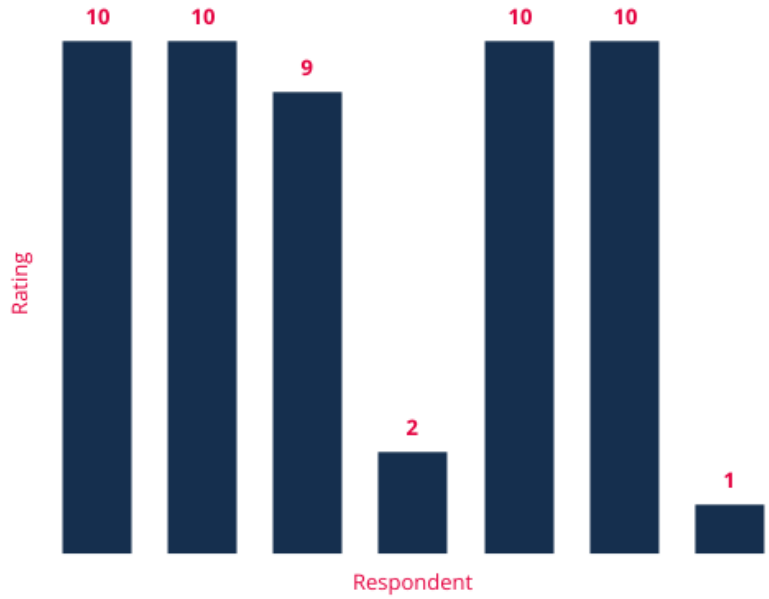
Welsh language skills

We asked our staff and Trustees to rate their own ability to understand Welsh, with 1 being the lowest rating and 10 the highest.

Staff



Trustees



Financial review

Overview

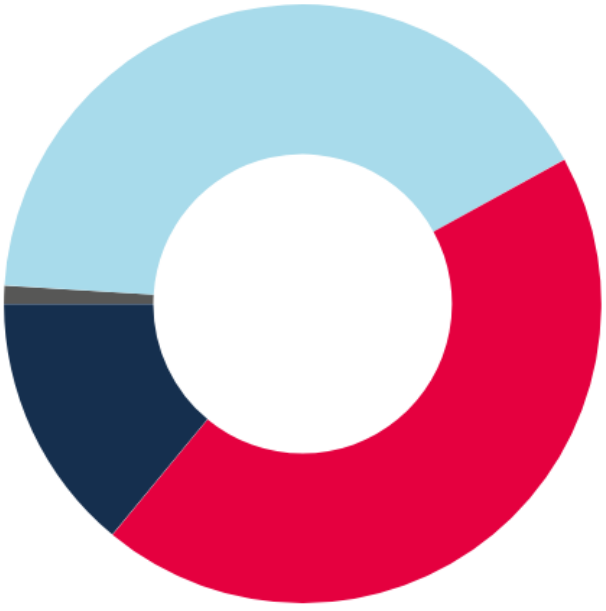
- The net assets of Community Foundation Wales are valued at £21.8m, an increase of £0.6m on the prior year. After the sudden drop in the markets in March 2020 due to Covid-19, there was a robust recovery during the following year which stabilised somewhat throughout 2022/23.
- New endowment money of £1.5m was received.
- Income of £4.2m, £262k of which was designated for the Foundation's core operational costs and was generated from promoting and managing philanthropy (44%), core grants (1%) and other earned income, including donations (55%).
- Expenditure of £2.7m of which £2.3m was spent on over 571 grants to different organisations and individuals.
- Charitable activity expenditure was £2.4m and represents 89% of total charitable expenditure.
- Unrestricted end of year reserves of £351k, which is greater than target range but will reduce in the coming year as less income is anticipated.

Income

Income of £4.2m of which £1.8m was received from donations, £1.5m consisted of new endowment.

Income and dividends from investments was £525k. This is an increase on the previous year following the trend of further positive investment growth in 2022/23.

Charitable activity income of £1.8m is for grant-making from immediate impact restricted funds and is an increase of £0.7m on the prior year.



42% Donations

1% Core grants

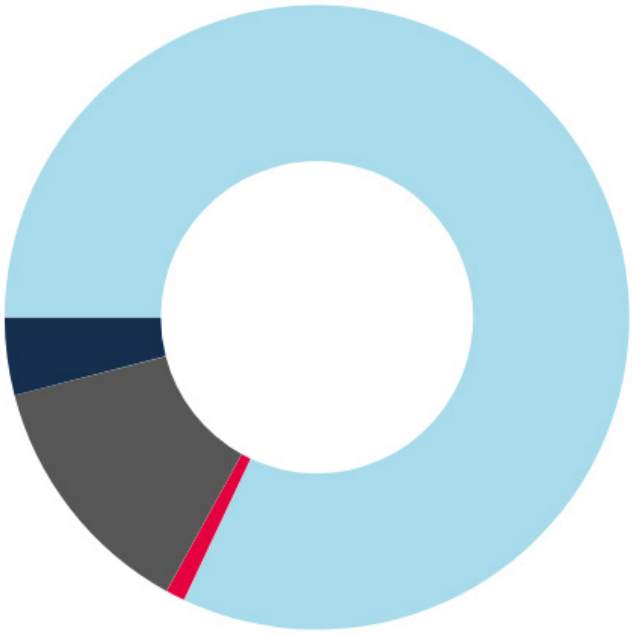
44% Income from charitable activities

13% Investment income

Expenditure

Expenditure of £2.7m, of which £165k was spent on developing new funds and looking after our existing fundholders, £12k was spent on securing core grant income and £78k on managing our investment portfolio to develop returns for grant-making, £62k of this was for the direct costs of the investment managers.

Charitable activity expenditure was £2.4m of which £2.3m was spent directly on grants to over 571 projects.



77% Grants

16% Staff related costs

1% Office overheads

5% Other direct costs

Investments

Community Foundation Wales' Finance, Risk and Investment Committee holds delegated responsibility from the Board of Trustees for overseeing all financial, investment and risk management aspects of Community Foundation Wales, including monitoring the investment strategy and evaluating investment managers' performance.

Meeting quarterly, the Finance, Risk and Investment Committee monitors and scrutinises the investment performance. This is also constantly reviewed and analysed monthly by the executive team which liaises regularly with our investment managers to update our asset allocation and other investment considerations. Our investment managers make a formal presentation to the Finance, Risk and Investment Committee at least once a year, during which performance, strategy, market conditions, and policy updates are reviewed.

To offer an endowment fund grant-making capability that increases with inflation, Community Foundation Wales' investment strategy is to maintain the real value of both its capital and the funds available for charitable purposes over an economic cycle through a diversified portfolio of securities within an acceptable risk profile.

Further diversification is achieved by spreading the investments across two investment managers. Community Foundation Wales has a discretionary investment portfolio with Brewin Dolphin and pooled fund holdings with CCLA. Each endowment fund has a percentage share of the combined manager portfolios that is adjusted every time capital is added or withdrawn. Community Foundation Wales' ethical investment policy means that the portfolio will have no significant direct investment exposure to tobacco, arms, pornography and gambling.

Community Foundation Wales operates a total return approch to managing the investment portfolio. Each year the trustees review the requirements from each fund, taking into account the needs of beneficiaries, expectations of fundholders and historic investment performance.

The trustees set a maximum recommended distribution amount for each fund. This recommended distribution amount is a nominal amount. It is only officially designated as income as and when it is needed to meet expenditure requirements.

Community Foundation Wales still maintains a modest income flow which is designed to assist with meeting cashflow requirements. Cash will be withdrawn from the endowment funds to cover the admin fees and to enable grant-making.

During 2022/23 the trustees recommended an average distribution figure of 5% of the value of the endowment on 30 September 2021, except in specific cases where funds required higher or lower distribution amounts to meet community needs and/or fund holder requirements.

Community Foundation Wales complies with the specific guidance from the Charity Commission regarding permanently endowed funds. The charity manages 12 funds which are considered to be permanently endowed, totalling £9.8m as at 31 March 2023 (see note 18). The initial value of the permanently endowed trust for investment was established as 1st April 2012. For permanently endowed trusts established after this, it is the date the fund was established.

Community Foundation Wales has one investment property that is leased out until 2035. A reserve for maintenance costs over the life of the lease that fall to Community Foundation Wales as landlord was established in 2011 and is currently valued at £79.8k. Community Foundation Wales' single investment property delivered a gross yield of 8.9%, 1% of this relates to historic rent from 2015 which is being paid off in annual installments.

The net assets of Community Foundation Wales at 31 March 2023 are £21.8m. Of this, £20.4m comprises investments, which consist of an investment property valued at £500k and an investment portfolio valued at £19.9m.

The value of the investments decreased by £0.5m, as a result of the turbulent economic climate over the past 12 months.

The funds are managed by two investment managers, Brewin Dolphin who manage a segregated investment portfolio worth approximately £14.3m and CCLA who manage the remainder of the portfolio, valued at approximately £5.6m.

Reserves Policy

The aim of the Trustees of Community Foundation Wales is to hold reserves to mitigate any significant drop in income levels. Trustees believe this should be a prudent minimum so as to maximise our grant-making funds.

The board recognises the need to grow endowment levels to a critical mass in order to provide a sustainable source of future income, not affected by new contracts or funding cycles.

The current target is £30m, which would provide enough to cover the running costs of the Foundation at current levels. If income levels are not sufficient to cover running costs, we need a plan to ensure the continued operation of the foundation in the short term.

To address this concern, we have developed the following reserves policy. For the purpose of the policy neither expendable endowments nor restricted reserves will be included in total.

The board has set a level of £270k to be held in unrestricted reserves, this would give the foundation time to find alternative funding or to scale down expenditure to sustainable levels.

At the end of the current financial year, the reserves are £351k which exceeds the reserves policy however the forecast for 2023/24 is such that a proportion of these will be used, hence reducing the balance closer to the reserves policy level.

Objectives and activities

Charitable objects

Community Foundation Wales' charitable objects, as outlined in our Articles of Association, which were adopted on 24th March 2012, (and previously contained in the company's Memorandum of Association) are:

- the promotion of any charitable purpose for the benefit of the community in Wales including the advancement of education, the protection of good health, both mental and physical, and the relief of poverty and sickness and other exclusively charitable purposes which are beneficial to the communities in Wales;
- other exclusively charitable purposes in the United Kingdom and elsewhere which are, in the opinion of the Trustees, beneficial to the community with a preference for those in the area of benefit.

Mission and Vision

Mission: To strengthen and enrich local communities across Wales by inspiring and managing philanthropy.

Vision: A Wales with a thriving voluntary and community sector, where local people lead projects and have the financial resources to develop their own solutions based on need.

Charitable activities

Promoting philanthropy and grant-making are Community Foundation Wales' principal charitable activities, representing the two sides of Community Foundation Wales' core purpose, that of encouraging charitable giving and investing in communities.

Public benefit

The Trustees of Community Foundation Wales, having reviewed the Charity Commission Guidance, demonstrate public benefit in a number of ways:

- our aims cover permitted charitable purposes;
- our key charitable objectives (promoting philanthropy and grant-making) benefit the grant recipients and their communities through financial support to deliver a range of activities which strengthen communities;
- grant-making, free to beneficiaries, is collaborative (e.g. through working with local Panels to recommend decisions on which projects to fund), and inclusive (e.g. through our grants policy which outlines our transparent, straightforward and clear grant criteria);
- the impact of our grants is demonstrated through monitoring and reporting, as some of the examples featured here show;
- raising the profile of philanthropy, needs and our grant-making supports and celebrates civil society;
- initiatives such as the Fund for Wales and philanthropy events promote charitable giving.

Structure and governance

Governing document & legal status

Community Foundation Wales is a Charitable Company limited by guarantee registered as Community Foundation in Wales. The Charitable Company was established under a Memorandum of Association dated 19th November 1998 and is governed under its Articles of Association. Following a comprehensive review, new Articles of Association were adopted on 24th March 2012.

Community Foundation Wales is registered with the Charity Commission (registered charity number 1074655). It has the power to receive funds for donors and other contributors and make grants to eligible individuals and communities in support of charitable activities in and for Wales. Community Foundation Wales is also a registered company number 03670680.

We publish our audited accounts on an annual basis along with our annual report.

Membership

In the event of the company being wound up, Members are each required to contribute an amount not exceeding £1. The Members comprise the current Trustees.

Board recruitment, induction and development

The Directors of the company are also charity trustees for the purpose of charity law and, under the company's Articles of Association, are known as Members of the Board of Trustees.

A Board Committee, called the Governance Committee, has a broad remit which includes ensuring that the charity has the appropriate trustees to lead Community Foundation Wales' achievement of its rolling five year strategic vision and longer term ambitions. Terms of office, clear roles and responsibilities, Committee Terms of Reference, and a Trustee Development Plan are all in place.

The induction programme for new trustees includes: familiarisation meetings; a Trustee Handbook; visiting funded projects; staff briefings; and attendance at events and Foundation activities. Each trustee also sits on a Board Committee.

In order to achieve our ambitions, Community Foundation Wales' Trustees are committed to learning from examples of best practice from across the community foundation membership and beyond.

Community Foundation Wales renews, invigorates and inspires its Trustees, who bring a strong breadth of skills and expertise to bear on decision-making and planning.

Wider network membership

Community Foundation Wales is a member of UK Community Foundations (UKCF). The role of UKCF includes: representing and raising the profile of community foundations across the UK; the negotiation and management of UK-wide grant programmes; technical assistance; and the provision of a range of member services including a national conference, formal and informal training, and enabling sharing and learning across the network. UKCF underpins the work of the movement, and Community Foundation Wales is proud to be a member. One of our Trustees is Chairman of the board of UKCF.

Quality accreditation

A further significant benefit of being a member of UK Community Foundations is the expectation that all community foundations maintain their quality accredited status which is re-accredited every three years. Community Foundation Wales was successful in reaching the exacting standards following our submission and interviews in April and May 2021.

Organisation governance and structure

During 2022/23 Community Foundation Wales had 13 Trustees on its Board.

The Company Secretary (the Chief Executive) attends Board meetings but has no voting rights.

Community Foundation Wales has a President (Captain Sir Norman Lloyd-Edwards).

HRH the former Prince of Wales is Patron of the Fund for Wales, of which former Trustee and former Chair of the Wales Council for Voluntary Action, Peter Davies, and internationally renowned harpist Elinor Bennett (Lady Wigley), are Ambassadors.

The Board's Committees are reviewed each year ensuring that Community Foundation Wales has an appropriate committee structure to enable it to deliver its objectives.

Committees operating in this financial year were:

1. Grants committee, which approves grants on behalf of the Board. This year the Grants Committee monitored, evaluated and supported the management of £2.93m in grants on behalf of Community Foundation Wales' Fund holders, donors and clients.
2. Finance, Risk & Investment committee, whose work ensures appropriate risk management and supports the achievement of a benchmarked return on investment of our capital assets to achieve capital growth and income for grant making. It is also responsible for HR.
3. Forward Planning and Development Committee which leads on our strategic planning and development activity.
4. Governance Committee which is responsible for ensuring the foundation complies with its governance duties, including regular review of policies.

The Board's Committees meet regularly with responsibility for the delivery of the five year Strategic Plan sitting at the heart of their work. The monitoring of risk, Quality Accreditation Standards and the delivery of the Annual Business Plan are key tasks, and Trustees' strategic perspective, oversight, expertise and input are key features of Committee work. All Trustees are welcome to attend and contribute to all Committee meetings, and this often happens in practice.

The Chief Executive sits on all Board Committees, with senior managers also in attendance. Staff members often join Trustees' meetings, as well as workshops and project visits.

Community Foundation Wales has insurance cover appropriate to the needs of the organisation, which is reviewed annually. This includes Trustees indemnity of £1m.

Pay and remuneration

The Directors on the Board of Directors, who are the Trustees of Community Foundation Wales, consider that they, and the senior management team, comprise the key management personnel of the charity in charge of directing and controlling, running and operating Community Foundation Wales on a day to day basis.

All Directors give of their time freely and no Director received remuneration in the year. Expenses are paid in line with the Community Foundation Wales' Expenses Policy, which relates to both Trustees and staff.

Details of Directors' expenses and related party transactions are disclosed in note 7 and note 20 to the accounts.

Staff pay is reviewed annually in line with the Salary Review Policy which includes the following framework:

- subject to approval by the Board of Trustees and affordability within the budget an annual % increase will be awarded and equitably distributed to all staff;
- salary changes can be reflected by changes in duties or responsibilities in the job description;
- promotions, additional holiday and/or volunteer time and one-off bonuses can also be awarded;
- a salary change can be authorised for a short term period, for example for additional responsibilities or duties undertaken on a short term basis, or permanently; and
- in exceptional circumstances a staff member may receive a salary cut.

Risk management

Community Foundation Wales continues to identify and review the major risks that it faces, and has robust procedures to mitigate and manage them. This includes each Committee taking responsibility for monitoring appropriate risks identified through the Risk Policy and Risk Register as a standing item on each meeting agenda. This ensures that all Trustees are aware of the range of risks faced, the likelihood and the mitigating actions taken to reduce risks, and their role in monitoring the delivery of the Risk Policy.

Risks actively monitored and mitigated this year have included:

- inflation/economy
- failure to maintain income

Related Parties

Note 20 gives details of various small transactions with other related parties.

Linked charities - for accounting purposes, Community Foundation Wales is a Group comprising several separate charities whose accounts and activities are consolidated within this Group report and accounts. These charities within the Group are:

- Community Foundation Wales: a limited company and the parent/main operating charity.
- Montgomeryshire District Trust Fund (registered charity number 513855): supports community initiatives which increase access to leisure and recreation for residents of Montgomeryshire. Community Foundation Wales is the sole trustee.
- Montgomeryshire Intermediate and Technical Education Fund (registered charity number 525726): provides bursaries to first year students at Aberystwyth University who attended a Montgomeryshire High School. Community Foundation Wales is the sole trustee.
- Stanley Bligh Memorial Fund (registered charity number 525314): provides assistance to individuals or groups in Powys pursuing studies or activities in technical and vocational subjects in the arts or sciences. Community Foundation Wales is the sole trustee.
- Former Brecon Girls School Fund (registered charity number 1074498): for general education purposes for the residents of Brecknockshire. Community Foundation Wales is the sole trustee.
- Education Trust for Cardiff Citizens (registered charity number 506656): to advance the education of residents of Cardiff. Community Foundation Wales is the sole trustee.
- Cardiff Citizens Charity (registered charity number 206549): for the relief of financial hardship of residents of Cardiff. Community Foundation Wales is the sole trustee.
- Rudbaxton Parish Education Fund (registered charity number 1145391): to advance the education of children and young people under the age of 25 who live in the Parish of Rudbaxton. Community Foundation Wales is the sole trustee.
- Monmouthshire Further Education Trust Fund (registered charity number 1146059): to advance the education/training of young people in the County of Monmouthshire as it existed in 1956. Community Foundation Wales is the sole trustee.
- The Education Fund of Denbigh and the Surrounding Area (registered charity number 1074655-1): to advance the education of persons between the ages of 11 years and 25 years resident in the area of benefit in such ways that are not required to be provided by the local education authority. Community Foundation Wales is the sole trustee.
- The TJ Jones Memorial Fund (registered charity number 1074655-2): to provide scholarships to assist beneficiaries to undertake training in engineering or advanced technical education at institutions of further education. Community Foundation Wales is the sole trustee.

Administration fees paid to Community Foundation Wales by linked charities are as follows:

Charity	2022/23 £	2021/22 £
Montgomeryshire District Trust Fund	(8,175)	(7,066)
Montgomeryshire Intermediate and Technical Education Fund	(16,790)	(13,516)
Stanley Bligh Memorial Fund	(21,892)	(18,084)
Former Brecon Girls School Fund	(5,431)	(4,198)
Education Trust for Cardiff Citizens	(6,396)	(5,828)
Cardiff Citizens Charity	(2,355)	(2,068)
Rudbaxton Parish Education Fund	(6,261)	(5,234)
Monmouthshire Further Education Trust Fund	(6,219)	(4,741)
The Education Fund of Denbigh and the Surrounding Area	(15,862)	(13,932)
The TJ Jones Memorial Fund	(21,763)	(21,103)

Unless explicitly stated otherwise, the comments in this report apply to the Group.

Powys Welsh Church Fund - note 18 gives details of Community Foundation Wales' involvement in the management of the Powys Welsh Church Fund.

Clwyd Welsh Church Fund - note 18 gives details of Community Foundation Wales' involvement in the management of the Clwyd Welsh Church Fund.

During the year ended 31 March 2023, Community Foundation Wales awarded:

Charity	Total of grants awarded 2022-23	Total of grants awarded 2021-22	Trustee or member of staff
Ffin Dance, Abertillery	£2,000	£5,948	Andrew Tuggey
Scout Wales SWAT (Scouts Cymru)	-	£2,021	Andrew Tuggey

Andrew Tuggey is a Trustee of Community Foundation Wales, Vice president of Scouts Cymru and former Champion of Ffin Dance.

Reference and administrative details

The charity's registered name is:	The Community Foundation in Wales
The charity's trading name is:	Community Foundation Wales
The charity is known in Welsh as:	Sefydliad Cymunedol Cymru
Registered Company Number:	03670680 (registered in England and Wales)
Registered Charity Number:	1074655
Principal & Registered Office:	St Andrews House, 24 St Andrews Crescent, Cardiff, CF10 3DD

Trustees serving in the financial year, and at the date of approval of this report:

Alun Evans (Chairman)	
Nigel Annett CBE (Vice Chairman)	(end of term March 2023)
Kathryn Morris (Treasurer)	
Tanwen Grover	
Andrew Tuggey CBE DL	
Sarah Jennings	
Emma Beynon	
Annabel Lloyd	
Samsunear Ali	
Sarah Corser	
Elizabeth Ruth James	
Ian Thomas	(appointed June 2022)
Gaenor Howells	(appointed June 2022)
Derek Howell	(appointed December 2022)

Board associates serving in the financial year, and at the date of approval of this report:

Kieron Jones	(appointed October 2022)

The Trustees delegated the day-to-day management of the charity to the Chief Executive and Company Secretary, Richard Williams.

Senior management team

Chief Executive: Richard Williams

Deputy Chief Executive and Director of Programmes: Andrea Powell

Director of Philanthropy: Katy Hales

Head of Communication and Marketing: Anoushka Palmer

Head of Finance: Smitha Coughlan

Grants & Programmes Manager: Ffion Roberts

Auditors

Azets Audit Services
Ty Derw
Lime Tree Court
Cardiff Gate Business Park
Cardiff
CF23 8AB

Bankers

The Royal Bank of Scotland
South Wales Commercial Office
One Kingsway
Cardiff
CF10 3AQ

Solicitors

Geldards LLP
4 Capital Quarter
Tyndall Street
Cardiff
CF10 4BZ

Investment Managers

Brewin Dolphin Ltd
Third Floor
Two Central Square
Cardiff
CF10 1FS

CCLA Investment Management Limited
1 Angel Lane
London
EC4R 3AB

The trustees present their report and financial statements for the year ended 31 March 2023.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's Articles of Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective from 1 January 2019).

Statement of trustees' responsibilities

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

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charitable Company and the group and of the incoming resources and application of resources, including the income and expenditure, of the Charitable Group for that period. In preparing those financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards 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 to enable it to ensure that the financial statements comply with the Charities Act 2011, the Companies Act 2006, the applicable Charities (Accounts and Reports) regulations and the provisions of the trust deed. 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.

Statement as to disclosure of information to auditors

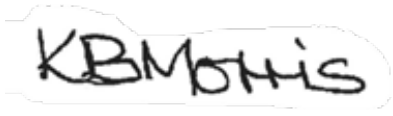
So far as the trustees are aware, there is no relevant information (as defined by Section 418 of the Companies Act 2006) of which the Charitable Company's auditors are unaware, and each trustee has taken all the steps that they ought to have taken as a trustee in order to make them aware of any audit information and to establish that the charity's auditors are aware of that information.

Auditors

This report has been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities (effective 1 January 2019) and in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by the Board of Directors on 31 January 2024 and signed on its behalf.

Alun Evans
Chairman of Trustees



Kathryn Morris
Trustee & Treasurer

Independent Auditor's Report

Independent Auditor's Report to the Members and Trustees of Community Foundation in Wales

Opinion

We have audited the financial statements of Community Foundation in Wales (the 'parent charitable company') and its subsidiaries (the 'group') for the year ended 31 March 2023 which comprise group and the parent charitable company statement of financial activities, the group and the parent charitable company balance sheet, the group 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 group's and parent charitable company's affairs as at 31 March 2023, and of the group's 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 group and parent 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 group's or the parent 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' annual 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.

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 group and parent 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 the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept by the parent charitable company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company's financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made;
- 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 the trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors of the parent 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 group's and parent 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 group or parent 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.

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

Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above and on the Financial Reporting Council's website, to detect material misstatements in respect of irregularities, including fraud.

We obtain and update our understanding of the entity, its activities, its control environment, and likely future developments, including in relation to the legal and regulatory framework applicable and how the entity is complying with that framework. Based on this understanding, we identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. This includes consideration of the risk of acts by the entity that were contrary to applicable laws and regulations, including fraud.

In response to the risk of irregularities and non-compliance with laws and regulations, including fraud, we designed procedures which included:

- Enquiry of management and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- Reviewing minutes of meetings of those charged with governance;
- Assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the entity through enquiry and inspection;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias.

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 of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

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.

Azets Audit Services

Katherine Parkin (Senior Statutory Auditor)
for and on behalf of Azets Audit Services **Date:** 31 January 2024
Chartered Accountants
Statutory auditor

Ty Derw
Lime Tree Court
Cardiff Gate Business Park
Cardiff
CF23 8AB

Consolidated statement of financial activities

(including consolidated income and expenditure account)

	Note	Unrestricted funds £	Restricted funds £	Endowment funds £	2022/23 Total £	2021/22 Total £ Restated
Income and endowments from:						
Donations & legacies	2	256,026	78,550	1,467,653	1,802,230	510,888
Income from investments	3	5,778	42,140	476,876	524,794	448,610
Charitable activities						
Grantmaking	4	-	1,838,950	-	1,838,950	1,078,254
Other income		-	-	-	-	-
Total income		261,805	1,959,640	1,944,529	4,165,974	2,037,753
Expenditure on:	5					
Costs of raising funds						
Fund development & donor care		157,750	7,246	-	164,996	152,484
Core grants		10,020	2,070	-	12,090	13,383
Investment income		77,928	-	-	77,928	77,747
Charitable activities						
Grantmaking		222,125	2,050,274	-	2,272,399	1,899,274
Promoting philanthropy		117,514	8,282	-	125,796	118,259
Total expenditure		585,337	2,067,872	-	2,653,208	2,261,147
Net income/(expenditure) before gains and losses on investments		(323,532)	(108,232)	1,944,529	1,512,765	(223,394)
Gain on revaluation		-	-	-	-	-
Net gain/(loss) on investments	11	-	-	(971,991)	(971,991)	1,407,220
Net income/(expenditure) for the year		(323,532)	(108,232)	972,538	540,774	1,183,825
Transfers between funds		330,804	780,044	(1,110,848)	-	-
Gain on revaluation		-	-	-	-	-
Net movement in funds		7,272	671,812	(138,310)	540,774	1,183,825
Reconciliation of funds						
Fund balances brought forward		343,717	892,067	20,008,484	21,244,267	20,060,442
Fund balances carried forward		350,989	1,563,879	19,870,175	21,785,042	21,244,267

Registered Name: The Community Foundation in Wales
Registered Company Number: 03670680
Registered Charity Number: 1074655

Consolidated and charity balance sheets

	Note	Group 2022/23 £	Group 2021/22 £ Restated	Charity 2022/23 £	Charity 2021/22 £ Restated
Fixed Assets					
Tangible assets	10	2,882	5,764	2,882	5,764
Intangible assets	10	12,486	18,729	12,486	18,729
Investments					
Property	10	500,000	500,000	-	-
Securities	11	19,874,863	20,398,516	12,467,355	12,549,425
		20,390,231	20,923,008	12,482,723	12,573,918
Long term debtors	12	64,320	70,240	-	-
Current Assets					
Debtors	13	76,110	163,824	74,124	161,965
Provision for investment transfers	13				
Cash at bank and in hand		2,245,756	658,816	1,999,869	425,856
		2,321,866	822,640	2,073,993	587,821
Current Liabilities					
Creditors: Amounts falling due within one year	14	(714,022)	(386,437)	(604,225)	(305,922)
Net current assets		1,607,843	436,203	1,469,768	281,900
Total assets less Current Liabilities		22,062,394	21,429,452	13,952,491	12,855,818
Creditors: Amounts falling due after one year		(277,352)	(185,185)	(239,352)	(134,685)
Net Assets		21,785,042	21,244,267	13,713,139	12,721,133
Represented by:					
Unrestricted funds					
General fund	16	350,989	343,717	350,989	343,717
Restricted income funds	17	1,563,879	892,067	1,398,991	713,262
Endowment funds	18	19,870,175	20,008,484	11,963,159	11,664,154
		21,785,042	21,244,267	13,713,139	12,721,133

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small charitable companies. The notes at pages 39 to 70 form part of these accounts. The financial statements were approved by the Board of Directors on 31 January 2024 and were signed on its behalf by:

Alun Evans
Chairman of Trustees

Kathryn Morris
Trustee & Treasurer

Group statement of cashflows

	Note	2022/23 £	2021/22 £ Restated
Net cash used in operating activities	24	1,501,359	(750,882)
Cash inflows from investing activities			
Investment income	3	524,794	448,610
Net cash from investing activities		524,794	448,610
Cash flows from investing activities			
Payments to acquire fixed asset investments	11	(2,846,444)	(2,491,049)
Receipts from sale of fixed asset investments	11	2,325,389	2,340,645
Dealer charges	11	-	-
Acquisition of fixed assets	10	-	-
Add back depreciation and amortisation		9,125	10,170
Net cash generated used in investing activities		(511,930)	(140,234)
Operating cash flow in year		1,514,223	(442,505)
Management of liquid resources			
Increase/Decrease in net cash in investment	11	72,717	(110,502)
Increase/(Decrease) in net cash at bank in the year		1,586,940	(553,007)
Cash and cash equivalents at 1 April 2022		658,816	1,211,823
Cash and cash equivalents at 31 March 2023		2,245,756	658,816

Notes to the financial statements

1. Accounting policies

Charity information

Community Foundation in Wales is a charitable company limited by guarantee incorporated in England and Wales. The registered office is St Andrews House, 24 St Andrews Crescent, Cardiff CF10 3DD.

Accounting convention

The accounts have been prepared in accordance with the charity's Articles and Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019). The charity is a Public Benefit Entity as defined by FRS 102.

The Charitable Company's functional and presentational currency is the pound sterling (£), and balances are rounded to the nearest £1.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of certain financial instruments at fair value. The principal accounting policies are set out below.

Preparation of the accounts on a going concern basis

The Trustees consider that there are no material uncertainties about the Charitable Company's ability to continue as a going concern.

Basis of consolidation

The group financial statements consolidate those of Community Foundation Wales and its linked charities (see note 23), made up to 31 March 2023, on a line by line basis.

The consolidated entity is known as the 'Group'.

Accounting policies specific to the Charitable Company or group in total are laid out below.

No separate company Statement of Financial Activities (SOFA) has been prepared for the Charitable Company as permitted by Section 408 of the Companies Act 2006 and paragraph 397 of the SORP.

Income

Income is recognised when the Charitable Company has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably. It is derived from the activities outlined below.

Donations without conditions are accounted for on a cash received basis. In the event that a donation is subject to conditions that require a level of performance before the Charitable Company is entitled to the funds, the income is deferred and not recognised in full either until those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that those conditions will be fulfilled in the report period.

Income from government and other grants, whether capital or revenue grants, is recognised when the Charitable Company has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that that income will be received and the amount can be measured reliably and not deferred.

Gift Aid receivable is included in income where there is a valid declaration from the donor.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

Investment income comprises of bank interest and dividends and interest arising from discretionary investment activities. Investment income arising from discretionary investment activities is re-invested by the Investment Managers.

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following headings

Cost of raising funds

The costs of generating funds consist of investment management costs and certain legal fees.

Cost of charitable activities

Costs of charitable activities include grants made, governance costs and an apportionment of support costs.

Grants payable are payments made to third parties in the furtherance of the charitable objects of the Charitable Company.

In the case of an unconditional grant offer this is accrued once the recipient has been notified of the grant award. The notification gives the recipient a reasonable expectation that they will receive the one-year or multi-year grant. Grants awards that are subject to the recipient fulfilling performance conditions are only accrued when the recipient has been notified of the grant and any remaining unfulfilled condition attaching to that grant is outside of the control of the Charitable Company.

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty as to the timing of the grant or the amount of grant payable. The provision for a multi-year grant is recognised at its present value where settlement is due over more than one year from the date of the award, there are no unfulfilled performance conditions under the control of the charitable company that would permit the charitable company to avoid making the future payment(s), settlement is probable and the effect of discounting is material.

Grantees may be required to submit a monitoring form to CFW before payment of grant tranches each year, however this is purely an administrative tool and in the event that it is not received, the grant payment will be delayed rather than withdrawn.

Allocation of support and governance costs

Support costs are these functions that assist the work of the Charitable Company but do not directly undertake charitable activities. Support costs have been allocated between governance costs and other support costs. Governance costs comprise all costs involving the public accountability of the Charitable Company and its compliance with regulation and good practice. These costs include costs related to statutory audit and legal fees together with an apportionment of overhead and support costs.

The bases on which support costs have been allocated are set out in note 5.

Taxation

The charitable members of the group are exempt from income and corporation taxes on income and gains to the extent that they are applied for their charitable objects.

Investments

Assets held for investment purposes are valued at market value at the balance sheet date. Investment properties are held for their investment potentials and not for use by the company and so their current value is of prime importance.

Realised gains and losses on investments are calculated as the difference between sales proceeds of these investments and their market value at the start of the year, or their subsequent costs, and are charged or credited to the statement of the financial activities in the period of disposal.

Unrealised gains and losses represent the movement in market values during the year and are credited or charged to the statement of financial activities based on the market value at the year end. Realised and unrealised investment returns are split across each endowment fund according to the fund's percentage of the overall portfolio.

Community Foundation Wales operates a total return approach to its investments. The power of total return permits the Trustees to invest permanently endowed funds to maximise total return and to apply an appropriate portion of the unapplied total return to income each year. Until the power is exercised to transfer a portion of unapplied total return to income, the unapplied total return remains invested as part of the permanent endowment.

The power allows the trustees to decide in each year how much of the unapplied total return is transferred to income funds and so available for expenditure. The transfers between endowment and restricted funds and endowment and unrestricted funds reflect the income designated in this financial year.

Fixed Assets

Depreciation is provided on all tangible assets, other than land or investment properties, at rates established to write off the costs of over its expected useful life.

Leasehold property improvements – four years to next lease review.

Intangible Assets

These include software, web design and CRMs. They are amortised over the useful life, normally between three and five years.

Debtors

Debtors are recognised at the settlement amount due after any discount offered. Prepayments are valued at the amount prepaid net of any discounts due.

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.

Creditors and provisions

Creditors and provisions are recognised where the Charitable Company has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably.

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.

Fund accounting policy

Funds held by the group are:

Unrestricted Funds **-** these cover the operating costs and reserves of the group; there are no designated funds.

Restricted Funds **-** these are given the following classifications:

Immediate Impact - these are funds where the money for grants payable originates from other organisations or individuals, but the originator has delegated all or part of the work of researching, recommending and/or choosing suitable beneficiaries, managing grant applications, controlling the grant payments, and project monitoring/reporting. Examples may include situations where the group is acting as the local agent for national bodies, and where organisations or individuals have decided to out-source their grant-making.

Endowment Fund Income - these funds are used for the payment of grants out of the net investment returns designated by the trustees for income distribution from endowment funds with specified purposes.

Fundraising Activity - income and costs from events held by individuals not employed or contracted by Community Foundation Wales, to raise funds for specified purposes.

Foundation Operating Costs - funds received for specific work undertaken by Community Foundation Wales to enable the delivery of charitable activities.

Endowment Funds - the endowment funds held at the balance sheet date are all to be used for specific purposes.

Permanent Endowments

Permanent endowment funds represent assets which must be held permanently by the trust. Income arising on the endowment funds can be used in accordance with the objects of the trust and is included as unapplied total return until transferred to income. Any capital gains or losses arising on the assets form part of the fund and are included as unapplied total return until transferred to income.

Expendable endowment funds represent assets which the trustees may choose to convert to income. Income arising on these funds is recognised as restricted or unrestricted income. Assets converted to income will be transferred to restricted or unrestricted income in accordance with the objects of the fund.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to the statement of financial activities on a straight-line basis over the period of the lease.

Pension costs

Contributions in respect of defined contribution pension schemes are charged to the statement of financial activities in the period in which they are payable.

Prior Year Adjustments

The accounts have been restated to incorporate two prior year adjustments. The first of these relates to transactions grossed up in Endowment gains and losses and debtors. The adjustment has been applied from the accounting period 31 March 2020 onwards and results in the brought forward endowment balance at 1 April 2022 reducing by £953,180.

The second prior year adjustment relates to the reclassification of six endowment funds which were previously held on the CFW balance sheet. These funds have been reclassified as agency funds following a review of the fund agreements and fund activities. The trustees of CFW have no discretion about the use to which the funds received are put and CFW acts only in accordance with the instructions or directions of the principal, therefore these funds should not be recognised as an asset because the funds are not within the control of CFW. The adjustment has the effect of reducing the brought forward endowment balance at 1 April 2022 by £1,070,134.

Critical accounting estimates and assumptions

The Charitable Company makes estimates and assumptions concerning the future. The resulting accounting estimates will by definition, seldom equal the related actual results. There are no estimates and assumptions that have a significant risk of causing material adjustment to the carrying amounts of assets and liabilities within the next year.

2. Income from donations and legacies

	Unrestricted funds £	Restricted funds £	Endowment funds £	2022/23 Total £	2021/22 Total £
Core grants					
Welsh Goverment	40,677	-	-	40,677	40,677
Donations	215,349	78,550	1,467,653	1,761,553	470,211
	256,026	78,550	1,467,653	1,802,231	510,888

3. Investment income

	Unrestricted funds £	Restricted funds £	Endowment funds £	2022/23 Total £	2021/22 Total £ Restated
Dividends	-	-	476,876	476,876	403,865
Property rental	-	42,140	-	42,140	43,348
Grants returned to CFW	-	-	-	-	-
Bank interest	5,778	-	-	5,778	1,397
	5,778	42,140	476,876	524,794	448,610

4. Income from charitable activities

	Unrestricted funds £	Restricted funds £	Endowment funds £	2022/23 Total £	2021/22 Total £
Organisations/ Individuals	-	1,838,950	-	1,838,950	1,078,254
	-	1,838,950	-	1,838,950	1,078,254

5. Expenditure

	Grants £	Staff-related £	Other direct £	Office Overheads £	2022/23 Total £	2021/22 Total £
Cost of raising funds:						
Core grants	-	11,708	-	382	12,090	13,383
Fund development & donor care	-	142,815	14,988	7,193	164,996	152,484
Investment income	-	14,861	62,302	765	77,928	77,747
Charitable activities						
Grantmaking	2,047,168	166,902	37,794	20,535	2,272,399	1,899,274
Promoting philanthropy	-	86,323	30,084	9,388	125,795	118,259
Total resources expended	2,047,168	422,609	145,168	38,264	2,653,208	2,261,147

Grants totalling £1,756,536 (2021/22: £1,573,345) have been made to institutions and £290,632 (2021/22: £152,503) to individuals. The directors do not believe any particular institution received a material grant in the context of grant making.

Costs have been attributed on a basis consistent with the use of resources. Where costs cannot be allocated, they are apportioned by the estimated percentage of time spent on each activity. Office overhead costs equate to support costs - being premises and office-related costs.

Governance costs

Governance costs are included under Community Foundation Wales' charitable actvitites expenditure and are broken down as follows:

		Restricted funds £	Endowment funds £	2022/23 Total £	2021/22 Total £
Meeting costs	2,466	-	-	2,466	-
Trustees costs	4,256	-	-	4,256	-
Subscriptions	14,553	-	-	14,553	13,807
Professional fees	12,187	-	-	12,187	9,832
Other	-	-	-	-	-
Staff related costs	76,825	-	-	76,825	67,493
Office overheads	4,701	-	-	4,701	5,052
	114,989	-	-	114,989	96,184

6. Staff costs

	2022/23 £	2021/22 £
Salaries	332,365	298,251
Social security costs	37,688	31,340
Pension costs	17,869	16,458
	387,921	346,048

The average number of employees in 2022/23 was 12.

The average number of full-time equivalent employees during the year, analysed by category, was:

	2022/23	2021/22
Direct charitable	7	7
Business development	1	1
Governance	1	1
	9	9

The Foundation considers its key management personnel comprise the Chief Executive, Deputy Chief Executive, Grants & Programmes Manager, Head of Philanthropy, Head of Communication and Marketing and Head of Finance.

The total employment benefits including employer pension contributions of the key management personnel were £326,313 (2021/22: £293,102)

No Trustee received remuneration.

The number of employees receiving remuneration (excluding employer pension costs) in excess of £60,000 were:

	2022/23	2021/22
£80,000 - £90,000	1	1

7. Trustees

1 Trustees (2021/22: no trustees) were reimbursed for expenses of £2,216 (2021/22: nil). All costs related to travel and subsistence.

8. Net income for the year before transfers

	2022/23 £	2021/22 £
The net income for the year before transfers is stated after charging:		
Auditors remuneration	11,125	7,250
Operating lease rentals:		
- Plant and machinery	2,100	2,100
Depreciation	9,125	10,170
Gains and losses on revaluation of investments	943,535	(919,885)
Gains and losses on disposal of investments	28,456	(487,335)

9. Charity results

As per section 408 of the Companies Act 2006, the charity has not included its own income and expenditure account in these financial statements. The results of the Community Foundation in Wales are summarised below:

	2022/23 £	2021/22 £
Total income	3,940,188	1,877,314
Total expenditure	(2,366,174)	(1,961,915)
Net incoming/outgoing resources before transfers	1,574,015	(84,602)
Investment gain/(loss)	(582,009)	699,373
Transfers	-	-
Net movement in funds	992,005	614,772

10. Fixed and Intangible Assets

Investments - Property

	Group		Charity	
	2022/23 £	2021/22 £	2022/23 £	2021/22 £
At 1 April 2022	500,000	500,000	-	-
Revaluation	-	-	-	-
	500,000	500,000	-	-
At 31 March 2023				
Properties at year end comprised:				
Former county school at Newtown	500,000	500,000	-	-

This property is part of the Montgomeryshire Intermediate & Technical Education Fund endowment. The property is valued quinquennially and was last valued on 14 January 2021 by Andrew H Turner MRICS from Morris Marshall on an open market valuation basis. The historic costof the property was £500,000.

Tangible assets

	Group		Charity	
Leasehold improvements	2022/23 £	2021/22 £	2022/23 £	2021/22 £
Cost				
Opening balance 1 April 2022	14,410	14,410	14,410	14,410
Additions in year	-	-	-	-
Value at 31 March 2023	14,410	14,410	14,410	14,410

	2022/23 £	2021/22 £	2022/23 £	2021/22 £
Accumulated depreciation				
At 1 April 2022	8,646	5,764	8,646	5,764
Additions in year	2,882	2,882	2,882	2,882
Value at 31 March 2023	11,528	8,646	11,528	8,646

	2022/23 £	2021/22 £	2022/23 £	2021/22 £
Net book value				
At 31 March 2022	5,764	8,646	5,764	8,646
At 31 March 2023	2,882	5,764	2,882	5,764

Intangible fixed assets

Cost	Group 2022/23 £	Group 2021/22 £	Charity 2022/23 £	Charity 2021/22 £
Opening balance 1 April 2022	34,390	34,390	34,390	34,390
Additions in year	-	-	-	-
Value at 31 March 2023	34,390	34,390	34,390	34,390

Amortisation	Group 2022/23 £	Group 2021/22 £	Charity 2022/23 £	Charity 2021/22 £
At 1 April 2022	15,661	8,373	15,661	8,373
Charge for year	6,243	7,288	6,243	7,288
At 31 March 2023	21,904	15,661	21,904	15,661

Net book value	Group 2022/23 £	Group 2021/22 £	Charity 2022/23 £	Charity 2021/222 £
At 31 March 2022	18,729	26,017	18,729	26,017
At 31 March 2023	12,486	18,729	12,486	18,729

11. Investments - Securities

	Group 2022/23 £	Group 2021/22 £ Restated	Charity 2022/23 £	Charity 2021/22 £ Restated
Listed investments at valuation				
Opening valuation	20,398,516	18,722,337	12,549,425	11,518,241
Additions in the year	2,846,444	2,723,908	1,785,553	1,675,786
Disposals at carrying value	(2,353,845)	(2,078,116)	(1,476,552)	(1,278,486)
Dealer charges	-	-	-	-
Gain (loss) on valuation	(943,535)	919,885	(345,457)	565,902
Cash movements	(72,717)	110,502	(45,615)	67,982
Dividends pending	-	-	-	-
Closing valuation	19,874,863	20,398,516	12,467,355	12,549,425

	Group 2022/23 £	Group 2021/22 £ Restated	Charity 2022/23 £	Charity 2021/22 £ Restated
Listed investments comprised				
UK-listed investments	19,447,048	19,871,022	12,198,986	12,224,903
Portfolio cash flow	427,821	527,494	268,369	324,522
	19,874,863	20,398,516	12,467,355	12,549,425

	2022/23 £	2021/22 £ Restated	2022/23 £	2021/22 £ Restated
Material investments				
CCLA	5,290,797	5,580,310	3,318,560	3,433,084
Segregated portfolio holdings	14,584,066	14,818,206	9,148,795	9,116,341
	19,874,863	20,398,516	12,467,355	12,549,425

12. Long term debtors

	Group		Charity	
	2022/23 £	2021/22 £	2022/23 £	2021/22 £
Property rental	64,320	70,240	-	-

The lease (signed 2011) on Community Foundation Wales' investment property expires in 2035; the lease allows for payment of rental arrears (included management fee) over the life at £5,920 pa.

13. Debtors

	Group		Charity	
	2022/23 £	2021/22 £ Restated	2022/23 £	2021/22 £ Restated
Other debtors	1,986	69,358	-	67,500
Prepayments and accrued income	74,124	94,465	74,124	94,465
	76,110	163,823	74,124	161,965

14. Creditors - amounts falling due within one year

	Group		Charity	
	2022/23 £	2021/22 £	2022/23 £	2021/22 £
Trade creditors	5,453	8,699	5,453	8,699
Accruals and deferred income	691,621	378,354	581,824	297,838
Tax and social security	16,948	(616)	16,948	(616)
	714,022	386,437	604,225	305,922

Creditors - amounts falling due greater than one year

	2022/23 £	2021/22 £	2022/23 £	2021/22 £
2-5 years	277,352	185,185	239,352	134,685

15. Financial commitments

At 31 March 2022 there were annual commitments under non-cancellable operating leases as follows:

	2022/23			2021/22
	Within 1 year	2-5 years	Over 5 years	
Office lease	20,005	27,602	-	67,502
Photocopier	2,520	1,260	-	6,300
	22,525	28,862	-	73,802

16. Movement in unrestricted funds

Group and Charity

	At 1 April 2022 £	Income £	Expenditure £	Transfers £	At 31 March 2023 £
Unrestricted general fund	343,717	261,805	(585,337)	330,804	350,989

Movement in unrestricted funds at the previous year end

Group and Charity

	At 1 April 2021 £	Income £	Expenditure £	Transfers £	At 31 March 2022 £
Unrestricted general fund	447,391	186,156	(531,150)	241,319	343,717

17. Movement in restricted funds (*= subsidiary fund)

Details are presented for individual funds with balances or transactions over £30k'

Immediate Impact Funds	At 1 Apr 2022 £	Income & transfers £	Expenditure & transfers £	At 31 Mar 2023 £
Ashley Family Foundation	(35,091)	274,143	(291,300)	(52,248)
Welsh Procurement Alliance	-	56,400	(56,400)	-
Core Funding Programme (Waterloo)	74,673	(69,673)	(5,001)	-
Trivallis	60,062	-	(52,574)	7,488
Trust and Foundation	68,778	-	(26,929)	41,849
Seaburne Fund	12,526	28,125	(31,882)	8,769
Principality	100,000	517,001	(117,001)	500,000
Nation of Sanctuary	-	502,392	(455,869)	46,523
Disability	118,508	-	-	118,508
COVID 19 Recovery Support BAME	118,508	-	(71,883)	46,625
Health and Social Care Innovation Fund	-	50,000	-	50,000
Cost of Living Fund		127,835	-	127,835
Cynnal Immediate Impact Fund	-	320,837	-	320,837
Funds with transactions or balances < £30k	105,909	44,307	(35,387)	114,829
	623,873	1,851,369	(1,144,225)	1,331,017

Endowment Funds	At 1 Apr 2022 £	Income & transfers £	Expenditure £	Capital transfer £	At 31 Mar 2023 £
The Lord Merthyr Fund	-	-	(91,500)	91,500	-
Dr Dewi Davies Fund	-	-	(98,818)	98,818	-
Powys Welsh Church Fund +	-	3,055	(53,711)	50,656	-
Montgomeryshire Intermediate & Technical Education Fund *+	178,292	39,085	(53,002)	-	164,375
Stanley Bligh Memorial Fund *+	-	-	(30,298)	30,298	-
Gwent High Sheriffs' Community Fund	29,749	65,131	(72,400)	-	22,480
BIG Fund for Wales Trust Fund	1,000	1,000	(273,473)	272,473	1,000
Waterloo Match	35,707	-	-	-	35,707
TJ Jones Memorial Fund	-	-	(37,000)	37,000	-
Funds with transactions or balances < £30k	23,446	-	(213,445)	199,299	9,300
	268,194	108,271	(923,647)	780,044	232,862

	At 1 Apr 2022 £	Income £	Grants paid £	Other £	At 31 Mar 2023 £
Group Summary					
Charity	713,263	1,920,555	(1,932,050)	697,222	1,398,990
Linked	178,804	39,085	(135,822)	82,821	164,889
Group	892,067	1,959,640	(2,067,872)	780,044	1,563,879

Movement in restricted funds at the previous year end

Immediate Impact Funds	At 1 Apr 2021 £	Income & transfers £	Expenditure & transfers £	At 31 Mar 2022 £
Skiathos Fund	66,405	(66,405)	-	-
Ashley Family Foundation	-	191,925	(227,016)	(35,091)
Older People Fund	153,308	93,540	(236,570)	10,279
Wesleyan	40,474	-	(28,750)	11,724
Core Funding Programme (Waterloo)	74,673	-	-	74,673
Welsh Procurement Alliance	-	80,000	(80,000)	-
Resilience Fund	84,578	82	(84,659)	2
Trust and Foundation	60,308	37,500	(29,030)	68,778
Trivallis	-	120,000	(59,938)	60,062
Principality	-	100,000	-	100,000
Made by Sport	-	244,091	(224,388)	19,703
Track 2000	-	108,900	(108,900)	-
Pears Action Learning Project	-	54,000	(48,000)	6,000
Seaburne	-	28,125	(15,599)	12,526
Disability	-	-	118,508	118,508
COVID 19 Recovery Support Fund BAME	-	-	118,508	118,508
Funds with transactions or balances < £30k	97,162	74,903	(113,863)	58,202
	576,908	1,066,661	(1,019,697)	623,873

Endowment Funds	At 1 Apr 2021 £	Income & transfers £	Expenditure £	Capital transfer £	At 31 Mar 2022 £
Dr Dewi Davies Fund	-	-	(98,830)	98,831	-
Powys Welsh Church Fund +	-	3,055	(78,451)	75,396	-
Montgomeryshire Intermediate & Technical Education Fund *+	198,420	29,178	(49,306)	-	178,292
Gwent High Sheriffs' Community Fund	30,323	72,666	(73,240)	-	29,749
BIG Fund for Wales Trust Fund	2,000	-	(152,198)	151,198	1,000
Waterloo Match	35,707	-	-	-	35,707
TJ Jones Memorial Fund	26,286	-	(105,000)	78,713	(1)
Funds with transactions or balances < £30k	25,372	7,751	(151,665)	141,988	23,446
	318,108	112,649	(708,690)	546,126	268,194

	At 1 Apr 2021 £	Income £	Grants paid £	Other £	At 31 Mar 2022 £
Group Summary					
Charity	696,084	1,150,133	(1,635,473)	502,515	713,263
Linked	198,932	29,178	(92,913)	43,611	178,808
Group	895,012	1,179,311	(1,728,386)	546,126	892,067

Under the Foundation's total return policy investment returns are designated as income only when needed to meet expenditure requirements. This is done to achieve efficiency and ensure that endowment assets spend more time invested. A recomended distribution amount is agreed by our trustees each year. This is carried out on a fund by fund basis and takes into account the needs of beneficiaries, fundholder expectations and historic fund performance. Where the full recommended distribution amount is not required to meet expenditure needs then this remains as capital to be designated as income in future years, as required. The closing balances in this note do not necessarily represent the full amount available for grant-making at the end of the financial year.

18. Movement in endowment funds

	At 1 Apr 2022 £ Restated	Income & transfers in £	Investment returns £	Other expenditure & transfers out £	At 31 Mar 2023 £
The Lord Merthyr Fund	1,284,923	30,507	(67,629)	(96,500)	1,151,301
Foundation Schools Fund	163,088	3,838	(8,329)	(7,811)	150,785
Martyn Groves Adventure & Travel Fund	42,973	1,015	(2,117)	(470)	41,401
The Sloman Family Fund for Ely	26,436	622	(1,314)	(485)	25,259
Former Foundation Powys Fund	28,539	672	(1,409)	(415)	27,387
Stanley Bligh Memorial Fund*+	1,340,328	31,541	(67,870)	(52,190)	1,251,809
Llandrindod High School Charity Fund	115,919	2,728	(5,736)	(1,885)	111,026
Former Girls Grammar School Brecon *+	298,808	7,032	(15,553)	(19,755)	270,532
Montgomeryshire Intermediate & Technical Education *	880,908	20,730	(43,679)	(16,790)	841,170
MITEF Investment Property*	500,000	-	-	-	500,000
Montgomery District Trust Fund*+	512,627	12,063	(25,733)	(15,375)	483,582
Newport Community Endowment Fund	383,705	9,029	(19,762)	(21,277)	351,696
Monmouthshire Further Education Fund*+	345,254	8,125	(17,748)	(18,718)	316,913
Cardiff Citizens Charity*+	162,042	3,813	(8,004)	(2,355)	155,496
Powys Welsh Church Fund+	2,896,594	68,301	(145,771)	(90,775)	2,728,349
Rudbaxton Parish Education Fund*+	410,164	9,652	(20,678)	(14,261)	384,876
Fund for Wales	778,081	97,743	(35,946)	(24,824)	815,054
Wrexham Community Endowment Fund (Church)	127,850	3,009	(6,835)	(12,109)	111,915
Education Trust for Cardiff Citizens *+	422,697	9,947	(20,923)	(6,896)	404,825
Denbighshire Community Endowment Fund	422,482	9,942	(22,042)	(29,120)	381,262
Flintshire Community Endowment Fund	252,023	5,931	(13,418)	(22,490)	222,046
Hawarden District Relief Fund	438,093	10,309	(22,214)	(17,541)	408,647
BIG Fund for Wales Trust	1,012,670	23,829	(64,918)	(306,513)	665,068
Carmarthenshire Fund	210,539	4,964	(11,406)	(22,530)	181,567
Dr Dewi Davies Fund	1,337,134	31,465	(71,494)	(125,302)	1,171,803
Wrexham Community Endowment Fund	163,227	3,841	(8,707)	(14,917)	143,444
Education Trust of John Vaughan	95,695	2,252	(4,776)	(2,353)	90,818
Wales in London	100,215	2,793	(5,158)	(5,676)	92,174
Anglesey Community Endowment Fund	7,751	182	(383)	(113)	7,438

	At 1 Apr 2022 £ Restated	Income & transfers in £	Investment returns £	Other expenditure & transfers out £	At 31 Mar 2023 £ Restated
Daisy Fund	86,900	7,161	(4,167)	(2,512)	87,381
Emrys Davies Legacy Fund	37,701	884	(1,870)	(731)	35,984
Education Fund for Denbigh and Surrounding Area *+	1,036,074	24,381	(51,729)	(25,862)	982,864
Mary Jane Foundation Trust	37,024	871	(1,829)	(538)	35,527
LNB Fund	451,306	(9,818)	(23,035)	(6,761)	411,691
Clwyd Welsh Church Act Fund +	676,431	15,918	(34,705)	(35,017)	622,627
William Gale Fund	172,945	4,070	(8,545)	(2,515)	165,955
Newport Girls Fund	41,535	977	(2,052)	(604)	39,856
Nancy Mudge Fund	37,778	889	(1,878)	(699)	36,090
Cardiff Story Fund	234,599	56,593	(9,789)	(4,161)	277,242
Newtown Maintenance Reserve *	83,144	1,957	(4,107)	(1,208)	79,786
TJ Jones Memorial Fund*+	2,352,284	55,600	(113,959)	(58,763)	2,235,162
Nation of Sanctuary	-	715,008	25,223	(10,500)	729,731
Cynnal Fund	-	654,163	-	(11,527)	642,635
	20,008,483	1,944,530	(971,991)	(1,110,847)	19,870,175
Group Summary					
Charity	11,664,153	1,759,689	(582,009)	(878,672)	11,963,160
Linked	8,344,331	184,841	(389,982)	(232,175)	7,907,014
Group	20,008,483	1,944,530	(971,991)	(1,110,847)	19,870,175

*=Linked funds + = Permanent endowment funds

Movement in endowment funds at the previous year end

	At 1 Apr 2021 £ Restated	Income & transfers in £	Investment returns £	Other expenditure & transfers out £	At 31 Mar 2022 £
The Lord Merthyr Fund	1,172,911	26,468	90,543	(5,000)	1,284,923
Foundation Schools Fund	149,847	3,360	11,541	(1,660)	163,088
Martyn Groves Adventure & Travel Fund	39,486	885	3,040	(437)	42,973
The Sloman Family Fund for Ely	26,941	569	2,225	(3,299)	26,436
Former Foundation Powys Fund	26,222	588	2,021	(291)	28,539
Stanley Bligh Memorial Fund*+	1,244,945	27,727	96,442	(28,785)	1,340,328
Llandrindod High School Charity Fund	106,788	2,390	8,220	(1,480)	115,918
Former Girls Grammar School Brecon *+	281,342	6,220	22,026	(10,780)	298,808
Montgomeryshire Intermediate & Technical Education *	803,193	18,117	61,998	(2,400)	880,908
MITEF Investment Property*	500,000	-	-	-	500,000
Montgomery District Trust Fund*+	481,184	10,650	37,559	(16,766)	512,627
Newport Community Endowment Fund	364,220	8,009	28,661	(17,186)	383,705
Monmouthshire Further Education Fund*+	320,636	7,141	24,834	(7,356)	345,254
Cardiff Citizens Charity*+	149,275	3,341	11,494	(2,068)	162,042
Powys Welsh Church Fund+	2,738,732	60,387	215,124	(117,650)	2,896,594
Rudbaxton Parish Education Fund*+	377,849	8,456	29,094	(5,235)	410,164
Fund for Wales	501,510	276,042	26,637	(26,107)	778,081
Wrexham Community Endowment Fund (Church)	119,326	2,650	9,276	(3,403)	127,850
Education Trust for Cardiff Citizens*+	395,464	8,769	30,792	(12,327)	422,697
Denbighshire Community Endowment Fund	396,413	8,778	30,945	(13,653)	422,482
Flintshire Community Endowment Fund	243,312	5,299	19,374	(15,962)	252,023
Hawarden District Relief Fund	405,522	9,054	31,357	(7,840)	438,093
BIG Fund for Wales Trust Fund	1,067,070	22,090	89,488	(165,978)	1,012,670
Carmarthenshire Fund	208,133	4,469	16,821	(18,883)	210,539
Dr Dewi Davies Fund	1,319,375	28,357	106,507	(117,105)	1,337,134
Wrexham Community Endowment Fund (LA)	155,412	3,414	12,265	(7,864)	163,227
Education Trust of John Vaughan	88,386	1,974	6,804	(1,469)	95,695

	At 1 Apr 2021 £ Restated	Income & transfers in £	Investment returns £	Other expenditure & transfers out £	At 31 Mar 2022 £
Wales in London	97,011	2,318	7,481	(6,595)	100,215
Anglesey Community Endowment Fund	7,140	160	550	(99)	7,751
Daisy Fund	76,305	8,008	5,656	(3,069)	86,900
Emrys Davies Legacy Fund	35,004	779	2,694	(776)	37,701
Education Fund for Denbigh and Surrounding Area *+	962,508	21,433	74,564	(22,432)	1,036,074
Mary Jane Foundation Trust	34,374	765	2,647	(762)	37,024
LNB Fund	417,315	9,313	32,126	(7,447)	451,306
Clwyd Welsh Church Fund+	631,221	14,025	49,144	(17,959)	676,431
William Gale Fund	160,209	3,571	12,333	(3,167)	172,945
Newport Girls Fund	38,564	858	2,968	(855)	41,535
Nancy Mudge Fund	39,044	815	3,224	(5,305)	37,778
Cardiff Story Fund	217,155	4,842	16,718	(4,116)	234,599
Newtown Maintenance Reserve*	76,593	1,715	5,898	(1,061)	83,144
TJ Jones Memorial Fund*+	2,242,098	46,871	166,132	(102,816)	2,352,284
	18,718,035	670,675	1,407,220	(787,445)	20,008,483
Group Summary					
Charity	10,882,949	510,235	846,387	(575,420)	11,664,152
Linked	7,835,086	160,439	560,832	(212,026)	8,344,331
Group	18,718,035	670,675	1,407,220	(787,446)	20,008,483

*=Linked funds + = Permanent endowment funds

Agency Funds

The Foundation manages six charitable investments (2021/22: six), where other organisations have retained trusteeship over the fund and as such these funds have been deemed to be Agency funds. These organisations have delegated the management of the non-property investments of the Funds to the Foundation as part of its investment portfolio and according to its investment strategy. Agency fund transactions in 2022/23 are detailed below.

	At 1 Apr 2022 £	Income & transfers in £	Investment returns £	Other expenditure & transfers out £	At 31 Mar 2023 £
Gwent High Sheriffs' Community Fund	595,719	14,190	(35,124)	-	574,784
Cricket Wales Foundation	33,296	780	(1,644)	(642)	31,791
Mudiad Meithrin	153,023	3,645	(7,472)	-	149,196
Cronfa William Salesbury	59,958	11,412	(2,477)	(832)	68,059
Llangammarch Disaster Fund	29,830	702	(1,442)	(421)	28,669
Mab Gwalia	201,604	49,916	(8,021)	-	243,499
	1,073,429	80,644	(56,180)	(1,895)	1,095,997

Permanent Endowments

Permanent endowment funds represent assets which must be held permanently by the trust. Income arising on the endowment funds can be used in accordance with the objects of the trust and is included as unapplied total return until transferred to income. Any capital gains or losses arising on the assets form part of the fund and are included as unapplied total return until transferred to income. Expendable endowment funds represent assets which the trustees may choose to convert to income. Income arising on these funds is recognised as restricted or unrestricted income. Assets converted to income will be transferred to restricted or unrestricted income in accordance with the objects of the fund.

Movement in funds

	At 1 Apr 2022 £ Restated	Income resources £	Resources expended £	Allocated to income	Revaluations, gains and losses	At 31 Mar 2023 £
Endowment fund capital	7,731,390	-	-	-	-	7,731,390
Unapplied total return	2,721,913	246,373	(151,204)	(193,365)	(522,652)	2,101,065
	10,453,303	246,373	(151,204)	(193,365)	(522,652)	9,832,455

	At 1 Apr 2022 £	Income resources £	Resources expended £	Allocated to income	Revaluations, gains and losses	At 31 Mar 2023 £
Expendable endowments	9,555,181	1,698,156	(179,600)	(586,679)	(449,340)	10,037,719
Total endowments	20,008,484	1,944,529	(330,804)	(780,044)	(971,992)	19,870,175

	At 1 Apr 2021 £	Income resources £	Resources expended £	Allocated to income	Revaluations, gains and losses	At 31 Mar 2022 £
Endowment fund capital	7,731,390	-	-	-	-	7,731,390
Unapplied total return	2,093,863	215,020	(136,910)	(207,265)	757,205	2,721,913
	9,825,253	215,020	(136,910)	(207,265)	757,205	10,453,303

	At 1 Apr 2021 £	Income resources £	Resources expended £	Allocated to income	Revaluations, gains and losses	At 31 Mar 2022 £
Expendable endowments	8,892,782	455,654	(104,409)	(338,861)	650,015	9,555,181
Total endowments	18,718,035	670,674	(241,319)	(546,126)	1,407,220	20,008,484

19. Analysis of assets/liabilities between funds

	Unrestricted funds £	Restricted funds £	Endowment funds £	2022/23 Total £	2021/22 Total £ Restated
Group					
Investments	(92,370)	597,059	19,370,174	19,874,863	20,398,516
Investment property	-	-	500,000	500,000	500,000
Fixed and intangible assets	15,368	-	-	15,368	24,493
Long term debtors	-	64,320	-	64,320	70,240
Current assets excluding cash at bank and in hand	6,069	70,041	-	76,110	163,823
Cash at bank and in hand	458,871	1,786,884	-	2,245,756	658,816
Creditors: amounts falling due within a year	(36,950)	(677,073)	-	(714,022)	(386,437)
Creditors: amounts falling due after one year	-	(277,352)	-	(277,352)	(185,185)
	350,989	1,563,879	19,870,174	21,785,042	21,244,267

	Unrestricted funds £	Restricted funds £	Endowment funds £	2022/23 Total £	2021/22 Total £ Restated
Charity					
Investments	(92,370)	596,565	11,963,159	12,467,355	12,549,425
Fixed and intangible assets	15,368	-	-	15,368	24,493
Long term debtors	-	-	-	-	-
Current assets excluding cash at bank/hand	6,069	68,055	-	74,124	161,965
Cash at bank and in hand	458,871	1,540,998	-	1,999,869	425,856
Creditors: amounts falling due within one year	(36,950)	(567,275)	-	(604,225)	(305,922)
Creditors: amounts falling due after one year	-	(239,352)	-	(239,352)	(134,685)
	350,989	1,398,991	11,963,159	13,713,139	12,721,133

Analysis of assets/liabilities between funds at the previous year end

	Unrestricted funds £	Restricted funds £	Endowment funds £	2021/22 Total £ Restated
Group				
Investments	(297,281)	1,182,555	19,508,484	20,393,758
Investment property	-	-	500,000	500,000
Fixed and intangible assets	24,493	-	-	24,493
Long term debtors	-	70,240	-	70,240
Current assets excluding cash at bank/hand	6,410	157,414	-	163,824
Cash at bank and in hand	635,449	28,125	-	663,574
Creditors: amounts falling due within one year	(25,354)	(361,083)	-	(386,436)
Creditors: amounts falling due after one year	-	(185,185)	-	(185,185)
	343,717	892,067	20,008,484	21,244,267

	Unrestricted funds £	Restricted funds £	Endowment funds £	2021/22 Total £ Restated
Charity				
Investments	(297,281)	1,182,555	11,664,153	12,549,427
Fixed and intangible assets	24,493	-	-	24,493
Long term debtors	-	-	-	-
Current assets excluding cash at bank/hand	6,410	155,555	-	161,965
Cash at bank/hand	635,449	(209,595)	-	425,854
Creditors: amounts falling due within one year	(25,354)	(280,568)	-	(305,922)
Creditors: amounts falling due after one year	-	(134,685)	-	(134,685)
	343,717	713,262	11,664,153	12,721,133

20. Related Party Transactions

During the year ended 31 March 2023, Community Foundation Wales awarded:

Charity	Total of grants awarded 2022/23 £	Total of grants awarded 2021/22 £	Trustee or staff member
Ffin Dance, Abertillery	2,000	5,948	Andrew Tuggey
Scout Wales SWAT (Scouts Cymru)	-	2,021	Andrew Tuggey

Andrew Tuggey is a trustee of Community Foundation Wales and the Vice President of Scouts Cymru and the former Champion on Ffin Dance.

21. Pension schemes

The charity contributes to individual stakeholder pensions, and accordingly contributions to these schemes are accounted for on the basis of a defined contribution scheme. During the year ended 31 March 2023, the total employer contributions charged for these schemes amounted to £17,869 (2021/22: £16,457).

22. Company limited by guarantee

The charity is limited by guarantee; members' liability is limited to £1 on the winding-up of the charity.

23. Linked Charities

The Charity is sole trustee of, and therefore controls, the following charities:

Name	Charity Number	Linked number	Acquisition Date
Montgomeryshire District Trust Fund	513855	1074655-5	31 August 2009
Montgomeryshire Intermediate & Technical Education Fund	525726	1074655-3	31 August 2009
Stanley Bligh Memorial Fund	525314	1074655-6	31 August 2009
Former Girls Grammar School Brecon	1074498	1074655-4	31 August 2009
Monmouthshire Further Education Trust Fund	1146059	1074655-7	1 April 2010
Rudbaxton Parish Education Fund	1145391	1074655-8	1 November 2010
Cardiff Citizens Charity	206549	1074655-9	1 November 2010
Education Trust for Cardiff Citizens	506656	1074655-10	1 November 2010
Education Fund for Denbigh and Surrounding Area	1074655-1	1074655-1	31 March 2016
TJ Jones Memorial Fund	1074655-2	1074655-2	27 January 2020

These charities perform similar activities to the Foundation and have co-terminous year ends. The assets of in-year acquisitions have been transferred into the group at fair value as at the date the Foundation took control. All assets have been consolidated on a line by line basis at the year end. The place of business for all linked charities is England and Wales.

Montgomeryshire District Trust Fund	2022/23 Total £	2021/22 Total £
Investment income	12,062	10,650
Other income	-	-
Cost of generating funds	(2,044)	(1,766)
Charitable activities	(13,332)	(14,999)
Investment gains and losses	(25,733)	37,559
Net movement in funds	(29,046)	31,559
Assets	489,282	518,328
Liabilities	(5,700)	(5,700)
Net Assets	483,582	512,628
Restricted funds	-	-
Endowment funds	483,582	512,628
Funds	483,582	512,628

Montgomeryshire Intermediate & Technical Education Fund	2022/23 Total £	2021/22 Total £
Investment income	61,772	60,125
Other income	1,859	-
Cost of generating funds	(6,359)	(4,194)
Charitable activities	(66,499)	(59,688)
Investment gains and losses	(47,785)	67,640
Net movement in funds	(57,012)	63,883
Assets	1,646,380	1,691,355
Liabilities	(61,048)	(49,011)
Net Assets	1,585,332	1,642,344
Restricted funds	164,377	178,292
Endowment funds	1,420,956	1,464,052
Funds	1,585,332	1,642,344

Stanley Bligh Memorial Fund	2022/23 Total £	2021/22 Total £ Restated
Investment income	31,541	21,727
Other income	-	-
Cost of generating funds	(5,473)	(5,473)
Charitable activities	(46,717)	(24,764)
Investment gains and losses	(67,870)	96,442
Net movement in funds	(88,519)	93,931
Assets	1,263,359	1,345,636
Liabilities	(11,550)	(5,308)
Net Assets	1,251,809	1,340,328
Unrestricted funds	-	-
Endowment funds	1,251,809	1,340,328
Funds	1,251,809	1,340,328

Former Girls Grammar School Brecon	2022/23 Total £	2021/22 Total £ Restated
Investment income	7,032	6,220
Other income	-	-
Cost of generating funds	(1,358)	(1,050)
Charitable activities	(18,397)	(9,730)
Investment gains and losses	(15,553)	22,026
Net movement in funds	(28,276)	17,467
Assets	278,032	302,808
Liabilities	(7,500)	(4,000)
Net Assets	270,532	298,808
Unrestricted funds	-	-
Endowment funds	270,532	298,808
Funds	270,532	298,808

Monmouthshire Further Education Trust	2022/23 Total £	2021/22 Total £ Restated
Investment income	8,125	7,141
Other income	-	-
Cost of generating funds	(1,555)	(1,185)
Charitable activities	(17,164)	(6,171)
Investment gains and losses	(17,748)	24,834
Net movement in funds	(28,342)	24,619
Assets	318,412	346,254
Liabilities	(1,500)	(1,000)
Net Assets	316,913	345,254
Unrestricted funds	-	-
Endowment funds	316,913	345,254
Funds	316,913	345,254

Rudbaxton Parish Education Fund	2022/23 Total £	2021/22 Total £ Restated
Investment income	9,652	8,456
Cost of generating funds	(1,565)	(1,308)
Charitable activities	(12,696)	(3,925)
Investment gains and losses	(20,678)	29,094
Net movement in funds	(25,288)	32,317
Assets	389,876	410,165
Liabilities	(5,000)	-
Net Assets	384,876	410,165
Unrestricted funds	-	-
Endowment funds	384,876	410,165
Funds	384,876	410,165

Education Trust for Cardiff Citizens	2022/23 Total £	2021/22 Total £ Restated
Investment income	9,947	8,769
Cost of generating funds	(1,599)	(1,457)
Charitable activities	(5,297)	(10,871)
Investment gains and losses	(20,923)	30,792
Net movement in funds	(17,872)	27,233
Assets	406,325	426,197
Liabilities	(1,500)	(3,500)
Net Assets	404,825	422,697
Unrestricted funds	-	-
Endowment funds	404,825	422,697
Funds	404,825	422,697

Cardiff Citizens Charity	2022/23 Total £	2021/22 Total £ Restated
Investment income	3,813	3,341
Charitable activities income	-	-
Cost of generating funds	(589)	(517)
Charitable activities	(1,766)	(1,551)
Investment gains and losses	(8,004)	11,494
Net movement in funds	(6,546)	12,767
Assets	156,008	162,554
Liabilities	-	-
Net Assets	156,008	162,554
Unrestricted funds	512	512
Endowment funds	155,496	162,042
Funds	156,008	162,554

Education Fund for Denbigh and Surrounding Area	2022/23 Total £	2021/22 Total £ Restated
Investment income	24,381	21,433
Charitable activities income	-	-
Cost of generating funds	(12,690)	(11,145)
Charitable activities	(13,172)	(11,286)
Investment gains and losses	(51,729)	74,564
Net movement in funds	(53,210)	73,565
Assets	982,864	1,040,074
Liabilities	-	(4,000)
Net Assets	982,864	1,036,074
Unrestricted funds	-	-
Endowment funds	982,864	1,036,074
Funds	982,864	1,036,074

TJ Jones Memorial Fund	2022/23 Total £	2021/22 Total £ Restated
Investment income	55,600	46,871
Charitable activities income	-	-
Cost of generating funds	(17,411)	(19,282)
Charitable activities	(41,353)	(109,821)
Investment gains and losses	(113,959)	166,132
Net movement in funds	(117,122)	83,900
Assets	2,283,162	2,409,284
Liabilities	(48,000)	(57,000)
Net Assets	2,235,162	2,352,284
Unrestricted funds	-	-
Endowment funds	2,235,162	2,352,284
Funds	2,235,162	2,352,284

24. Reconciliation of income (expenditure) to net cash flows from operating activities

	Note	2022/23 Total £	2021/22 Total £ Restated
Net movement in funds		540,775	1,183,825
(Gains)/losses on investments	11	971,991	(1,407,220)
Net investment income and bank interest repayable	3	(524,794)	(448,610)
(Increase) in debtors	13	93,635	101,672
Increase/(decrease) in creditors	14	419,752	(180,549)
Net cash inflow/(outflow) from operating activities		1,501,359	(750,882)

25. Comparative consolidated statement of financial activities

	Note	Unrestricted funds £	Restricted funds £	Endowment funds £	2021/22 Total £	2020/21 Total £
Income and endowments from:						
Donations & legacies	2	184,760	57,708	268,420	510,888	692,212
Income from investments	3	1,397	43,348	403,865	448,610	420,897
Charitable activities						
Grantmaking	4	-	1,078,254	-	1,078,254	5,325,310
Other income		-	-	-	-	200,000
Total income		186,156	1,179,311	672,286	2,037,753	6,638,419
Expenditure on:	5					
Costs of raising funds						
Fund development & donor care		144,654	7,830	-	152,484	138,186
Core grants		11,146	2,237	-	13,383	12,665
Investment income		76,136	-	1,611	77,747	61,925
Charitable activities						
Grantmaking		189,903	1,709,371	-	1,899,274	6,027,891
Promoting philanthropy		109,311	8,948	-	118,259	105,498
Total expenditure		531,150	1,728,386	1,611	2,261,147	6,346,165
Net income/(expenditure) before gains and losses on investments		(344,994)	(549,075)	670,675	(223,394)	292,254
Gain on revaluation		-	-	-	-	
Net gain/(loss) on investments	11	-	-	1,407,220	1,407,220	4,427,528
Net income/(expenditure) for the year		(344,994)	(549,075)	2,077,894	1,183,825	4,719,782
Transfers between funds		241,319	546,126	(787,445)	-	-
Gain on revaluation		-	-	-	-	-
Net movement in funds		(103,674)	(2,949)	1,290,449	1,183,825	4,719,782
Reconciliation of funds						
Fund balances brought forward		447,391	895,016	18,718,035	20,060,442	15,540,661
Fund balances carried forward		343,717	892,067	20,008,484	21,244,267	20,260,442

Sefydliad Cymunedol Cymru

Newid Bywydau Gyda'n Gilydd

Community Foundation Wales

Changing Lives Together

THE COMMUNITY FOUNDATION IN WALES

England & Wales - Charity number 1074655

Accounts

Sefydliad Cymunedol Cymru

Community Foundation Wales

Changing Lives Together

Trustees' Annual Report and Accounts

2021/22

Registered Name: Community Foundation in Wales
Registered Company Number: 03670680
Registered Charity Number: 1074655

Sefydliad Cymunedol Cymru

Community Foundation Wales

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Sefydliad Cymunedol Cymru

Community Foundation Wales

Croeso

Welcome to the Trustees' Annual Report and Accounts for Community Foundation Wales.

I am delighted to report that Community Foundation Wales continues to thrive and generate vital new philanthropic funds for community groups throughout Wales.

The year 2021/22 will be remembered for the continuing Covid-19 pandemic, and more recently, the horrific situation in Ukraine.

This is the backdrop against which we started to rebuild our work after the uncertain and frightening first year of Covid, reconnecting with our donors and funders, and understanding the different and often changing needs of the community groups we support.

For us, partnerships have been a key focus of our story this year – both in building new partnerships with donors and funders in Wales and beyond, but also in how our team of staff and Trustees spend time listening and learning about how we can make most difference.

The listening is translated into direct actions, improving how we work with our donors to provide an even more flexible, tailored support, to ensure that every pound that we are able to provide makes the most value and impact to the people who most need it.

I would like to take this opportunity to thank all who support our work – donors, funders, trustees, staff, ambassadors, Friends, Supporter Network members and many more.

Through your generous help and support, Community Foundation Wales will continue to go from strength to strength in building sustainable funding for Welsh communities today and for the future.

Diolch yn fawr

Alun Evans

Chairman, Community Foundation Wales

Sefydliad Cymunedol Cymru

Community Foundation Wales

Who we are

For over twenty years, Community Foundation Wales has been supporting charities and community groups with funding to strengthen communities across Wales. We work with our generous supporters to reach the people most in need and help to create equality and opportunity in Welsh communities.

Our mission

We inspire people to give, help Welsh communities to thrive and change lives together

Our values are embedded in everything we do:

- We are good partners
- We care about the people we work with
- We make a difference

We align what we do with national and global goals:

Welsh Government Well-being of Future Generations (Wales) Act 2015

A resilient Wales

A more equal Wales

A healthier Wales

U.N Sustainable Development Goals (SDG)

Sefydliad Cymunedol Cymru

Community Foundation Wales

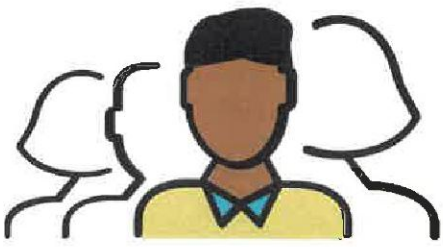
A look back at 2021

We had four goals last year:

01 Grow our funds base

- Our Revitalising Trusts partnership is focussed on reviving charitable endowment funds and was launched by the Charity Commission, with a statement of endorsement from the Minister for Social Justice, Jane Hutt.
- The Trust and Foundations project to support groups in Wales attract more funding was impacted by the pandemic, reducing our ability to engage with UK funders. The Pears Action Learning Project progressed well and an extension of six months was given to complete the project.
- Our online audiences continue to grow, with a particular focus on LinkedIn, to reach potential donors and professional advisors.
- All donors received regular supporters' newsletters and a supporters' network was also established.
- A number of new partnerships with professional advisors were formed during the year. We continue to promote our Friends of Community Foundation Wales network for those who wish to become more active supporters.

02 Provide great support for grantees



- A review of our fund criteria has been carried out and they have been updated accordingly.
- We have used feedback to improve processes - a report is presented at each quarterly Grants Committee meeting to analyse feedback received and take any actions needed.
- Our impact framework has been built to help us to better understand the impact of our support.

- Support beyond funding has increased through our Grants Toolkit which provides advice and tips for community groups applying through us.
- A delivery plan for improving Equality, Diversity and Inclusion (EDI) in our decision-making has been created. An example of this is in the creation of new panels, we have ensured that they have a wider representation of protected characteristics.
- Covid-19 funding has been anaylsed and the learning has been implemented to help develop sustainable funding resources for communities in Wales.
- Community groups have been engaged to help shape new grant programmes for the Nation of Sanctuary Croeso Fund, a new fund for disability groups and another new fund for BAME groups.

03 Connect with more donors and supporters

- Considerable work has been done to improve engagement on our digital channels and we are seeing increases in the numbers of referrals received.
- We continue to focus our story-telling on people, showing the impact our funding has on communities across Wales.
- A quarterly newsletter was launched and is reaching an audience of Senedd Members, Councillors and other political leaders across Wales to inform them of our work.
- Our brand identity and elevator pitch was shared with all staff and trustees in a refresher session.

04 Develop our team

- We hold daily/monthly team meetings and carry out a monthly staff well-being survey.
- We have cut back on unnecessary travel, still spending time meeting partners, donors and groups we fund face-to-face but also utilising online meetings in our working week.
- We will look at implementing a tech development plan to support more effective working next year.

Sefydliad Cymunedol Cymru

Community Foundation Wales

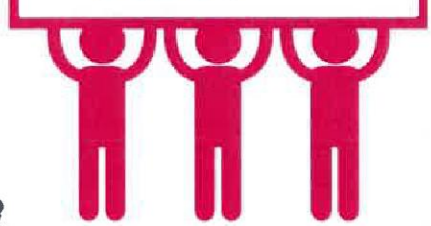
Our year in numbers

Average grant amount

£3,283

Supported over

400 groups



Success rate for applicants

65%

Total endowment

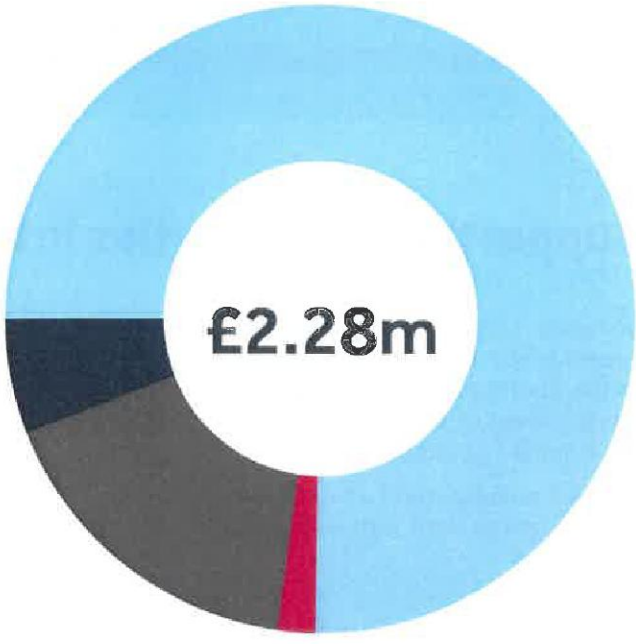
£21.47m

Total income

£2.38m

Total expenditure

- 76% Grants
- 17% Staff related costs
- 2% Office overheads
- 6% Other direct costs



Sefydliad Cymunedol Cymru

Community Foundation Wales

We are good partners

Working together to help future generations

Principality Building Society has committed £100,000 to support charities and community organisations to help young people across Wales.

Principality Building Society
Cymdeithas Adeiladu

We have partnered with the largest building society in Wales to supply grants of up to £5,000 each for a Future Generations Fund that will encourage young people to prepare skills for their future world of work, personal finances, finding employment, and living more sustainable lives.

Vicky Wales, Chief Customer Officer of Principality said:

> **We are delighted to be working in collaboration on a fund that will help support young people right across Wales.**
>
> **The Community Foundation Wales team have a real passion for helping community organisations, a great track record of delivery over many years and are held in such high regard for the work they do.**
>
> **It really is a pleasure to be working with them as a partner.**

Supporting communities in Rhondda Cynon Taf

We were delighted to establish a new partnership with Trivallis to manage and promote the Trivallis Community Investment Fund, which supports communities in the Rhondda Cynon Taf area. The fund supports groups working to support social inclusion, health and wellbeing, learning and employability and sustainable environmental improvements.

Trivallis, a registered social landlord with over 10,000 homes across South Wales, has set up the fund with us to support its tenants and local communities.

Trivallis. COMMUNITY Investment Fund.

Sefydliad Cymunedol Cymru

Community Foundation Wales

Tracey Cooke, senior manager of partnerships at Trivallis said:

> At Trivallis we are proud to own and manage over 10,000 homes across RCT. Through our Community Investment Fund, which offers grants of up to £5,000 to support groups and organisations based in our communities, we aim to boost opportunities for residents in our communities to enjoy fulfilled lives.
>
> We care about our communities and work hard to make a difference and are so proud to see some of the incredible work our Community Investment Fund has supported already; with groups such as Valleys Veterans, Autism Life Centres and Chat Cymraeg benefitting from grants to support their vital work across RCT.

Revitalising Trusts

Revitalising Trusts is a partnership programme to assist trustees of dormant funds. Welsh Government is supporting the Charity Commission and Community Foundation Wales to revitalise charitable trusts in Wales that find themselves facing difficulties.

CHARITY COMMISSION FOR ENGLAND AND WALES

The charity regulator is contacting trustees of charitable funds who have been dormant and encouraging them to draw up new business plans or to transfer their funds to Community Foundation Wales to be managed for the long-term benefit of local communities.

As part of the Revitalising Trusts programme, we supported the Trustees of the T D Jones (Llanfair Clydogau) charity, who manage an education fund near Lampeter. We worked with the Trustees to widen the scope of the fund and to transfer it across to Community Foundation Wales where we are now putting the fund to charitable use, making grants and investing for growth.

Paula Barker, Trustee at T D Jones (Llanfair Clydogau) said:

> Like many small village churches, our congregation has dwindled. I found that among the many problems arising from this was what to do about a sum of money left for the charitable purpose of providing books for the Sunday school children. The objects had been altered to help local school children but the trustees of the charity were no longer in a position to act and no monies had been distributed.
>
> It was with some relief that we received information about the Revitalising Trusts programme. It seemed quite daunting to start with and the initial problem was tracking down the right signatories for the paperwork. However I was guided through every step of the way and there proved to be no difficulty at all. The whole process of transferring the funds to Community Foundation Wales went without a hitch.
>
> The most gratifying aspect of this is that the funds are now being of real help where needed and we feel sure that the original donor would approve of that.

Sefydliad Cymunedol Cymru

Community Foundation Wales

We care about the people we work with

Listening to the groups we work with

Managing future finances can be a tricky balance of being able to support groups longer term, whilst also ensuring funding is available to fund new work and new ideas.

The focus of our funding remains on small, grassroots groups, who are often volunteer-led and embedded within their communities. Groups that struggle with capacity or resource and with maintaining and continuing services due to the challenge of attracting funding that is usually limited to 12 months.

It's really important to us as an organisation that we learn from those we work with but, even more importantly, that we use that knowledge to inform our work.

Where the restrictions of a fund allow, we now offer core funding with the opportunity for groups to apply for multi-year grants of up to three years.

More support for grantees

We have bolstered our support for applicants in the form of a Grants Toolkit. Current sections include Monitoring and Evaluation and Governance. We will continue to build on the Toolkit by regularly talking to grantees to find out which areas they need support in.

In addition to the toolkit, we offer one to one conversations with our grant officers where groups can book an appointment to discuss their project ideas before applying.

We also run regular workshops to support applicants to better understand what we are looking for within applications, in terms of robust governance as well as the services/projects they are requesting funding for. We have had really positive feedback from these sessions, including the following:

> "As someone with no experience of grant applications the information was comprehensive but easy to understand, I had all my questions answered from the panellists but also valuable discussion in the breakout room."

> "It was brilliant to have such specific information on what makes a good grant application. I really appreciated meeting the team at CFW. I have not applied for funding as yet but I have filled in end of grant reports so the workshop has really helped me feel more confident about applying in future."

Sefydliad Cymunedol Cymru

Community Foundation Wales

Responding to urgent needs

We feel privileged to be in a position where we can react to crises as they develop. The Covid-19 pandemic showed that we can be flexible, adaptable and resilient.

Our ability to respond in this way was called upon again when people from Afghanistan and more recently Ukraine found themselves displaced by conflict and seeking sanctuary in Wales.

In order to look to the future as well as reacting to the current situation, we conducted a survey and spoke with partners and supporters experienced in this very challenging subject as we looked to establish a fund to support this crisis.

Nation of Sanctuary Croeso Fund

The information and guidance received was invaluable in shaping the Nation of Sanctuary Croeso Fund.

> **Whilst providing for the essential needs (housing, food, clothing, healthcare) of people seeking sanctuary obviously needs to be the priority, those we work with often speak about the mental health impact of "waiting" to start their new lives.**
>
> **Projects like ours can help to relieve this by enabling people seeking sanctuary to progress, to start or continue their learning, to socialise, to actively participate and contribute to their local community.**

> Support for our core costs including salaries, is vital to enable us to adapt to the ever increasing demand on our service from people arriving in Wales.

As a next step we are working with our partners to help us to build this fund, with the intention of creating an endowment to ensure longevity, as we believe this will be an ongoing challenge for many years to come.

We will use the learning from conversations and the survey to help us to shape a criteria for a fund that is fit for purpose; that helps to fill identified gaps rather than duplicating what others are doing, supports those experienced in the issues faced by people seeking sanctuary and provides longer term support rather than just immediate crisis management.

> **It has been a privilege to be part of the development around the Nation of Sanctuary fund from Community Foundation Wales. Having a funder take the time to understand the complexity of the ever-changing situation and empower organisations' voices has been truly encouraging.**
>
> **With first hand knowledge and the backing of the whole sector, funding will inevitably be placed in the most appropriate and supportive way possible. This funding will be life changing for those that use the sector's services.**

Oasis Cardiff

Sefydliad Cymunedol Cymru

Community Foundation Wales

We make a difference

Benthyg and Repair Cafe Wales

Benthyg Cymru is Wales' Library of Things. They are a growing network of 14 branches with an aim to make borrowing 'as easy as popping out for a loaf of bread'.

Repair Café Wales supports a network of over 57 Repair Cafes where volunteers fix things for free and share their skills with others.

They received a grant from Wales Coronavirus Resilience Fund to work together to set up and run the Cardiff Mobile Project as a pilot project, blazing a trail for similar projects around Wales.

The Cardiff Mobile Project uses an electric van to help people borrow easily by offering free delivery and collections, and to repair more easily by offering pop-up repair cafes and taking equipment to new Repair Cafes as they become established in Cardiff.

The project has helped many and offered an alternative to consumption and waste to local communities. It has helped to save families money by lending items at low-cost and provided community gardens occasional use of gardening equipment to reduce cost and need for storage.

> We are so grateful to Benthyg for doing the borrowing scheme. It made it affordable for us to go on holiday with friends.

> Simply amazing! I thought this could never be repaired and it had so much sentimental value.

> I am particularly grateful for the repair to a 43 year old toy: it was simple, but I had not been able to do it - but Repair Cafe Wales knew how and had the materials.

Stepping Stones

Stepping Stones provides support and counselling to adult survivors of child sexual abuse.

They received a grant from the Wales Coronavirus Resilience Fund towards their 'Step by Step Cook and Chill' project to help the people they work with to understand how the food they eat affects their life, family, health, mood, and budget.

The grant enabled each member of the project to take part in cookery classes, cooking with fresh ingredients, following a recipe, budgeting and menu planning. Everyone was able to access the 'Grow with Confidence Garden' and improved their skills in gardening to grow their own fruit and vegetables to use to cook at home.

All participants said their mental health and wellbeing and awareness of food had significantly improved through their involvement with the project.

> **I suffer with anxiety and depression and this project has boosted my mood and wellbeing beyond belief.**
>
> **It has enabled my family to grow our own fruit and vegetables and given me a purpose and incentive to get outside and achieve so much more than I thought I could.**

> Being part of this project has given me enthusiasm to get outside more, eat better and improve my overall health which has had an immeasurable positive impact on my mental health.

Bryncynon Community Revival Strategy

Known as the 'hub of the community', The Feel Good Factory offers a huge range of services, in particular for local older residents. It is also home to the Bryncynon Community Revival Strategy which provides much needed social engagement and support to tenants and residents in the area.

The Bryncynon Community Revival Strategy were given a £5,000 grant from the Trivallis Community Investment Fund to enable them to hold regular afternoon tea sessions for older and isolated residents.

Covid-19 has had a huge effect on the isolation of vulnerable individuals and these weekly afternoon tea sessions have helped to get people out of their houses and enable local residents to catch up with friends old and new.

> Everyone is kind and caring and the food is excellent; it's nice to have it prepared for us. It makes us feel better about ourselves mentally. We would be lost without it, and it is something to look forward to and enjoy each visit.

> **We try to be like a family, and for those that can't make it, we deliver our afternoon teas to them. This is their lifeline, they love it, and they hope they can keep coming.**

The Birth Partner Project

The Birth Partner Project provides volunteer birth partners to support refugee and asylum seeker women who would otherwise face giving birth alone.

During the pandemic, the Birth Partner Project had to find a way to adapt their service that traditionally relied on face-to-face support in a way that was meaningful, safe and within Welsh Government guidelines.

Digital inclusion was key in keeping connected to the women they help and continuing to provide them with essential support and information.

The grant from the Wales Coronavirus Resilience Fund enabled the Birth Partner Project to run a digital inclusion programme with a focus on improving wellbeing in late pregnancy and early motherhood. This included offering a range of creative, informative and wellbeing classes.

The funding also helped them to distribute 15 digital packs which included tablets, data and headphones and allowed them to bring in interpreters to ensure that all classes and information sessions were accessible to everyone.

Since running the digital inclusion project, the Birth Partner Project has seen increased confidence in the women they support, with attendees saying:

> **This project made a huge change in my life. I was stuck inside staring at four walls. Since being involved, the project has changed how I view my life and wanting to do things. This project has given me things to do and look forward to.**

> My involvement in the project has helped me understand life in this country.

> **Previously I wasn't very confident with speaking English. Now even if I'm not correct I like to try.**

> **I'm always alone with the baby so since having the tablet I've been able to research and look things up relating to her.**

Sefydliad Cymunedol Cymru

Community Foundation Wales

Working together

New partnerships

It's been another busy start to the year for Community Foundation Wales. Since the easing of lockdown restrictions, we've noticed a real increase in our supporter base. This has been in part due to the work we completed during the pandemic, connecting a range of partners to distribute over £6m in funding to thousands of grassroots and voluntary organisations across the whole of Wales.

We were approached by the Principality Building Society to create a new fund, helping them in their mission to increase the prospects of young people across Wales. The member-owned business is working with us to supply grants of up to £5,000 each for projects for a Future Generations Fund that will encourage young people to prepare skills for their future world of work, personal finances, finding employment, and living more sustainable lives.

New Friends

Our Friends of Community Foundation Wales network has grown further, and we are grateful for the support we receive from each of our members.

For the annual membership donation of £100 for an individual or £500 for an organisation, Friends can:

- highlight their connection to Community Foundation Wales;
- demonstrate their support for a local Welsh charity;
- receive priority invitations to our events;
- receive a personal thank you on our website and in our annual review;
- have press, online and social media promotion opportunities.

Below, some of our Friends explain why they joined the network:

Annwen Jones

I became a Friend of Community Foundation Wales because they have a simple but powerful mission to improve the lives of people in Wales – they work throughout the country – by connecting those who want to give to the causes they care most about.

David Gold

I don't know how to pick the projects within the different communities across Wales, but I know Community Foundation Wales understand what themes and areas are most in need, and I trust the very talented team to make the most out of my donation. Becoming a friend seemed an easy way to invest in the community without having the necessary knowledge of the projects around me.

Sefydliad Cymunedol Cymru

Community Foundation Wales

The year ahead

Our aims:

We change lives together

- We will have a better understanding of the difference our funding has made on the lives of individuals in Wales.
- We will have improved the way we share our learning.
- We will have formed strong sector-wide partnerships enabling us to link supporters more effectively with projects.

We will increase generosity and charitable giving in Wales

- We will have a wider network of supporters through more effective engagement across all channels.
- Through our external communications we will have been influential in bringing more funding into Wales.

We want a Wales with strong active communities

- We will strengthen our grant-making by improving our processes.
- How we work will be more representative of the communities we serve.
- We will have supported third sector organisations to grow and strengthen to meet the needs of those they support.

Sefydliad Cymunedol Cymru

Community Foundation Wales

Diolch

So, that's the story of 2021/22 at Community Foundation Wales.

A year where, more than ever, we listened to the needs of communities across Wales, and responded through working together with funders, community groups and other partners.

What makes Community Foundation Wales special is that our aim is to build sustainable funding for Welsh communities now and into the future.

Our endowment funds will be here for the next generation, and the ones after that. Together with our partners we are building something special for Wales that will strengthen communities well beyond our lifetimes.

We'd like to thank everyone who has contributed to our work this year and extend a warm invitation to all to join us on this journey.

Whether you would be interested in working with us as a donor, if you'd like to help us spread the word in your local community, or support us in another way - we'd love to hear from you.

Diolch yn fawr

Richard Williams

Chief Executive, Community Foundation Wales

Our Trustees

The Trustees of Community Foundation Wales have been recruited from across Wales. They have a variety of backgrounds and expertise and are ultimately responsible for the affairs of the charity.

Community Foundation Wales has a main board which is supported by four committees (Finance, Risk and Investment; Forward Planning and Development; Governance and Grants), along with any task and finish groups which may be established.

The committees and full board meet on a quarterly basis. The rate of attendance at our board meetings was 84% (down from 91% last year) and the attendance at our committee meetings was 75% (down from 88% last year).

Key responsibilities of the Board:

- to approve a three year rolling Strategic Plan, to keep it under regular review and to amend it as appropriate
- to approve the annual Business Plan
- to monitor quarterly performance against the Business Plan
- to approve the annual budget and monitor quarterly financial performance against the budget
- to approve the investment strategy and keep under regular review
- to approve the audited accounts annually
- to approve and regularly review policies, a mission/vision statement, a statement of values and a quality framework
- to monitor compliance with the policies, the mission/vision statement, the statement of values and the quality framework
- to monitor external relations, public relations, public image, relations with the media and Community Foundation Wales' website
- to recruit suitable new trustees
- to approve a policy for the induction, on-going training and retention of trustees
- to appoint or elect officers of the Board
- to identify major risks, and to put in place arrangements for mitigating their effect
- to monitor communications between the Board, the Chief Executive and the staff of Community Foundation Wales
- to recruit, appoint and, if necessary, dismiss the Chief Executive
- to agree the Chief Executive's remuneration
- to ensure the maintenance and integrity of the corporate and financial information included on the company's website.

Sefydliad Cymunedol Cymru

Community Foundation Wales

Financial review

Overview

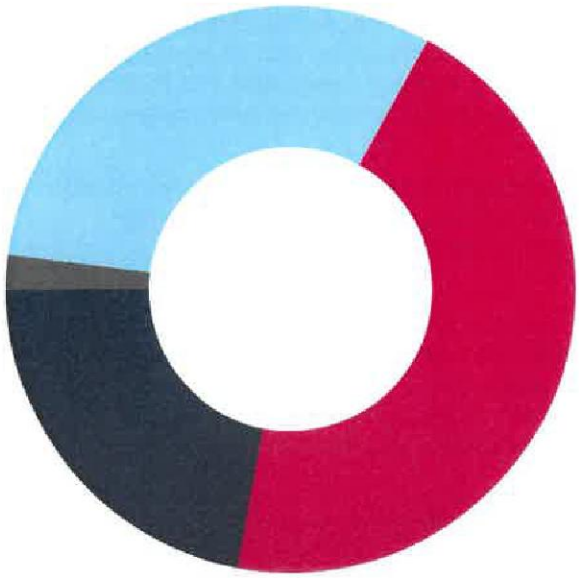
- The net assets of Community Foundation Wales are valued at **£23.28m**, an increase of **£1.98m** on the prior year. 2021/22 saw a continuation of the positive growth in 2020/21 following the drop in markets as a result of Covid-19 in March 2020.
- New endowment money of **£500k** was received.
- Income of **£2.38m** was received, **£178k** of which was designated for the Foundation's core operational costs and was generated from promoting and managing philanthropy **(45%)**, core grants **(2%)** and other earned income, including donations **(53%)**.
- Expenditure amounted to **£2.28m** of which **£1.92m** was spent on **over 466** grants to different organisations and individuals.
- Charitable activity expenditure was **£2.04m** and represents **89%** of total charitable expenditure.
- Unrestricted end of year reserves of **£407k** were generated.

Income

Income of **£2.38m** was received of which **£772k** came from from donations, **£500k** of this consisting of new endowment.

Income and dividends from investments was **£532k.** This is an increase on the previous year following the trend of further positive investment growth in 2021/22.

Charitable activity income of **£1.07m** is for grant-making from immediate impact restricted funds and is an decrease of **£4.25m** on the prior year. The decreases relate to the coronavirus immediate impact funding received in 2020/21 which amounted to **£4.6m** and was not continued in 2021/22.



31% Donations

2% Core grants

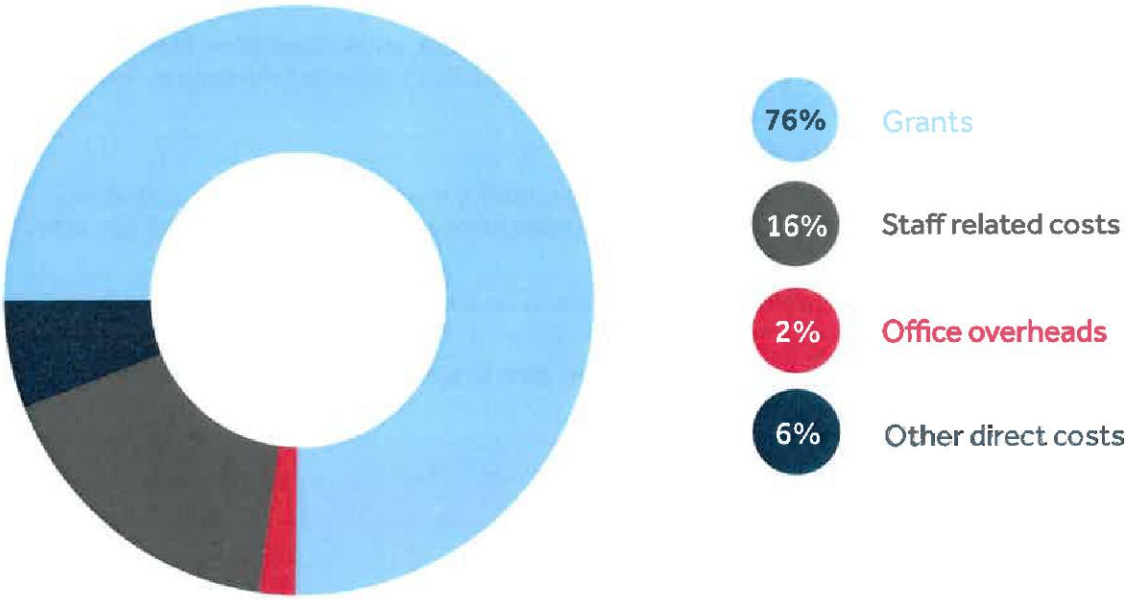
45% Income from charitable activities

22% Investment income

Expenditure

Expenditure amounted to **£2.28m**, of which **£152k**, was spent on developing new funds and informing and advising our existing fundholders, **£13k** was spent on securing core grant income and **£78k** on managing our investment portfolio to develop returns for grant-making - **£65k** of this was for the direct costs of the investment managers.

Charitable activity expenditure was **£2.04m** of which **£1.92m** was spent directly on grants to **466** projects.



Investments

Community Foundation Wales' Finance, Risk and Investment Committee holds delegated responsibility from the Board of Trustees for overseeing all financial, investment and risk management aspects of Community Foundation Wales, including monitoring the investment strategy and evaluating investment managers'

performance. Meeting quarterly, the Finance, Risk and Investment Committee monitors and scrutinises the investment performance. This is also constantly reviewed, and analysed monthly, by the executive team which liaises regularly with our investment managers to update our asset allocation and other investment considerations. Our investment managers make a formal presentation to the Finance, Risk and Investment Committee at least once a year, during which performance, strategy, market conditions, and policy updates are reviewed.

To offer an endowment fund grant-making capability that increases with inflation, Community Foundation Wales' investment strategy is to maintain the real value of both its capital and the funds available for charitable purposes over an economic cycle through a diversified portfolio of securities within an acceptable risk profile.

Further diversification is achieved by spreading the investments across two investment managers. Community Foundation Wales has a discretionary investment portfolio with Brewin Dolphin and pooled fund holdings with CCLA. Each endowment fund has a percentage share of the combined manager portfolios that is adjusted every time capital is added or withdrawn. Community Foundation Wales' ethical investment policy means that the portfolio will have no significant direct investment exposure to tobacco, arms, pornography and gambling.

Community Foundation Wales operates a total return approach to managing the investment portfolio. Each year the trustees review the requirements from each fund, taking into account the needs of beneficiaries, expectations of fundholders and historic investment performance.

The trustees set a maximum recommended distribution amount for each fund. This recommended distribution amount is a nominal amount. It is only officially designated as income as and when it is needed to meet expenditure requirements.

Community Foundation Wales still maintains a modest income flow which is designed to assist with meeting cashflow requirements. Cash will be withdrawn from the endowment funds to cover the management fees and to enable grant-making.

During 2021/22 the trustees recommended an across the board distribution figure of **4%** of the value of the endowment, except in specific cases where funds required higher distribution amounts to meet community needs and/or fund holder requirements.

Community Foundation Wales complies with the specific guidance from the Charity Commission regarding permanently endowed funds. The charity manages 12 funds which are considered to be permanently endowed, totalling **£10.51m** as at 31 March 2022 (see note 18).

The initial value of the permanently endowed trust for investment was established as 1st April 2012. For permanently endowed trusts established after this, it is the date the fund was established.

Community Foundation Wales has one investment property that is leased out until 2035. A reserve for maintenance costs over the life of the lease that fall to Community Foundation Wales as landlord was established in 2011 and is currently valued at **£87k**. Community Foundation Wales' single investment property delivered a gross yield of **8.9%, 1%** of this relates to historic rent from 2015 which is being paid off in annual installments.

The net assets of Community Foundation Wales at 31 March 2022 are **£23.28m**. This includes, **£21.97m** investments, which consists of an investment property valued at **£500k** and an investment portfolio valued at **£21.47m**.

The value of the investments increased by **£1.98m**, a continuation of the positive recovery in 2020/21 which followed the shock of the pandemic in March 2020.

The funds are managed by two investment managers, Brewin Dolphin who manage a segregated investment portfolio worth approximately **£15.60m** and CCLA who manage the remainder of the portfolio, valued at approximately **£5.87m**.

Reserves Policy

The aim of the Trustees of Community Foundation Wales is to hold reserves to mitigate any significant drop in income levels. Trustees believe this should be a prudent minimum so as to maximise our grant-making funds.

The board recognises the need to grow endowment levels to a critical mass in order to provide a sustainable source of future income, not affected by new contracts or funding cycles. The current target is **£30m**, which would provide enough to cover the running costs of the Foundation at current levels.

If income levels are not sufficient to cover running costs, we need a plan to ensure the continued operation of the foundation in the short term. To address this concern, we have developed the following reserves policy. For the purpose of the policy neither expendable endowments nor restricted reserves will be included in total.

The board has set a level of **£270k** to be held in unrestricted reserves, this would give the foundation time to find alternative funding or to scale down expenditure to sustainable levels. A review and update of our current target will be conducted in 2022/23 to assess whether it is still appropriate at end of par.

At the end of the current financial year, the reserves are **£407k** which exceeds the reserves policy however the forecast for 2022/23 is such that a proportion of these will be used, reducing the balance.

Sefydliad Cymunedol Cymru

Community Foundation Wales

Objectives and activities

Charitable objects

Community Foundation Wales' charitable objects, as outlined in our Articles of Association, which were adopted on 24th March 2012, (and previously contained in the company's Memorandum of Association) are:

- the promotion of any charitable purpose for the benefit of the community in Wales including the advancement of education, the protection of good health, both mental and physical, and the relief of poverty and sickness and other exclusively charitable purposes which are beneficial to the communities in Wales;
- other exclusively charitable purposes in the United Kingdom and elsewhere which are, in the opinion of the Trustees, beneficial to the community with a preference for those in the area of benefit.

Mission and Vision

Mission: To strengthen and enrich local communities across Wales by inspiring and managing philanthropy.

Vision: A Wales with a thriving voluntary and community sector, where local people lead projects and have the financial resources to develop their own solutions based on need.

Charitable activities

Promoting philanthropy and grant-making are Community Foundation Wales' principal charitable activities, representing the two sides of Community Foundation Wales' core purpose, that of encouraging charitable giving and investing in communities.

Public benefit

The Trustees of Community Foundation Wales, having reviewed the Charity Commission Guidance, demonstrate public benefit in a number of ways:

- our aims cover permitted charitable purposes;
- our key charitable objectives (promoting philanthropy and grant-making) benefit the grant recipients and their communities through financial support to deliver a range of activities which strengthen communities;
- grant-making, free to beneficiaries, is collaborative (e.g. through working with local Panels to recommend decisions on which projects to fund), and inclusive (e.g. through our grants policy which outlines our transparent, straightforward and clear grant criteria);
- the impact of our grants is demonstrated through monitoring and reporting, as some of the examples featured here show;
- raising the profile of philanthropy, needs and our grant-making supports and celebrates civil society;
- initiatives such as the Fund for Wales and philanthropy events promote charitable giving.

Sefydliad Cymunedol Cymru

Community Foundation Wales

Structure and governance

Governing document & legal status

Community Foundation Wales is a Charitable Company limited by guarantee registered as Community Foundation in Wales. The Charitable Company was established under a Memorandum of Association dated 19th November 1998 and is governed under its Articles of Association. Following a comprehensive review, new Articles of Association were adopted on 24th March 2012.

Community Foundation Wales is registered with the Charity Commission (registered charity number 1074655). It has the power to receive funds for donors and other contributors and make grants to eligible individuals and communities in support of charitable activities in and for Wales. Community Foundation Wales is also a registered company number 03670680.

We publish our audited accounts on an annual basis along with our annual report.

Membership

In the event of the company being wound up, Members are each required to contribute an amount not exceeding £1. The Members comprise the current Trustees.

Board recruitment, induction and development

The Directors of the company are also charity trustees for the purpose of charity law and, under the company's Articles of Association, are known as Members of the Board of Trustees.

A Board Committee, called the Governance Committee, has a broad remit which includes ensuring that the charity has the appropriate trustees to lead Community Foundation Wales' achievement of its rolling three year strategic vision and longer term ambitions. Terms of office, clear roles and responsibilities, Committee Terms of Reference, and a Trustee Development Plan are all in place.

The induction programme for new trustees includes: familiarisation meetings; a Trustee Handbook; visiting funded projects; staff briefings; and attendance at events and Foundation activities. Each trustee also sits on a Board Committee.

In order to achieve our ambitions, Community Foundation Wales' Trustees are committed to learning from examples of best practice from across the community foundation membership and beyond.

Community Foundation Wales renews, invigorates and inspires its Trustees, who bring a strong breadth of skills and expertise to bear on decision-making and planning.

Wider network membership

Community Foundation Wales is a member of UK Community Foundations (UKCF). The role of UKCF includes: representing and raising the profile of community foundations across the UK; the negotiation and management of UK-wide grant programmes; technical assistance; and the provision of a range of member services including a national conference, formal and informal training, and enabling sharing and learning across the network. UKCF underpins the work of the movement, and Community Foundation Wales is proud to be a member. One of our Trustees is Chairman of the board of UKCF.

Quality accreditation

A further significant benefit of being a member of UK Community Foundations is the expectation that all community foundations maintain their quality accredited status which is re-accredited every three years. Community Foundation Wales was successful in reaching the exacting standards following our submission and interviews in April and May 2021.

Organisation governance and structure

Currently Community Foundation Wales has 12 Trustees on its Board.

The Company Secretary (the Chief Executive) attends Board meetings but has no voting rights.

Community Foundation Wales has a President (Captain Sir Norman Lloyd-Edwards).

HRH The Prince of Wales is Patron of the Fund for Wales, of which former Trustee and current Chair of the Wales Council for Voluntary Action, Peter Davies, and internationally renowned harpist Elinor Bennett (Lady Wigley), are Ambassadors.

The Board's Committees are reviewed each year ensuring that Community Foundation Wales has an appropriate committee structure to enable it to deliver its objectives.

Committees operating in this financial year were:

1. Grants committee, which approves grants on behalf of the Board. This year the Grants Committee monitored, evaluated and supported the management of £1.7m in grants on behalf of Community Foundation Wales' Fund holders, donors and clients.
2. Finance, Risk & Investment committee, whose work ensures appropriate risk management and achieves a benchmarked return on investment of our capital assets to achieve capital growth and income for grant making. It is also responsible for HR.
3. Forward Planning and Development Committee which leads on our strategic planning and development activity.
4. Governance Committee is responsible for ensuring the foundation complies with its governance duties, including regular review of policies.

The Board's Committees meet regularly with responsibility for the delivery of the Five Year Strategic Plan sitting at the heart of their work. The monitoring of risk, Quality Accreditation Standards and the delivery of the Annual Business Plan are key tasks, and Trustees' strategic perspective, oversight, expertise and input are key features of Committee work. All Trustees are welcome to attend and contribute to all Committee meetings, and this often happens in practice.

The Chief Executive sits on all Board Committees, with senior managers also in attendance. Staff members often join Trustees' meetings and workshops and project visits.

Community Foundation Wales has insurance cover appropriate to the needs of the organisation, which is reviewed annually. This includes trustees indemnity of £1m.

Pay and remuneration

The Directors on the Board of Directors, who are the Trustees of Community Foundation Wales, consider that they, and the senior management team, comprise the key management personnel of the charity in charge of directing and controlling, running and operating Community Foundation Wales on a day to day basis.

All Directors give of their time freely and no Director received remuneration in the year. Expenses are paid in line with the Community Foundation Wales' Expenses Policy, which relates to both Trustees and staff.

Details of Directors' expenses and related party transactions are disclosed in note 7 and note 20 to the accounts.

Staff pay is reviewed annually in line with the Salary Review Policy which includes the following framework:

- subject to approval by the Board of Trustees and affordability within the budget an annual % increase will be awarded and equitably distributed to all staff;

- salary changes can be reflected by changes in duties or responsibilities in the job description;
- promotions, additional holiday and/or volunteer time and one-off bonuses can also be awarded;
- a salary change can be authorised for a short term period, for example for additional responsibilities or duties undertaken on a short term basis, or permanently;
- in exceptional circumstances a staff member may receive a salary cut.

Risk management

Community Foundation Wales continues to identify and review the major risks that it faces, and has robust procedures to mitigate and manage them. This includes each Committee taking responsibility for monitoring appropriate risks identified through the Risk Policy and Risk Register as a standing item on each meeting agenda. This ensures that all Trustees are aware of the range of risks faced, the likelihood and the mitigating actions taken to reduce risks, and their role in monitoring the delivery of the Risk Policy.

Risks actively monitored and mitigated this year have included:

- mitigating impact of the pandemic
- business continuity

Related Parties

Note 20 gives details of various small transactions with other related parties.

Linked charities - for accounting purposes, Community Foundation Wales is a Group comprising several separate charities whose accounts and activities are consolidated within this Group report and accounts. These charities within the Group are:

- Community Foundation Wales: a limited company and the parent/main operating charity.
- Montgomeryshire District Trust Fund (registered charity number 513855): supports community initiatives which increase access to leisure and recreation for residents of Montgomeryshire. Community Foundation Wales is the sole trustee.
- Montgomeryshire Intermediate and Technical Education Fund (registered charity number 525726): provides bursaries to first year students at Aberystwyth University who attended a Montgomeryshire High School. Community Foundation Wales is the sole trustee.
- Stanley Bligh Memorial Fund (registered charity number 525314): provides assistance to individuals or groups in Powys pursuing studies or activities in technical and vocational subjects in the arts or sciences. Community Foundation Wales is the sole trustee.
- Former Brecon Girls School Fund (registered charity number 1074498): for general education purposes for the residents of Brecknockshire. Community Foundation Wales is the sole trustee.
- Education Trust for Cardiff Citizens (registered charity number 506656): to advance the education of residents of Cardiff. Community Foundation Wales is the sole trustee.
- Cardiff Citizens Charity (registered charity number 206549): for the relief of financial hardship of residents of Cardiff. Community Foundation Wales is the sole trustee.
- Rudbaxton Parish Education Fund (registered charity number 1145391): to advance the education of children and young people under the age of 25 who live in the Parish of Rudbaxton. Community Foundation Wales is the sole trustee.
- Monmouthshire Further Education Trust Fund (registered charity number 1146059): to advance the education/training of young people in the County of Monmouthshire as it existed in 1956. Community Foundation Wales is the sole trustee.
- The Education Fund of Denbigh and the Surrounding Area (registered charity number 1074655-1): to advance the education of persons between the ages of 11 years and 25 years resident in the area of benefit in such ways that are not required to be provided by the local education authority. Community Foundation Wales is the sole trustee.

v. The TJ Jones Memorial Fund (registered charity number 1074655-2): to provide scholarships to assist beneficiaries to undertake training in engineering or advanced technical education at institutions of further education. Community Foundation Wales is the sole trustee.

Unless explicitly stated otherwise, the comments in this report apply to the Group.

Powys Welsh Church Fund - note 18 gives details of Community Foundation Wales' involvement in the management of the Powys Welsh Church Fund.

Clwyd Welsh Church Fund - note 18 gives details of Community Foundation Wales' involvement in the management of the Clwyd Welsh Church Fund.

During the year ended 31 March 2022, Community Foundation Wales awarded

Charity	Total of grants awarded 2021-22	Total of grants awarded 2020-21	Trustee or member of staff
Ffin Dance, Abertillery	**£5,948**	**£5,000**	Andrew Tuggey
Scout Wales SWAT (Scouts Cymru)	**£2,021**	-	Andrew Tuggey

Andrew Tuggey is a trustee of Community Foundation Wales, Vice president of Scouts Cymru and Champion of Ffin Dance.

Reference and administrative details

The charity's registered name is:	The Community Foundation in Wales
The charity's trading name is:	Community Foundation Wales
The charity is known in Welsh as:	Sefydliad Cymunedol Cymru
Registered Company Number:	03670680 (registered in England and Wales)
Registered Charity Number:	1074655
Principal & Registered Office:	St Andrews House, 24 St Andrews Crescent, Cardiff, CF10 3DD

Trustees serving in the financial year, and at the date of approval of this report:

Alun Evans (Chairman)	
Nigel Annett CBE (Vice Chairman)	
Kathryn Morris (Honorary Treasurer)	
Tanwen Grover	
Geraint Jewson	(end of term March 2022)
Andrew Tuggey CBE DL	
Sarah Jennings	
Emma Metcalfe	
Annabel Lloyd	
Samsunear Ali	
Sarah Corser	
Gwyn Owen	(resigned September 2021)
Ruth James	(appointed March 2022)
Ian Thomas	(appointed June 2022)
Gaenor Howells	(appointed June 2022)

The Trustees delegated the day-to-day management of the charity to the Chief Executive and Company Secretary, Richard Williams.

Senior management team

Director of Programmes: Andrea Powell

Grants & Programmes Manager: Ffion Roberts

Director of Philanthropy: Katy Hales

Head of Communication and Marketing: Anoushka Palmer

Head of Finance: Smitha Coughlan

Auditors

Azets Audit Services
Ty Derw
Lime Tree Court
Cardiff Gate Business Park
Cardiff
CF23 8AB

Bankers

The Royal Bank of Scotland
South Wales Commercial Office
One Kingsway
Cardiff
CF10 3AQ

Solicitors

Geldards LLP
4 Capital Quarter
Tyndall Street
Cardiff
CF10 4BZ

Investment Managers

Brewin Dolphin Ltd
2nd Floor
5 Callaghan Square
Cardiff
CF10 5BT

CCLA Investment Management Limited
1 Angel Lane
London
EC4R 3AB

Sefydliad Cymunedol Cymru

Community Foundation Wales

The trustees present their report and financial statements for the year ended 31 March 2022.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's Articles of Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective from 1 January 2019).

Statement of trustees' responsibilities

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

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charitable Company and the group and of the incoming resources and application of resources, including the income and expenditure, of the Charitable Group for that period. In preparing those financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards 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 to enable it to ensure that the financial statements comply with the Charities Act 2011, the Companies Act 2006, the applicable Charities (Accounts and Reports) regulations and the provisions of the trust deed. 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.

Statement as to disclosure of information to auditors

So far as the trustees are aware, there is no relevant information (as defined by Section 418 of the Companies Act 2006) of which the Charitable Company's auditors are unaware, and each trustee has taken all the steps that they ought to have taken as a trustee in order to make them aware of any audit information and to establish that the charity's auditors are aware of that information.

Auditors

This report has been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities (effective 1 January 2019) and in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by the Board of Directors on 21/11/2022 and signed on its behalf.

Alun Evans

Chairman of Trustees

KB Morris

Kathryn Morris

Trustee & Treasurer

Sefydliad Cymunedol Cymru

Community Foundation Wales

Independent Auditor's Report

Independent Auditor's Report to the Members and Trustees of Community Foundation in Wales

Opinion

We have audited the financial statements of Community Foundation in Wales (the 'parent charitable company') and its subsidiaries (the 'group') for the year ended 31 March 2022 which comprise the consolidated Statement of Financial Activities, the consolidated and parent Balance Sheet, the consolidated 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 group's and parent charitable company's affairs as at 31 March 2022, and of the group's 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 group and parent 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 group's or parent 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 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 strategic report and directors report) for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- he strategic report and the directors report including the trustees report have 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 group and parent charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the strategic report and 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 by the parent charitable company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company's 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.

Responsibilities of the trustees

As explained more fully in the trustees' responsibilities statement , the trustees (who are also the directors of the parent 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 groups and parent 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 group or parent 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

We have been appointed auditor under [the Companies Act 2006 and report in accordance with this Act.

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.

A further description of our responsibilities is available on the Financial Reporting Council's website. This description forms part of our auditor's report.

Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above and on the Financial Reporting Council's website, to detect material misstatements in respect of irregularities, including fraud.

We obtain and update our understanding of the entity, its activities, its control environment, and likely future developments, including in relation to the legal and regulatory framework applicable and how the entity is complying with that framework. Based on this understanding, we identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. This includes consideration of the risk of acts by the entity that were contrary to applicable laws and regulations, including fraud.

In response to the risk of irregularities and non-compliance with laws and regulations, including fraud, we designed procedures which included:

- enquiry of management and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- reviewing minutes of meetings of those charged with governance;
- assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the entity through enquiry and inspection;
- reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias.

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 of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

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.

Sarah Case FCA DChA (Senior Statutory Auditor) Date: 13-12-2022

For and on behalf of Azets Audit Services
Chartered Accountants Statutory Auditor
Ty Derw, Lime Tree Court, Cardiff Gate Business Park, Cardiff, CF23 8AB

Sefydliad Cymunedol Cymru

Community Foundation Wales

Consolidated statement of financial activities

(including consolidated income and expenditure account)

	Note	Unrestricted funds £	Restricted funds £	Endowment funds £	2021/22 Total £	2020/21 Total £
Income and endowments from:						
Donations & legacies	2	182,153	89,011	500,423	771,587	733,271
Income from investments	3	1,397	43,348	487,654	532,399	480,240
Charitable activities						
Grantmaking	4	-	1,071,544	-	1,071,544	5,325,310
Other income		-	-	-	-	200,000
Total income		183,550	1,203,903	988,077	2,375,530	6,738,821
Expenditure on:	5					
Costs of raising funds						
Fund development & donor care		144,654	7,830	-	152,484	138,186
Core grants		11,146	2,237	-	13,383	12,665
Investment income		12,988	-	64,759	77,747	61,925
Charitable activities						
Grantmaking		189,903	1,729,203	-	1,919,106	6,027,891
Promoting philanthropy		109,310	8,948	-	118,259	105,498
Total expenditure		468,002	1,748,218	64,759	2,280,979	6,346,165
Net income/(expenditure) before gains and losses on investments		(284,452)	(544,315)	923,318	94,551	392,656
Gain on revaluation		-	-	-	-	-
Net gain/(loss) on investments	11	-	-	1,845,598	1,845,598	3,896,950
Net income/(expenditure) for the year		(284,452)	(544,315)	2,768,916	1,940,149	4,289,606
Transfers between funds		243,926	546,126	(790,052)	-	-
Gain on revaluation		-	-	-	-	-
Net movement in funds		(40,527)	1,811	1,978,863	1,940,149	4,289,606
Reconciliation of funds						
Fund balances brought forward		447,391	895,016	19,993,081	21,335,488	17,045,882
Fund balances carried forward		406,864	896,827	21,971,944	23,275,635	21,335,488

Consolidated and charity balance sheets

	Note	Group 2021/22 £	Group 2020/21 £	Charity 2021/22 £	Charity 2020/21 £
Fixed Assets					
Tangible assets	10	5,764	8,646	5,764	8,646
Intangible assets	10	18,729	26,017	18,729	26,017
Investments					
Property	10	500,000	500,000	-	-
Securities	11	21,471,944	19,493,081	13,355,846	12,180,484
		21,996,437	20,027,744	13,380,339	12,215,147
Long term debtors	12	70,240	75,744	-	-
Current Assets					
Debtors	13	163,824	268,050	161,965	173,648
Provision for investment transfers	13	953,180	504,298	953,180	498,462
Cash at bank and in hand		663,576	1,211,823	425,856	903,159
		1,780,580	1,984,171	1,541,001	1,575,269
Current Liabilities					
Creditors: Amounts falling due within one year	14	(386,437)	(698,171)	(305,922)	(632,990)
Creditors: Amounts falling due after one year		(185,185)	(54,000)	(134,685)	(7,000)
Net Current Assets		1,208,958	1,232,000	1,100,395	935,279
Net Assets		23,275,635	21,335,488	14,480,734	13,150,425
Represented by:					
Unrestricted funds					
General fund	16	406,864	447,391	406,864	447,391
Restricted income funds	17	896,827	895,016	718,023	669,798
Endowment funds	18	21,971,944	19,993,081	13,355,846	12,033,236
		23,275,635	21,335,488	14,480,734	13,150,425

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small charitable companies. The notes at pages 36 to 61 form part of these accounts. The financial statements were approved by the Board of Directors on 21/11/2022 and were signed on its behalf by:

Alun Evans
Chairman of Trustees

Kathryn Morris
Trustee & Treasurer

KBMorris

Sefydliad Cymunedol Cymru

Community Foundation Wales

Group statement of cashflows

	Note	2021/22 £	2020/21 £
Net cash used in operating activities	24	(571,519)	(222,632)
Cash inflows from investing activities			
Investment income	3	532,399	480,240
Net cash from investing activities		532,399	480,240
Cash flows from investing activities			
Payments to acquire fixed asset investments	11	(2,867,248)	(4,740,735)
Receipts from sale of fixed asset investments	11	2,463,817	5,018,366
Equalisation	11	451	13,114
Revaluation		-	(200,000)
Acquisition of fixed assets	10	-	(31,215)
Add back depreciation and amortisation	10	10,170	10,170
Net cash generated used in investing activities		(392,810)	69,700
Operating cash flow in year		(431,929)	(327,308)
Management of liquid resources			
Increase/Decrease in net cash in investment	11	(116,317)	(158,230)
(Decrease)/Increase in net cash at bank in the year		(548,247)	169,078
Cash and cash equivalents at 1 April 2021		1,211,823	1,042,744
Cash and cash equivalents at 31 March 2022		663,576	1,211,823

Sefydliad Cymunedol Cymru

Community Foundation Wales

Notes to the financial statements

1. Accounting policies

Charity information

Community Foundation in Wales is a charitable company limited by guarantee incorporated in England and Wales. The registered office is St Andrews House, 24 St Andrews Crescent, Cardiff CF10 3DD.

Accounting convention

The accounts have been prepared in accordance with the charity's Articles and Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019). The charity is a Public Benefit Entity as defined by FRS 102.

The Charitable Company's functional and presentational currency is the pound sterling (£), and balances are rounded to the nearest £1.

Preparation of the accounts on a going concern basis

The Trustees consider that there are no material uncertainties about the Charitable Company's ability to continue as a going concern.

Basis of consolidation

The group financial statements consolidate those of Community Foundation Wales and its linked charities (see note 23), made up to 31 March 2022, on a line by line basis.

The consolidated entity is known as the 'Group'.

Accounting policies specific to the Charitable Company or group in total are laid out below.

No separate company Statement of Financial Activities (SOFA) has been prepared for the Charitable Company as permitted by Section 408 of the Companies Act 2006 and paragraph 397 of the SORP.

Income

Income is recognised when the Charitable Company has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably. It is derived from the activities outlined below.

Donations without conditions are accounted for on a cash received basis. In the event that a donation is subject to conditions that require a level of performance before the Charitable Company is entitled to the funds, the income is deferred and not recognised in full either until those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that those conditions will be fulfilled in the report period.

Income from government and other grants, whether capital or revenue grants, is recognised when the Charitable Company has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that that income will be received and the amount can be measured reliably and not deferred.

Gift Aid receivable is included in income where there is a valid declaration from the donor.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

Investment income comprises of bank interest and dividends and interest arising from discretionary investment activities. Investment income arising from discretionary investment activities is re-invested by the Investment Managers.

Expenditure

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following headings:

- **Cost of raising funds**
  The costs of generating funds consist of investment management costs and certain legal fees.
- **Cost of charitable activities**
  Costs of charitable activities include grants made, governance costs and an apportionment of support costs.

Grants payable are payments made to third parties in the furtherance of the charitable objects of the Charitable Company.

In the case of an unconditional grant offer this is accrued once the recipient has been notified of the grant award. The notification gives the recipient a reasonable expectation that they will receive the one-year or multi-year grant. Grants awards that are subject to the recipient fulfilling performance conditions are only accrued when the recipient has been notified of the grant and any remaining unfulfilled condition attaching to that grant is outside of the control of the Charitable Company.

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty as to the timing of the grant or the amount of grant payable. The provision for a multi-year grant is recognised at its present value where settlement is due over more than one year from the date of the award, there are no unfulfilled performance conditions under the control of the charitable company that would permit the charitable company to avoid making the future payment(s), settlement is probable and the effect of discounting is material.

Allocation of support and governance costs

Support costs are these functions that assist the work of the Charitable Company but do not directly undertake charitable activities. Support costs have been allocated between governance costs and other support costs. Governance costs comprise all costs involving the public accountability of the Charitable Company and its compliance with regulation and good practice. These costs include costs related to statutory audit and legal fees together with an apportionment of overhead and support costs.

The bases on which support costs have been allocated are set out in note 5.

Taxation

The charitable members of the group are exempt from income and corporation taxes on income and gains to the extent that they are applied for their charitable objects.

Investments

Assets held for investment purposes are valued at market value at the balance sheet date. Investment properties are held for their investment potentials and not for use by the company and so their current value is of prime importance.

Realised gains and losses on investments are calculated as the difference between sales proceeds of these investments and their market value at the start of the year, or their subsequent costs, and are charged or credited to the statement of the financial activities in the period of disposal.

Unrealised gains and losses represent the movement in market values during the year and are credited or charged to the statement of financial activities based on the market value at the year end. Realised and unrealised investment returns are split across each endowment fund according to the fund's percentage of the overall portfolio.

Community Foundation Wales operates a total return approach to its investments. The power of total return permits the Trustees to invest permanently endowed funds to maximise total return and to apply an appropriate portion of the unapplied total return to income each year. Until the power is exercised to transfer a portion of unapplied total return to income, the unapplied total return remains invested as part of the permanent endowment. The power allows the trustees to decide in each year how much of the unapplied total return is transferred to income funds and so available for expenditure. The transfers between endowment and restricted funds and endowment and unrestricted funds reflect the income designated in this financial year.

Fixed Assets

Depreciation is provided on all tangible assets, other than land or investment properties, at rates established to write off the costs of over its expected useful life.

Leasehold property improvements – four years to next lease review.

Intangible Assets

These include software, web design and CRMs. They are amortised over the useful life, normally between three and five years.

Debtors

Debtors are recognised at the settlement amount due after any discount offered. Prepayments are valued at the amount prepaid net of any discounts due.

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.

Creditors and provisions

Creditors and provisions are recognised where the Charitable Company has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably.

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.

Fund accounting policy

Funds held by the group are:

Unrestricted Funds - these cover the operating costs and reserves of the group; there are no designated funds.

Restricted Funds - these are given the following classifications:

Immediate Impact - these are funds where the money for grants payable originates from other organisations or individuals, but the originator has delegated all or part of the work of researching, recommending and/or choosing suitable beneficiaries, managing grant applications, controlling the grant payments, and project monitoring/reporting. Examples may include situations where the group is acting as the local agent for national bodies, and where organisations or individuals have decided to out-source their grant-making.

Endowment Fund Income - these funds are used for the payment of grants out of the net investment returns designated by the trustees for income distribution from endowment funds with specified purposes.

Fundraising Activity - income and costs from events held by individuals not employed or contracted by Community Foundation Wales, to raise funds for specified purposes.

Foundation Operating Costs - funds received for specific work undertaken by Community Foundation Wales to enable the delivery of charitable activities.

Endowment Funds - the endowment funds held at the balance sheet date are all to be used for specific purposes.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to the statement of financial activities on a straight-line basis over the period of the lease.

Pension costs

Contributions in respect of defined contribution pension schemes are charged to the statement of financial activities in the period in which they are payable.

Critical accounting estimates and assumptions

The Charitable Company makes estimates and assumptions concerning the future. The resulting accounting estimates will by definition, seldom equal the related actual results. There are no estimates and assumptions that have a significant risk of causing material adjustment to the carrying amounts of assets and liabilities within the next year.

2. Income from donations and legacies

	Unrestricted funds £	Restricted funds £	Endowment funds £	2021/22 Total £	2020/21 Total £
Core grants					
Welsh Goverment	40,677	-	-	40,677	40,704
Donations					
Charities/organisations	141,476	89,011	500,423	730,910	692,567
Corporate donors	-	-	-	-	-
Individuals	-	-	-	-	-
	182,153	89,011	500,423	771,587	733,271

3. Investment income

	Unrestricted funds £	Restricted funds £	Endowment funds £	2021/22 Total £	2020/21 Total £
Dividends	-	-	487,654	487,654	429,430
Property rental	-	43,348	-	43,348	44,353
Grants returned to CFW	-	-	-	-	3,500
Bank interest	1,397	-	-	1,397	2,957
	1,397	43,348	487,654	532,399	480,240

4. Income from charitable activities

	Unrestricted funds £	Restricted funds £	Endowment funds £	2021/22 Total £	2020/21 Total £
Charities/organisations	-	1,071,544	-	1,071,544	5,325,310
Corporate donors	-	-	-	-	-
Individuals	-	-	-	-	-
	-	1,071,544	-	1,071,544	5,325,310

5. Expenditure

	Grants £	Staff-related £	Other direct £	Office Overheads £	2021/22 Total £	2020/21 Total £
Cost of raising funds:						
Core grants	-	12,977	-	406	13,383	12,665
Fund development & donor care	-	131,123	13,722	7,640	152,485	138,186
Investment income	-	12,175	64,759	813	77,747	61,925
Charitable activities						
Grantmaking	1,725,848	139,550	31,908	21,800	1,919,106	6,027,891
Promoting philanthropy	-	81,642	26,645	9,971	118,258	105,498
Total resources expended	1,725,848	377,467	137,034	40,630	2,280,979	6,346,165

Grants totalling £1,573,345 (2020/21: £5,783,457) have been made to institutions and £152,503 (2020/21: £83,576) to individuals. The directors do not believe any particular institution received a material grant in the context of grant making.

Costs have been attributed on a basis consistent with the use of resources. Where costs cannot be allocated, **they are apportioned by the estimated percentage of time spent on each activity. Office overhead costs equate to support costs - being premises and office-related costs.**

Governance costs

Governance costs are included under Community Foundation Wales' charitable actvitites expenditure and are broken down as follows:

	Unrestricted funds £	Restricted funds £	Endowment funds £	2021/22 Total £	2020/21 Total £
Meeting costs	-	-	-	-	-
Trustees costs	-	-	-	-	-
Subscriptions	13,807	-	-	13,807	11,631
Professional fees	9,832	-	-	9,832	11,540
Other	-	-	-	-	-
Staff related costs	67,493	-	-	67,493	58,112
Office overheads	5,052	-	-	5,052	4,363
	96,184	-	-	96,184	85,646

6. Staff costs

	2021/22 £	2020/21 £
Salaries	298,251	310,308
Social security costs	31,340	29,663
Pension costs	16,458	15,199
	346,049	355,169

The average number of full-time equivalent employees during the year, analysed by category, was:

	2021/22	2020/21
Direct charitable	7	6
Business development	1	1
Governance	1	2
	9	9

The Foundation considers its key management personnel comprise the Chief Executive, Deputy Chief Executive, Grants & Programmes Manager, Head of Philanthropy, Head of Communication and Marketing and Head of Finance.

The total employment benefits including employer pension contributions of the key management personnel were £293,102.

One employee recieved emoluments (excluding pension contributions) exceeding £70,000 in the year.

No Trustee received remuneration.

7. Trustees

1 trustee (2020/21: 0) was reimbursed for expenses of £2,216 (2020/21: £0). All costs related to travel and subsistence.

8. Net income for the year before transfers

	2021/22 £	2020/21 £
The net income for the year before transfers is stated after charging:		
Auditors remuneration	7,250	8,400
Operating lease rentals:		
- Plant and machinery	2,100	2,100

9. Charity results

As per section 408 of the Companies Act 2006, the charity has not included its own income and expenditure account in these financial statements. The results of the Community Foundation in Wales are summarised below:

	2021/22 £	2020/21 £
Total income	2,174,797	6,633,224
Total expenditure	(1,982,241)	(6,331,175)
Net incoming/outgoing resources before transfers	192,556	302,049
Investment gain/(loss)	1,137,753	2,214,663
Transfers	-	-
Net movement in funds	1,330,309	2,516,712

10. Fixed and Intangible Assets

Investments - Property

	Group		Charity	
	2021/22 £	2020/21 £	2021/22 £	2020/21 £
At 1 April 2021	500,000	300,000	-	-
Revaluation	-	200,000	-	-
	500,000	500,000	-	-
At 31 March 2022				
Properties at year end comprised:				
Former county school at Newtown	500,000	500,000	-	-

This property is part of the Montgomeryshire Intermediate & Technical Education Fund endowment. The property is valued quinquennially and was last valued on 14 January 2021 by Andrew H Turner MRICS from **Morris Marshall on an open market valuation basis.**

Tangible assets

	Group		Charity	
Leasehold improvements	2021/22 £	2020/21 £	2021/22 £	2020/21 £
Cost				
Opening balance 1/04/2021	14,410	14,410	14,410	14,410
Additions in year	-	-	-	-
Value at 31/03/2022	14,410	14,410	14,410	14,410

Accumulated depreciation	2021/22 £	2020/21 £	2021/22 £	2020/21 £
At 1/04/2021	5,764	2,882	5,764	2,882
Additions in year	2,882	2,882	2,882	2,882
Value at 31/03/2022	8,646	5,764	8,646	5,764

Net book value	2021/22 £	2020/21 £	2021/22 £	2020/21 £
At 31 March 2021	8,646	11,528	8,646	11,528
At 31 March 2022	5,764	8,646	5,764	8,646

Intangible fixed assets

Cost	Group 2021/22 £	Group 2020/21 £	Charity 2021/22 £	Charity 2020/21 £
Opening balance 1/04/2021	34,390	3,175	34,390	3,175
Additions in year	-	31,215	-	31,215
Value at 31/03/2022	34,390	34,390	34,390	34,390

Amortisation	Group 2021/22 £	Group 2020/21 £	Charity 2021/22 £	Charity 2020/21 £
At 1/04/2021	8,373	1,085	8,373	1,085
Charge for year	7,288	7,288	7,288	7,288
At 31/03/2022	15,661	8,373	15,661	8,373

Net book value	Group 2021/22 £	Group 2020/21 £	Charity 2021/22 £	Charity 2020/21 £
At 31 March 2021	26,017	2,090	26,017	2,090
At 31 March 2022	18,729	26,017	18,729	26,017

11. Investments - Securities

	Group 2021/22 £	Group 2020/21 £	Charity 2021/22 £	Charity 2020/21 £
Listed investments at valuation				
Opening valuation	19,493,081	13,577,727	12,180,484	9,431,881
Additions in the year	2,867,248	4,740,735	1,703,026	3,113,936
Disposal proceeds	(2,463,817)	(5,018,366)	(1,463,406)	(4,265,611)
Dealer charges	(451)	(13,114)	(268)	(11,147)
Gain (loss) on valuation	1,459,566	158,230	866,922	101,267
Cash movements	116,317	6,047,869	69,088	3,810,158
Closing valuation	21,471,944	19,493,081	13,355,846	12,180,484

	Group 2021/22 £	Group 2020/21 £	Charity 2021/22 £	Charity 2020/21 £
Listed investments comprised				
Uk-listed investments	20,944,450	19,081,904	13,042,536	11,897,513
Portfolio cash flow	527,494	411,177	313,310	282,971
	21,471,944	19,493,081	13,355,846	12,180,484

	2021/22 £	2020/21 £	2021/22 £	2020/21 £
Material investments				
CCLA	5,873,963	5,404,336	3,653,685	3,376,964
Segregated portfolio holdings	15,597,981	14,088,745	9,702,160	8,803,520
	21,471,944	19,493,081	13,355,846	12,180,484

12. Long term debtors

	Group		Charity	
	2021/22 £	2020/21 £	2021/22 £	2020/21 £
Property rental	70,240	75,744	-	-

The lease (signed 2011) on Community Foundation Wales' investment property expires in 2035; the lease allows for payment of rental arrears (included management fee) over the life at £5,920 pa.

13. Debtors

	Group		Charity	
	2021/22 £	2020/21 £	2021/22 £	2020/21 £
Other debtors	69,359	250,144	67,500	163,144
Provision for investment transfers	953,180	504,298	953,180	498,462
Prepayments and accrued income	94,465	17,906	94,465	10,504
	1,117,004	772,348	1,115,145	672,110

14. Creditors - amounts falling due within one year

	Group		Charity	
	2021/22 £	2020/21 £	2021/22 £	2020/21 £
Trade creditors	8,699	16,594	8,699	16,594
Accruals and deferred income	378,354	673,710	297,838	608,529
Tax and social security	(616)	7,867	(616)	7,867
	386,437	698,171	305,922	632,990

Creditors - amounts falling due greater than one year

	2021/22 £	2020/21 £	2021/22 £	2020/21 £
2-5 years	185,185	54,000	134,685	7,000

15. Financial commitments

At 31 March 2022 there were annual commitments under non-cancellable operating leases as follows:

	2021/22			2020/21
	Within 1 year	2-5 years	Over 5 years	
Office lease	19,950	47,552	-	87,508
Photocopier	2,520	3,780	-	6,962
	22,470	51,332	-	94,470

16. Movement in unrestricted funds

Group and Charity

	At 1 April 2021 £	Income £	Expenditure £	Transfers £	At 31 March 2022 £
Unrestricted general fund	447,391	183,550	(468,002)	243,926	406,864
	447,391	183,550	(468,002)	243,926	406,864

17. Movement in restricted funds (*= linked fund)

	At 1 Apr 2021 £	Income and transfers £	Grants expenditure £	Other expenditure £	At 31 Mar 2022 £
Immediate Impact Funds					
The Skiathos Fund	**66,405**	**-**	**-**	**(66,405)**	**-**
Bristol & West	**-**	**-**	**-**	**-**	**-**
Ashley Family Foundation	-	214,990	(227,016)	(23,065)	(35,091)
South Wales PCC	**975**	**-**	**15,111**	**-**	**16,086**
Anglesey Playground Trust	**5,935**	**-**	**-**	**-**	**5,935**
Older People's Fund	**153,308**	110,949	(253,947)	(31)	**10,279**
Wesleyan	**40,474**	**-**	**(28,750)**	**-**	**11,724**
Surviving Winter	**1,369**	**-**	**-**	**(1,369)**	**-**
Give DIFFerently	4,402	1,493	(5,300)	(134)	**461**
Core Funding Programme (Waterloo)	**74,673**	**-**	**-**	**-**	**74,673**
Welsh Procurement Alliance	**-**	89,000	(80,000)	(9,000)	**-**
Provident	**5,000**	**28,750**	**(25,000)**	**(3,750)**	**5,000**
Thomas Carroll Fund	18,481	8,290	(3,975)	(932)	**21,863**
Geldards Fund	1,364	56	-	(6)	**1,415**
HS Gwynedd	10	-	-	-	10
Transformation and Growth	11,994	-	**(12,117)**	-	(123)
Dulverton Coronavirus	10,000	-	(10,000)	-	-
West Glamorgan High Sheriff	**1,463**	**-**	**-**	**-**	**1,463**
Gareth Griffiths Fund	**-**	20,189	(18,170)	(1,615)	404
Resilience Fund	**84,578**	92	**61,115**	**(145,784)**	**-**
Cefn Croes Wind Farm	300	-	-	(300)	-
Cellnex Programme	**17,820**	180	(18,000)	-	-
Great Western Railway	18,000	-	(18,000)	-	-
Trust and Foundation	**60,308**	**8,470**	-	-	**68,778**
Daring to Dream	49	**62**	-	(94)	**17**
Castle Dairies	-	**24,750**	**(16,828)**	**(2,250)**	**5,672**
Trivallis	-	**135,000**	**(59,938)**	**(15,000)**	**60,062**
Principality	-	110,000	-	(10,000)	100,000
Made by Sport	-	244,091	(224,388)	-	**19,703**
Track 2000	-	121,000	-	(121,000)	**-**
Pears Action Learning Project	-	**54,000**	(48,000)	-	**6,000**

	At 1 Apr 2021 £	Income £	Grants paid £	Other £	At 31 Mar 2022 £
Seaburne	-	31,250	(15,599)	(3,125)	12,526
Mab Gwalia	-	31,744	(26,542)	(441)	4,761
Disability	-	118,508	-	-	118,508
COVID 19 Support for BAME groups	-	118,508	-	-	118,508
	576,908	1,471,370	(1,015,344)	(404,300)	628,634
Endowment Funds					
Martyn Groves Adventure & Travel Fund	447	-	-	-	447
Dr Dewi Davies Fund	-	-	(98,831)	98,831	-
Daisy Fund	-	-	(1,800)	1,800	-
Nancy Mudge Fund	-	-	(4,440)	4,440	-
Carmarthenshire Fund	-	-	(16,000)	16,000	-
Powys Welsh Church Fund #+	-	3,055	(76,800)	73,745	-
Montgomeryshire District Trust Fund *+	-	-	(9,700)	9,700	-
Montgomeryshire Intermediate & Technical Education*	198,420	40,293	(47,000)	(13,422)	178,292
Former Girls Grammar School Brecon*+	-	-	(6,581)	6,581	-
Stanley Bligh Memorial Fund*+	-	-	(11,201)	11,201	-
Education Trust for Cardiff Citizens	-	-	(6,500)	6,500	-
Cardiff Citizens Charity*+	512	-	-	-	512
Monmouthshire Further Education Fund *+	-	-	(2,615)	2,615	-
Education Fund for Denbigh and Surrounding Area *+	-	-	(7,510)	7,510	-
Clywd Welsh Church Fund +#	-	-	(8,556)	8,556	-
Gwent High Sheriffs' Community Endowment Fund	30,323	81,261	(67,491)	(14,344)	29,749
Denbighshire Community Endowment Fund	-	-	(8,500)	8,500	-
Former Foundation Powys Fund	3,173	-	-	-	3,173
Foundation Schools Fund	11,558	-	-	-	11,558
Fund for Wales	1,012	828	(21,000)	19,160	-
BIG Fund for Wales Trust Fund	2,000	-	(152,198)	151,198	1,000
Wales in London	-	-	(5,250)	5,250	-

	At 1 Apr 2021 £	Income £	Grants paid £	Other £	At 31 Mar 2022 £
Wrexham Community Endowment Fund (Church)	-	-	(1,750)	1,750	-
Wrexham Community Endowment Fund (LA)	-	-	(5,140)	5,140	-
Llandrindod High School Charity Fund	4,280	-	(1,000)	-	3,280
Newport Community Endowment Fund	-	6,923	(17,772)	10,849	-
Anglesey Community Endowment Fund	680	-	-	-	680
Flintshire Community Endowment Fund	-	-	(11,800)	11,890	90
Hawarden District Relief Fund	-	-	(1,775)	1,775	-
Education Trust of John Vaughan	138	-	-	-	138
Mary Jane Foundation Trust	3,568	-	-	-	3,568
Waterloo Match Challenge	35,707	-	-	-	35,707
TJ Jones Memorial Fund*	26,286	-	(105,000)	78,713	-
The Sloman Family Fund for Ely	-	-	(3,000)	3,000	-
	318,104	132,360	(699,209)	516,937	268,193
Group Summary					
Charity	696,083	1,563,437	(1,623,446)	81,953	718,023
Linked	198,932	40,293	(91,107)	30,684	178,804
Group	895,012	1,603,730	(1,714,553)	112,637	896,827

Under the Foundation's total return policy investment returns are designated as income only when needed to meet expenditure requirements. This is done to achieve efficiency and ensure that endowment assets spend more time invested. A recomended distribution amount is agreed by our trustees each year.

This is carried out on a fund by fund basis and takes into account the needs of beneficiaries, fundholder expectations and historic fund performance. Where the full recommended distribution amount is not required to meet expenditure needs then this remains as capital to be designated as income in future years, as required.

The closing balances in this note do not necessarily represent the full amount available for grant-making at the end of the financial year.

18. Movement in endowment funds

	At 1 Apr 2021 £	Income & transfers in £	Investment returns £	Other expenditure & transfers out £	At 31 Mar 2022 £
The Lord Merthyr Fund	1,212,550	26,468	114,624	(5,000)	1,348,642
Foundation Schools Fund	154,709	3,360	14,597	(1,660)	171,006
Martyn Groves Adventure & Travel Fund	40,767	885	3,845	(437)	45,060
The Sloman Family Fund for Ely	27,815	569	2,721	(3,299)	27,806
Former Foundation Powys Fund	27,072	588	2,555	(291)	29,924
Stanley Bligh Memorial Fund*+	1,285,573	27,727	121,561	(28,785)	1,406,075
Llandrindod High School Charity Fund	110,266	2,390	10,393	(1,479)	121,570
Former Girls Grammar School Brecon *+	290,737	6,220	27,626	(10,780)	313,802
Montgomeryshire Intermediate & Technical Education *	828,664	18,117	78,507	(2,400)	922,888
MITEF Investment Property	500,000	-	-	-	500,000
Montgomery District Trust Fund*+	496,912	10,650	47,167	(16,766)	537,963
Newport Community Endowment Fund	376,198	8,009	35,852	(17,186)	402,873
Monmouthshire Further Education Fund*+	331,077	7,141	31,304	(7,356)	362,165
Cardiff Citizens Charity*+	154,136	3,341	14,531	(2,068)	169,939
Powys Welsh Church Fund+#	2,829,740	60,387	269,410	(117,650)	3,041,887
Rudbaxton Parish Education Fund*+	390,154	8,456	36,781	(5,235)	430,155
Fund for Wales	516,531	276,042	41,219	(26,107)	807,685
Gwent High Sheriffs' Community Fund	564,021	12,404	47,933	-	624,358
Wrexham Community Endowment Fund (Church)	123,212	2,650	11,672	(3,403)	134,131
Education Trust for Cardiff Citizens*+	408,342	8,769	38,714	(12,327)	443,497
Education Fund for Denbigh and Surrounding Area *+	993,852	21,433	93,982	(22,431)	1,086,835
Flintshire Community Endowment Fund	251,396	5,299	24,097	(15,962)	264,830
Hawarden District Relief Fund	418,967	9,054	39,567	(7,840)	459,748
BIG Fund for Wales Trust Fund	1,101,819	22,090	108,467	(165,978)	1,066,398
Carmarthenshire Fund	214,910	4,468	20,767	(18,883)	221,262
Dr Dewi Davies Fund	1,362,340	28,357	131,567	(117,105)	1,405,159
Wrexham Community Endowment Fund (LA)	160,619	3,414	15,324	(7,864)	171,493
Education Trust of John Vaughan	91,275	1,974	8,598	(1,469)	100,378

	At 1 Apr 2021 £	Income & transfers in £	Investment returns £	Other expenditure & transfers out £	At 31 Mar 2022 £
Wales in London	100,239	2,318	9,359	(6,595)	105,321
Anglesey Community Endowment Fund	7,373	160	695	(99)	8,129
Daisy Fund	78,826	8,008	7,285	(3,069)	91,050
Emrys Davies Legacy Fund	36,157	779	3,401	(776)	39,561
Denbighshire Community Endowment Fund	409,468	8,778	38,863	(13,653)	443,456
Mary Jane Foundation Trust	35,506	765	3,341	(762)	38,850
LNB Fund	430,982	9,313	40,584	(7,447)	473,432
Cricket Wales Foundation	30,061	2,552	2,768	(645)	34,736
Clwyd Welsh Church Fund#+	652,132	14,025	61,821	(17,959)	710,019
William Gale Fund	165,472	3,571	15,574	(3,167)	181,450
Newport Girls Fund	39,834	858	3,747	(855)	43,584
Nancy Mudge Fund	40,311	815	3,932	(5,305)	39,753
Cardiff Story Fund	224,278	4,842	21,114	(4,116)	246,118
Newtown Maintenance Reserve*+	79,087	1,715	7,456	(1,061)	87,196
Mudiad Meithrin Fund	143,603	3,144	13,592	-	160,339
TJ Jones Memorial Fund*+	2,201,312	46,871	210,217	(102,816)	2,355,583
Cronfa William Salesbury#	54,786	1,182	5,156	(1,058)	60,066
Llangammarch Disaster Fund#	-	30,485	807	(903)	30,389
Mab Gwalia#	-	202,877	2,506	-	205,383
	19,993,081	923,320	1,845,599	(790,047)	21,971,944
Group Summary					
Charity	12,033,235	762,880	1,137,753	(578,022)	13,355,846
Linked	7,959,846	160,440	707,846	(212,025)	8,616,098
Group	19,993,081	923,320	1,845,599	(790,047)	21,971,944

*=Linked funds + = Permanent endowment funds

The Foundation manages six charitable investments (2020/21: four), where other organisations have retained trusteeship over the fund. These organisations have delegated the management of the non-property investments of the Funds to the Foundation as part of its investment portfolio and according to its investment strategy.

The market value of the share of the Foundation's investment portfolio relating to these funds was £4,208,083 (2020/21: £3,680,261).

The amount of annual gross designated income was £312,100 (2020/21: £70,898).

The annual core cost contribution from these funds amounted to £58,705 (2020/21: £46,227).

The income held by the Foundation was £nil (2020/21: £nil).

19. Analysis of assets/liabilities between funds

	Unrestricted funds £	Restricted funds £	Endowment funds £	2021/22 Total £	2020/21 Total £
Group					
Investments	-	-	21,471,944	21,471,944	19,493,081
Investment property	-	-	500,000	500,000	500,000
Fixed and intangible assets	24,493	-	-	24,493	34,663
Long term debtors	-	70,240	-	70,240	75,744
Current assets excluding cash at bank/hand	(227,724)	1,344,728	-	1,117,004	772,349
Cash at bank and in hand	635,449	28,127	-	663,576	1,211,823
Creditors: amounts falling due within one year	(25,354)	(361,083)	-	(386,437)	(698,172)
Creditors: amounts falling due after one year	-	(185,185)	-	(185,185)	(54,000)
	406,864	896,828	21,971,944	23,275,635	21,335,488

	Unrestricted funds £	Restricted funds £	Endowment funds £	2021/22 Total £	2020/21 Total £
Charity					
Investments	-	-	13,355,846	13,355,846	12,180,484
Fixed and intangible assets	24,493	-	-	24,493	34,663
Long term debtors	-	-	-	-	-
Current assets excluding cash at bank/hand	(227,724)	1,342,869	-	1,115,145	672,110
Cash at bank/hand	635,449	(209,593)	-	425,856	903,159
Creditors: amounts falling due within one year	(25,354)	(280,568)	-	(305,922)	(632,990)
Creditors: amounts falling due after one year	-	(134,685)	-	(134,685)	(7,000)
	406,864	718,023	13,355,846	14,480,734	13,150,426

20. Related Party Transactions

During the year ended 31 March 2022, Community Foundation Wales awarded:

Charity	Total of grants awarded 2021/22	Total of grants awarded 2020/21	Trustee or staff member
Ffin Dance, Abertillery	£5,948	£5,000	Andrew Tuggey
Scout Wales SWAT (Scouts Cymru)	£2,021	-	Andrew Tuggey

21. Pension schemes

The charity contributes to individual stakeholder pensions, and accordingly contributions to these schemes are accounted for on the basis of a defined contribution scheme. During the year ended 31 March 2022, the total employer contributions charged for these schemes amounted to £16,457 (2020/21: £15,199).

22. Company limited by guarantee

The charity is limited by guarantee; members' liability is limited to £1 on the winding-up of the charity.

23. Linked Charities

The Charity is sole trustee of, and therefore controls, the following charities:

Name	Charity Number	Linked number	Acquisition Date
Montgomeryshire District Trust Fund	513855	1074655-5	31 August 2009
Montgomeryshire Intermediate & Technical Education Fund	525726	1074655-3	31 August 2009
Stanley Bligh Memorial Fund	525314	1074655-6	31 August 2009
Former Girls Grammar School Brecon	1074498	1074655-4	31 August 2009
Monmouthshire Further Education Trust Fund	1146059	1074655-7	1 April 2010
Rudbaxton Parish Education Fund	1145391	1074655-8	1 November 2010
Cardiff Citizens Charity	206549	1074655-9	1 November 2010
Education Trust for Cardiff Citizens	506656	1074655-10	1 November 2010
Education Fund for Denbigh and Surrounding Area	1074655-1	1074655-1	31 March 2016
TJ Jones Memorial Fund	1074655-2	1074655-2	27 January 2020

These charities perform similar activities to the Foundation and have co-terminous year ends. The assets of in-year acquisitions have been transferred into the group at fair value as at the date the Foundation took control. All assets have been consolidated on a line by line basis at the year end. The place of business for all linked charities is England and Wales.

Montgomeryshire District Trust Fund	2021/22 Total £	2020/21 Total £
Investment income	10,650	9,563
Other income	-	-
Cost of generating funds	(1,766)	(1,418)
Charitable activities	(14,999)	(5,254)
Investment gains and losses	47,167	99,339
Net movement in funds	41,051	102,229
Assets	543,663	496,912
Liabilities	(5,700)	-
Net Assets	537,963	496,912
Restricted funds	-	-
Endowment funds	537,963	496,912
Funds	537,963	496,912

Montgomeryshire Intermediate & Technical Education Fund	2021/22 Total £	2020/21 Total £
Investment income	60,125	64.412
Other income	-	-
Cost of generating funds	(4,194)	(5,160)
Charitable activities	(59,688)	(12,119)
Investment gains and losses	85,963	378,601
Net movement in funds	82,206	423,734
Assets	1,737,386	1,624,610
Liabilities	(49,011)	(18,440)
Net Assets	1,688,376	1,606,170
Restricted funds	178,292	198,420
Endowment funds	1,510,084	1,407,750
Funds	1,688,376	1,606,170

Stanley Bligh Memorial Fund	2021/22 Total £	2020/21 Total £
Investment income	27,727	24,721
Other income	-	-
Cost of generating funds	(4,023)	(3,635)
Charitable activities	(24,764)	(12,402)
Investment gains and losses	121,561	256,771
Net movement in funds	120,501	265,455
Assets	1,411,382	1,285,573
Liabilities	(5,308)	-
Net Assets	1,406,074	1,285,573
Unrestricted funds	-	-
Endowment funds	1,406,074	1,285,573
Funds	1,406,074	1,285,573

Former Girls Grammar School Brecon	2021/22 Total £	2020/21 Total £
Investment income	6,220	5,510
Other income	-	-
Cost of generating funds	(1,050)	(897)
Charitable activities	(9,730)	(6,690)
Investment gains and losses	27,626	58,843
Net movement in funds	23,067	56,766
Assets	317,804	291,637
Liabilities	(4,000)	(900)
Net Assets	313,804	290,737
Unrestricted funds	-	-
Endowment funds	313,804	290,737
Funds	313,804	290,737

Monmouthshire Further Education Trust	2021/22 Total £	2020/21 Total £
Investment income	7,141	6,371
Other income	-	-
Cost of generating funds	(1,185)	(928)
Charitable activities	(6,171)	(2,783)
Investment gains and losses	31,304	66,046
Net movement in funds	31,089	68,706
Assets	363,166	331,077
Liabilities	(1,000)	-
Net Assets	362,166	331,077
Endowment funds	362,166	331,077
Funds	362,166	331,077

Rudbaxton Parish Education Fund	2021/22 Total £	2020/21 Total £
Investment income	8,456	7,500
Cost of generating funds	(1,308)	(1,091)
Charitable activities	(3,925)	(3,273)
Investment gains and losses	36,781	77,831
Net movement in funds	40,004	80,967
Assets	430,155	390,152
Liabilities	-	-
Net Assets	430,155	390,152
Unrestricted funds	-	-
Endowment funds	430,155	390,152
Funds	430,155	390,152

Cardiff Citizens Charity	2021/22 Total £	2020/21 Total £
Investment income	3,341	2,962
Cost of generating funds	(517)	(431)
Charitable activities	(1,551)	(1,292)
Investment gains and losses	14,531	30,748
Net movement in funds	15,804	31,987
Assets	170,452	154,648
Liabilities	-	-
Net Assets	170,452	154,648
Unrestricted funds	512	512
Endowment funds	169,940	154,136
Funds	170,452	154,648

Education Trust for Cardiff Citizens	2021/22 Total £	2020/21 Total £
Investment income	8,769	7,853
Charitable activities income	-	-
Cost of generating funds	(1,457)	(1,143)
Charitable activities	(10,871)	(3,429)
Investment gains and losses	38,714	81,459
Net movement in funds	35,155	84,741
Assets	446,997	408,842
Liabilities	(3,500)	(500)
Net Assets	443,497	408,342
Unrestricted funds	-	-
Endowment funds	443,497	408,342
Funds	443,497	408,342

Education Fund for Denbigh and Surrounding Area	2021/22 Total £	2020/21 Total £
Investment income	21,433	19,096
Charitable activities income	-	-
Cost of generating funds	(11,145)	(8,887)
Charitable activities	(11,286)	(2,222)
Investment gains and losses	93,982	198,261
Net movement in funds	92,983	206,248
Assets	1,086,834	993,851
Liabilities	-	-
Net Assets	1,086,834	993,851
Unrestricted funds	-	-
Endowment funds	1,086,834	993,851
Funds	1,086,834	993,851

TJ Jones Memorial Fund	2021/22 Total £	2020/21 Total £
Investment income	46,871	42,506
Charitable activities income	-	-
Cost of generating funds	(19,282)	(15,828)
Charitable activities	(109,821)	(9,007)
Investment gains and losses	210,217	434,388
Net movement in funds	127,985	452,059
Assets	2,412,583	2,227,598
Liabilities	(57,000)	-
Net Assets	2,355,583	2,227,598
Unrestricted funds	-	26,286
Endowment funds	2,355,583	2,201,312
Funds	2,355,583	2,227,598

24. Reconciliation of income (expenditure) to net cash flows from operating activities

	Note	2021/22 Total £	2020/21 Total £
Net movement in funds		1,940,147	(344,536)
(Gains)/losses on investments	11	(1,459,566)	873,136
Net investment income and bank interest repayable	3	(532,399)	(161,434)
(Decrease)/increase in debtors	13	(339,152)	(2,355,694)
Increase/(decrease) in creditors	14	(180,549)	378,187
Net cash outflow from operating activities		(571,519)	(1,610,341)

25. Comparative consolidated statement of financial activities

	Note	Unrestricted funds £	Restricted funds £	Endowment funds £	2020/21 Total £
Income and endowments from:					
Donations & legacies	2	**516,135**	**146,119**	**71,017**	**733,271**
Income from investments	3	**2,957**	**47,853**	429,430	480,240
Charitable activities					
Grantmaking	4	-	5,325,310	-	5,325,310
Other income		-	-	200,000	200,000
Total income		519,092	5,519,282	700,447	6,738,821
Expenditure on:	5				
Costs of raising funds					
Fund development & donor care		123,237	14,949	-	138,186
Core grants		**8,858**	**3,807**	-	12,665
Investment income		10,923	-	**51,002**	61,925
Charitable activities					
Grantmaking		178,670	5,849,221	-	6,027,891
Promoting philanthropy		90,270	15,228	-	105,498
Total expenditure		411,958	5,883,205	51,002	6,346,165
Net income/(expenditure) before gains and losses on investments		107,134	(363,923)	649,445	392,656
Net gain/(loss) on investments	11	-	-	3,896,950	3,896,950
Net income/(expenditure) for the year		107,134	(363,923)	4,546,395	4,289,606
Transfers between funds		178,158	98,760	(276,918)	-
Gain on revaluation		-	-	-	-
Net movement in funds		285,292	(265,163)	4,269,477	4,289,606
Reconciliation of funds					
Fund balances brought forward		162,099	1,160,179	15,723,604	17,045,882
Fund balances carried forward		447,391	895,016	19,993,081	21,335,488

Sefydliad Cymunedol Cymru

Newid Bywydau Gyda'n Gilydd

Community Foundation Wales

Changing Lives Together

THE COMMUNITY FOUNDATION IN WALES

England & Wales - Charity number 1074655

Accounts

Sefydliad Cymunedol Cymru

Community Foundation Wales

Changing Lives Together

Trustees' Annual Report and Accounts

2020/21

Registered Name: Community Foundation in Wales
Registered Company Number: 03670680
Registered Charity Number: 1074655

Sefydliad Cymunedol Cymru

Community Foundation Wales

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Croeso

Community Foundation Wales has never experienced such challenging circumstances in its 20 year history but, out of adversity, we have without question played an important role in Wales' response to the Coronavirus pandemic. Our ability to connect donors, funders and community groups enabled us to bring additional funding to Welsh communities when and where it was most needed.

Our grant-making for the year totalled £5.5million, an astonishing twofold increase in our previous annual total. This has enabled us to support more than a thousand groups as they struggled through the pandemic.

Partnership is embedded in how Community Foundation Wales works and this year, more than ever, this approach has been at the heart of our work. We have worked alongside donors and founders and have built closer working relationships with Welsh Government and UK Government. I would like to pay tribute to our colleagues at UK Community Foundations and National Emergencies Trust, both of whom were vital in helping us to respond to the needs of Welsh communities during the pandemic.

In parallel to our emergency funding, we have continued to work on a number of longer term projects to help communities in Wales emerge from the Pandemic. We have been working with the Charity Commission and Welsh Government to launch "Revitalising Trusts", a project to revive dormant trusts and to release funds for Wales. We also continue to work with a number of partners to strengthen Wales' ability to secure funding from UK trusts and foundations.

Our endowment funds now stand at £19 million, having recovered from the fall in the market at the start of the pandemic. Therefore, we are making good progress to achieve our strategic target of a £30 million endowment fund to provide sustainable funding for generations in Wales.

We are very fortunate that the Foundation continues to benefit from a strong Board with representation across Wales. I should like to thank my fellow Trustees for their hard work and support during such an unprecedented year. We welcomed four new Trustees to the Board this year, each bringing new skills and experience which will be invaluable going forward. I am also pleased to welcome Gaenor Howells as an Ambassador for Community Foundation Wales.

No one knew what lay ahead when lockdown happened on March 23, 2020. There was fear, uncertainty and a realisation that life would never be the same again.

What amazed me was the speed at which Richard Williams and his team responded and adapted to this new situation, and the speed at which they delivered grants to communities across Wales. Rather than a Grants Panel once a quarter there were two or three a week. Rather than scaling down some of our external work, the whole team showed great flexibility to work together to deliver the enormous grants response needed. Thank you all for your incredible work. I would also like to thank Tanwen Grover, who chairs the Grants Committee, and the Trustees who sit on this Committee for all their guidance and encouragement they gave to help the team deliver grants to Welsh communities.

For many, this year has been one of reflection, recognising the important things in life and how to help others. A sense of community spirit which had seemed to be lost but fortunately rediscovered. We all have a role in helping our communities to thrive. There are many ways in which you can support Community Foundation Wales be that setting up a fund as a donor, whether on an individual or corporate basis, joining "Friends of Community Foundation Wales", leaving a legacy in your Will, getting involved as a volunteer or by simply promoting the grants we have available to distribute. We would be very pleased to hear from you.

Again, a big thank you to everyone who has contributed and supported us during this year - diolch o galon!

Alun Evans

Chair, Community Foundation Wales

How we work

Values

Our staff and trustees review our values to ensure they are relevant and aligned with our purpose. These values underpin everything that we do:

- We are good partners
- We care about the people we work with
- We make a difference

Ethical

We work to an Ethical Policy and also an Ethical Investment Policy which states that our investment portfolio should have no direct exposure to companies which have significant holdings in tobacco, arms, gambling and pornography investments.

We are a Living Wage employer and a Living Wage Funder.

Your data

We protect the information you give us. We work within GDPR regulations and our Privacy Notice sets out how Community Foundation Wales uses and protects information that you give us. This is published on our website at https://communityfoundationwales.org.uk/privacy-policy/

Your donations

We are serious about high standards and promote good fundraising practice. We are registered with the Fundraising Regulator and work to the Code of Fundraising Practice.

Reporting complaints

If you would like to raise a complaint we can assure you that your concerns will be taken seriously and addressed and responded to as quickly as possible.

Quality

We are accredited through UK Community Foundations.

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Community Foundation Wales

Value #1

We are good partners

Success in working in partnership is essential to the ability of Community Foundation Wales to connect funders and donors with community that need support.

We have a wide range of long-standing and new partnerships in place with donors and funders, community groups, local authorities, businesses, Government, investment bankers, professional advisers and other organisations.

We would like to share some of these partnership success stories and encourage other organisations to join us in our work to strengthen communities in Wales.

A crucial partnership in responding to the pandemic

The National Emergencies Trust launched the Coronavirus Appeal in response to the pandemic and established a grant-making agreement through UK Community Foundations, which led to partnership with Community Foundation Wales.

This was a substantial boost to our efforts to help fund the sector in Wales through the crisis and was the start of an agile, high-paced response.

Mhairi Sharp, **Chief Executive of the National Emergencies Trust**, said:

> Community Foundation Wales have been a crucial partner to the National Emergencies Trust and part of a wider group of Foundations who have collectively supported over 13,000 charities across the UK over the past 15 months.
>
> Within 72 hours of receiving National Emergencies Trust funding Community Foundation Wales had funds on the ground making a difference at village and street level. On the March 26, just three days into the first national lockdown Cymru Creations received a grant of £2,000 to provide food and essentials, this marked the start of an indefatigable year of agile grant making for the team at Community Foundation Wales.
>
> The dedication of the Community Foundation Wales team has resulted in meals, shelter, safety, support and advice for communities across Wales, the work of the Foundation and it's network has undoubtedly saved lives and supported the nation during it's time of need.

New connections

Admiral and **Welsh Water** were among the leading Welsh businesses who were quick to support our Coronavirus appeal, ensuring that community groups in Wales were well-supported through the pandemic.

During the year we started new partnerships with **Castle Dairies**, who are contributing a percentage of their annual profits to support STEM education opportunities for young people, and **First Great Western**, who are supporting projects in communities living alongside their rail services.

Revitalising trusts

Welsh Government and the Charity Commission are partnering with Community Foundation Wales to deliver the Revitalising Trust programme to release £25m that is lying idle in dormant accounts.

The Commission will be identifying charities in Wales that are either inactive (meaning they have had no income or expenditure over the last five years) or ineffective (having spent less than 30% of their total income over the last five years).

Trustees will then have an option to act – with support to help the charity get back up and running if needed. Otherwise the funds are redeployed to causes in line with the aims of the dormant charity or the trust is transferred to Community Foundation Wales to be managed for the long-term benefit of local communities.

Jane Hutt, Deputy Minister and Chief Whip of Welsh Government, said:

> The Welsh Revitalising Trusts programme will help charities and trusts to bring vital resources back into play in supporting our communities in Wales.
>
> The programme has also seen us build on our existing relationship with Community Foundation Wales, an excellent organisation which has delivered funding from the National Emergencies Trust to support organisations throughout the pandemic.

Working with STEP

We work closely with partners in STEP, the professional body for lawyers, accountants, financial advisors and other practitioners that help families plan for their futures.

In November our manager, Donor-Advised Giving, Katy Hales, joined STEP's Spotlight conference for a session on Effective Giving Locally, looking at the crucial role community foundations play in working with philanthropists in the UK, USA and Canada.

It was a great honour for Community Foundation Wales, with the panel also including Robert Kleinman, from the Jewish Community Foundation of Montreal, and Lorie Slutsky, Chief Executive of the New York Community Foundation.

Wales based investment

Our endowment funds are how we continue to fund groups in Wales, today and for future generations.

Our funds are managed by our investment management partners – Brewin Dolphin, based in Cardiff city centre, and CCLA, who manage investments for charities, religious organisations and public sector.

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Community Foundation Wales

Value #2

We care about the people we work with

We understand how important it is to feel valued, to know that others respect your views and trust your judgement.

Showing compassion helps us to build stronger, long lasting relationships, with our donors and funders, with the groups and individuals we fund, with our stakeholders and with our team.

The last twelve months have highlighted more than ever before the need to show kindness to others, to listen and to help whenever possible.

We would like to tell you about some of ways in which we have supported those we have worked with to ensure they know how much we appreciate them.

Wales Coronavirus Resilience Fund

One of the words that defined 2020 is 'pandemic' – it literally means affecting everyone. In Wales, the Coronavirus pandemic hit just weeks after many of our communities had been hit by widespread flooding.

People were suffering, not just physically due to ill health, but also emotionally, socially and economically. We strongly believe it is our responsibility to show compassion and to offer protection to those that are most vulnerable in our society.

Our Wales Coronavirus Resilience Fund was the vehicle to do that. It was the place where those that were able could come together to show their collective support.

We are grateful to National Emergencies Trust, Admiral, Waterloo Foundation, Principality, Welsh Water, Track 2000 and numerous other individuals and organisations for helping us to build a fund which distributed in excess of £5.5 million to the incredible army of charities and groups across Wales who have worked tirelessly to help people within their communities at such a challenging and ever-changing time.

We knew that groups could better use the time spent writing an application to focus on direct service delivery so we made our grant-making process as accessible and flexible as possible.

In most cases we were able to turn applications around within a week, thanks to the incredible dedication of our team and our Trustees.

We adapted our criteria as the pandemic progressed, offering funding to those continuing to respond to the emergency situation as well as to those looking ahead to the challenges of recovering from such an overwhelming global event. The needs of those we were supporting was always at the forefront of our thinking.

Adapting to the new normal

As was the case for many organisations, countrywide lockdown necessitated that the team work from home with immediate effect. It took us a few days to settle in to this new way of working and to ensure everyone had everything they needed to work safely and comfortably with access to equipment and files, etc.

We soon discovered what it means to be stuck at home, with computer screens being our only way of contact – home working and home schooling/caring via Teams and Zoom, very often at the same time, was never going to be easy.

Imagine then, what it must be like to join an organisation following a video interview, without ever having met anyone on the team. We recruited two new members of staff and also three trustees during this time.

The health and well-being of our team has always been high on our agenda, and it's difficult to know if you are doing a good job, especially if you don't really know some members of the team.

To try and maintain a good work life balance and look after the health and wellbeing of the team we:

- worked hard to retain some social interaction with 'community' lunches, quizzes and tea/biscuit tasting via Teams/Zoom.

- undertook some team Health and Well-being training and a staff well-being self-assessment.
- encouraged open conversation and carried out a monthly check-in with the team.
- promoted regular screen breaks and endorsed making the best of our natural environment to recharge and relax.

Rhiannon Walsh, a Grants Officer who joined the team in October 2020 said:

> One of the things that has struck me about working at the Community Foundation Wales is how healthy and positive the work environment is.
>
> Since my first day in October, I have been impressed with not only the emphasis that the organisation has put on mental health and well-being, but also the actions that have been taken to put it into practise.
>
> In my eight years in the Third Sector and Education Sector, I have never experienced a workplace that has made me feel so valued, understood, and listened to.

Loud and Clear

In September 2020, we published our Loud and Clear report, bringing together the views of more than 100 groups in Wales on how Community Foundation Wales and other funders can most effectively support their work.

This report was the result of our team going out and meeting with groups and charities from across Wales, talking and most importantly, listening to what they had to say.

Time and again, we heard the same messages – they want more core funding to enable them to exist and want longer-term partnerships with funders.

What they don't want is the constant merry-go-round of having to submit short term funding applications that suck up time and energy that could be better used actually running services to help people.

Here is what a couple of the groups we spoke to told us:

North Wales Women's Centre

"Funding is an on-going challenge. Insecurity is affecting turnover of staff – people leave if they are insecure.
Sustainability is our biggest issue – not just money.
Short-term funding doesn't allow continuity and impacts what the community expects from us."

Cylch Meithrin Wyddgrug

"There's plenty of funders who can help us to buy equipment and run projects.
Our cupboards are bursting with toys and things to run activities. But we've no money to turn the lights on and pay insurance and salaries.
Finding core funding to keep us open is our biggest challenge."

Looking ahead

As we return to 'business as usual' and begin to open our established funds again, it would be remiss of us not to use this learning to inform our grant-making.

Wherever possible we have reworked the criteria of our funds to offer both core and multi-year funding. We have made changes to our internal processes to ensure that we are able to offer multi-year funding without impacting those projects for whom one year funding is required.

If, like us, you care deeply about Wales and its people and would like to work with us to give back in any way, you can make a donation by visiting our website or if you would like to volunteer we have a number of opportunities available - we would love to hear from you.

Sefydliad Cymunedol Cymru

Community Foundation Wales

Value #3

We make a difference

We aim to make a difference with everything we do.

This might be through the funding we distribute, the support we provide to third sector organisations or the guidance we give to philanthropists to donate to the causes they are passionate about, ensuring the maximum impact in the areas they care most about.

This year has been different in many ways and we have adapted how we work and the type of grant support we offer to meet the ever-changing needs of communities across Wales.

We have listened to what the third sector have told us and adapted how we work to make the biggest difference we can with the funding we have available.

Sefydliad Cymunedol Cymru

Community Foundation Wales

A year like no other

The pandemic brought new and increased challenges as lockdown was announced, businesses had to close their doors, workers struggled to make ends meet having been furloughed or laid off and isolation became the 'norm' for everyone.

Our usual funds were all replaced with the 'Wales Coronavirus Resilience Fund' which was launched on the March 23, 2020 for grass roots community groups and charities working tirelessly to adapt their service to support those most vulnerable to the impact of the virus.

Adapting to meet changing needs

Throughout the year we listened to what organisations required to keep going and adapted the criteria to meet those changing needs. To ensure we were cognizant of the challenges groups were facing we ran a survey during the first few weeks of the pandemic.

The groups that responded reported on average a **62%** rise in demand for support.

Food and **essential supplies** for families on low incomes was one of the biggest needs.

29% of all grants given went to projects tackling food poverty and food delivery to vulnerable people.

The survey also highlighted the struggles for groups that were usually self-sufficient with strong income from fundraising events and charity shops. Those organisations saw income fall to zero overnight as charity shops closed and all events were cancelled.

We funded a number of these groups with a grant to support core costs to enable services to continue to those that require care or support at such a critical time in their lives.

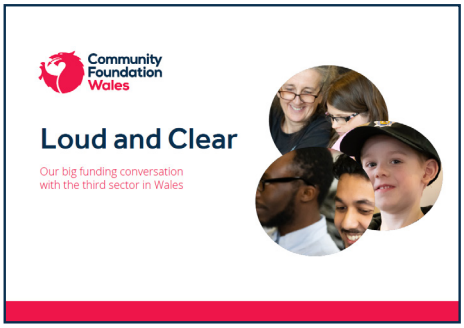
The Black Lives Matter campaign in May 2020 drew attention to Black, Asian and Minority Ethnic (BAME) cultures and highlighted the significant impact that Coronavirus was having on their lives.

We had already reached out to this sector, offering grants to help groups communicate the Government messages to save lives via leaflet drops, phone calls and online support. We will be building on this and continuing to work with these groups to improve our understanding and representation of diverse cultures.

Looking forward

In September we adapted our funding to address the change in focus we were seeing in applications. We closed our Wales Coronavirus Resilience Fund to open our Respond and Recover Fund which was supporting organisations delivering emergency response in local lockdown areas but also available to organisations focused on recovering from the crisis to develop self-sufficiency and resilience, on solutions rather than on symptoms.

During the last quarter of this financial year we have used the learning gained from the findings of the Loud and Clear Report to adapt the funding we have available for next year to champion core and multi-year funding for grass roots organisations.



A snapshot of who we have helped

Oasis Cardiff

Oasis Cardiff supports refugees and asylum seekers to integrate and be involved in the local community of Cardiff and wider afield.

A grant from the Wales Coronavirus Resilience Fund enabled them to provide daily, culturally appropriate meals and food parcels during the lockdown to those that would usually attend the centre.

Morrison, Volunteer

"I left Sudan when I was 18 years of age due to the war that had broken out. The journey was really difficult.

I was with my friend and he got killed on the way. Losing my friend was so hard and the things I have been through during the journey is something you can barely forget in your mind.

Oasis helped me rebuild myself, it's like home for me. I am so grateful to be able to repay back the community for what they have done for me."

Reynette Roberts, Director

"Food is essential and is what brings people together and makes people feel the same as each other.

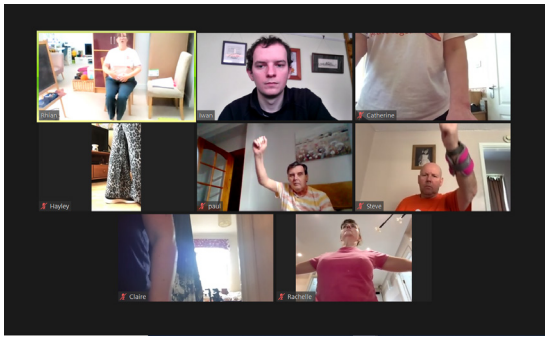
When restrictions have allowed we have also used our adapted car park with our food trailer and a marquee to allow clients to sit to improve mental health and allow social interaction.

Many have commented on how much it has helped them to have a safe space to come to during this difficult time."

MS Society Cymru

The MS Society Cymru moved quickly to support people with Multiple Sclerosis (MS) when the Covid-19 pandemic hit in March 2020. Many of these people were "shielding" due to being deemed high risk, whilst others self-isolated due to mixed messages and confusion.

They were unable to support people in the traditional way - through face-to-face activities and engagement - so rapidly adapted their services to provide an online 'Health and Wellbeing Hub' offering support and a programme of activities to their MS community. This service helped to mitigate the challenges of the pandemic - keeping people with/affected by MS connected and mobile in their own homes.



Below, Jackie explains the importance of the Health and Wellbeing hub:

> I've only been out of the house three times since last March. I don't have to shield but I'm vulnerable when I'm out as I can't get out of the way of someone quickly.
>
> I live on my own, my daughter and a local volunteer shop for me. I've always been independent and done my own thing, giving the reins to somebody else has been difficult but I've had to get used to it.
>
> Things are so different now but we make sure that we stay connected even if it's just phoning someone, we are always at the end of the phone.
>
> Being online has meant that I have taken part in activities I wouldn't normally do. I'm now doing tai chi, physio, yoga, coffee morning, bingo, quiz, knitting and crafts, choir, pub and time to chat. I'm so busy now I wonder, what did I do with my time before?

A look back at 2020

We had three goals last year:

1 Adopt and deliver a growth strategy that supports our sustainability and helps us to reach our £30m endowment target.

- We delivered an end of year balanced budget.
- Our development plan has been agreed and being implemented with good progress. Endowment currently stands at £19,493,081.
- The Revitalising Trusts Cymru project to enable transfer of dormant charitable funds has been set up in partnership with Welsh Government and Charity Commission.
- Agency Funds is an area of growing interest from charities who see that we can help them invest and benefit from the returns that we are able to achieve.
- We saw new donors and supporters sign up to support our work in responding to the pandemic. Work to sign up new referral partners slowed down through our inability to network and meet face-to-face.
- Whilst we welcomed new Friends of Community Foundation Wales in the year, this was impacted by the pandemic as we were unable to meet new supporters or hold networking events.

2 Listen to the needs of our grantees and deliver funding and support that meets the needs of groups and people.

- Following on from the findings of our Loud and Clear report, where groups highlighted the need for more core funding, we reviewed our funds to identify where we would be able to distribute more core funding and establish longer term funding.
- The insight from the Loud and Clear report has also been shared with prospective donors so that they are more informed about the funding needs of the sector in Wales.

- We have implemented a new CRM system and grantmaking process which is a huge credit to the team as the changeover to the new database was completed against the backdrop of our biggest ever grant-making year, stretching the team to its maximum.
- Throughout the pandemic we worked closely with funder partners and were able to cross-refer and signpost to ensure the best support was available for groups. Some of our work in developing support materials was delayed while we responded to the urgent need for grants.
- Work on supporting organisations in Wales to work with UK trust and foundations was delayed due to the pandemic but is progressing again now.
- The project to develop our impact framework was postponed this year due to a focus on pandemic response and has been brought forward to the 2021 Business Plan.
- Regularly reviewing our funds to ensure they are fit for purpose and current has led to the updating of some of our fund agreements to help keep in line with the needs of the sector in Wales and best practice.
- The introduction of the new database has opened up opportunities for in-house process improvements, and the benefit of this is already being seen in terms of process quality, accuracy and freeing up of resources. We have identified further process improvements and these were carried across into the 2021 Business Plan.

3 Continue to build our team, demonstrating our values in all we do and working to best practice.

- All team members have development plans to help them achieve their full potential. While the pandemic changed the nature of some of the development support available, it also created opportunity for more online materials which the team benefitted from. In particular we have invested resources this year in developing our ability to work with data with a member of the grants team working closely with 360Giving.

- Our values are embedded into how we work and are an integral part of our recruitment, team reviews and working culture.
- Like most organisations, this year has been a revolution for how we work. The team have worked from home for the whole year, we quickly adopted technology to enable full access to the systems and processes we use, and the team switched to remote working practices. We have had a consistent focus on team well-being through the year, wish sharing of advice and tips on coping with such a difficult year. The team all benefit also from our Employee Assistance Programme.
- We regularly review all policies to ensure they are fully up to date. We commissioned Peninsula HR to support us with a full review of our HR policies and contracts as well as to provide HR advice on an ongoing basis. We retain our Quality Accreditation through UK Community Foundations and this will be up for scheduled review in 2021.

The year ahead

We are working to a five year strategy 2020-2025 to change the lives of people in Wales by generating the funding that they need to strengthen their communities.

Four key ambitions have been set:

1. To make Community Foundation Wales fully sustainable by having endowment and assets of £30m
2. To offer funding that addresses the needs of groups
3. To understand and quantify our impact
4. To have a strong network of supporters and partners

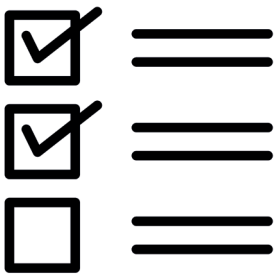
This year's Business Plan, shaped with input and engagement from the whole Community Foundation Wales team, is designed to support this journey.

Values driven

Our plan is underpinned by our values:

Key support factors for success:

- Finance
- Managing sustainable fund growth
- Streamlining our processes and systems
- Maintaining our reserves to plan
- Resourcing to support external engagement e.g. communications and data
- Reviewing ethical investment approach



01 Grow our funds base

Develop sustainable funding resources for communities in Wales.

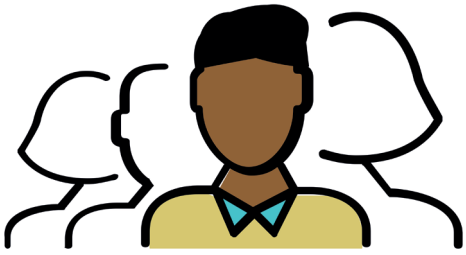
We will:

- prioritise our endowment fund offer
- launch our Revitalising Trusts project
- meet the targets set for our Trust and Foundations project to support groups in Wales attract more funding
- build awareness
- update the Annual Supporter Plan
- scale up referral channels – Friends, PA specialist seminars
- identify and respond to new post-Covid thematic needs

02 Provide great support for grantees

Deliver funding and support that meets the needs of communities across Wales.

We will:



- review and update fund criteria
- increase points at which we collect grantee feedback
- use feedback to make any changes
- improve data analysis
- build impact framework
- increase support beyond funding
- create a delivery plan for improving Equality, Diversity and Inclusion (EDI) in our decision-making
- analyse Covid funding, implement learning

03 Connect with more donors and supporters

Reach more donors and supporters by telling the stories of the people we are helping.

We will:

- increase donor referrals through our digital channels
- focus our story-telling on people
- build political visibility and engagement with a quarterly newsletter
- reinforce our brand identity and elevator pitch with all staff and trustees

04 Develop our team

Continue to build and enhance our team.

We will:

- be flexible in office and home-working and conduct a review of office needs
- hold daily/monthly team meetings
- carry out a monthly staff well-being survey
- reduce staff travel by using Teams/Zoom
- provide EDI training for the whole team
- implement a tech development plan to support more effective working

05 External policy alignment

Recognising our role in helping to drive change.

We work to deliver the Seven Well-being Goals for Wales, with a particular focus on:

A resilient Wales

A more equal Wales

A healthier Wales

Our work will also help achieve the UN Sustainable Development Goals, specifically:

Our Trustees

The Trustees of Community Foundation Wales have been recruited from across Wales. They have a variety of backgrounds and expertise and are ultimately responsible for the affairs of the charity.

Community Foundation Wales has a main board which is supported by four committees (Finance, Risk and Investment; Forward Planning and Development; Governance and Grants), along with any task and finish groups which may be established. The Governance Committee was established in 2019 to enable stronger focus on governance matters, including reviews and updates of policies.

The committees and full board meet on a quarterly basis. The rate of attendance at our board meetings was 91% (up from 86% last year) and the attendance at our committee meetings was 88% (up from 81% last year).

Key responsibilities of the Board:

1. to approve a three year rolling Strategic Plan, to keep it under regular review and to amend it as appropriate
2. to approve the annual Business Plan
3. to monitor quarterly performance against the Business Plan
4. to approve the annual budget and monitor quarterly financial performance against the budget
5. to approve the investment strategy and keep under regular review
6. to approve the audited accounts annually
7. to approve and regularly review policies, a mission/vision statement, a statement of values and a quality framework
8. to monitor compliance with the policies, the mission/vision statement, the statement of values and the quality framework
9. to monitor external relations, public relations, public image, relations with the media and Community Foundation Wales' website
10. to recruit suitable new trustees
11. to approve a policy for the induction, on-going training and retention of trustees
12. to appoint or elect officers of the Board
13. to identify major risks, and to put in place arrangements for mitigating their effect
14. to monitor communications between the Board, the Chief Executive and the staff of Community Foundation Wales
15. to recruit, appoint and, if necessary, dismiss the Chief Executive
16. to agree the Chief Executive's remuneration
17. to ensure the maintenance and integrity of the corporate and financial information included on the company's website.

Four new trustees for Community Foundation Wales

Four new trustees joined the board of Community Foundation Wales during 2020/21 – bringing new skills and experiences to strengthen our work.

Annabel Lloyd

Annabel Lloyd has worked across a wide variety of public, private and third sector organisations, mainly as a communications consultant.

Annabel recently re-joined the world of freelance to get involved in a wider variety of activities and this has included her joining the board of trustees at Community Foundation Wales.

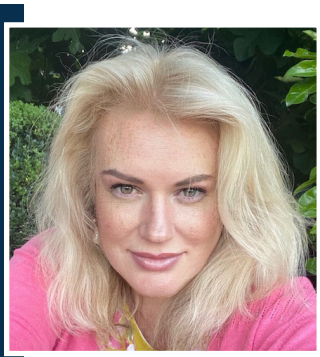
Annabel is based in Penarth, Vale of Glamorgan.

Samsunear Ali

Samsunear Ali, of Cardiff, has 25 years' experience of working in the private, public and the voluntary sector and is the Deputy CEO of BAWSO, an organisation providing specialist services to BME communities affected by domestic abuse and other forms of Violence Against Women.

Her work involves lobbying and campaigning on Violence Against Women's issues and she represents BAWSO both locally and nationally.

Sarah Corser



Sarah Corser is a Principal Associate with the national law practice, Shoosmiths and has experience of working with vulnerable families as well as supporting a number of charities who work with those who have suffered a mental or physical injury.

Sarah is from Meifod, Montgomeryshire.

Gwyn Owen

Gwyn Owen, of Beddgelert, Gwynedd, comes from a technical and legal background and has spent most of his career in dispute resolution, both as arbitrator at the ICC Court in Paris and in international mediation.

Gwyn is the current High Sheriff for Gwynedd and is an active fundraiser for local causes in the county.

Wales Trustee appointed chair of UK Community Foundations

Community Foundation Wales trustee Andrew Tuggey has been appointed as Chair of UK Community Foundations.

Andrew first became engaged with Community Foundation Wales when he was High Sheriff of Gwent in 2015 and worked with the foundation to deliver the Gwent High Sheriffs' Community Fund.

Andrew has been a trustee since 2018 after a career in Westminster as Chief Executive of the Commonwealth Parliamentary Association and, previously, as an Army officer serving all over the world, including six years with the Gurkhas.

Andrew said:

> "It is a great privilege and honour to have been elected by my fellow Trustees to chair the Board of UKCF and I thank them.
>
> As a Board we shall become more diverse and inclusive, and welcome additional skills and expertise. Reaching out across the network and listening to the experience of others, we shall show leadership by our commitment to reviewing UKCF's own equality, diversity, and inclusion practices.
>
> I and Board colleagues recognise that good, clear communications up, down and across the network are essential to continue and grow the success of our collaborative work. UKCF exists to support, assist and listen to the network, and to amplify and advocate the work of Community Foundations to our many stakeholders."

The board of Community Foundation Wales

- Alun Evans, Chair, Chair of Governance Committee
- Nigel Annett, Vice-Chair, Chair of Forward Planning and Development Committee
- Kathryn Morris, Treasurer, Chair of Finance, Risk and Investment Committee
- Tanwen Grover, Chair of Grants Committee
- Gerry Jewson
- Andrew Tuggey
- Sarah Jennings
- Emma Beynon
- Annabel Lloyd
- Samsunear Ali
- Sarah Corser
- Gwyn Owen

Financial review

Overview

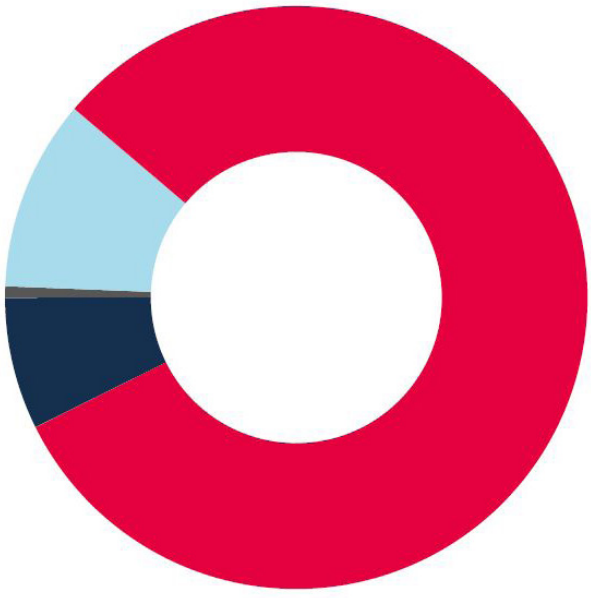
- The net assets of Community Foundation Wales are valued at **£21.3m**, an increase of **£4.26m** on the prior year. After the sudden drop in the markets in March 2000 due to Covid-19, there was a robust recovery during the following year.
- New endowment money of **£71k** was received.
- Income of **£6.54m**, **£621k** of which was designated for the Foundation's core operational costs and was generated from promoting and managing philanthropy **(81%)**, core grants **(1%)** and other earned income, including donations **(18%)**.
- Expenditure of **£6.35m** of which **£6.13m** was spent on **over 1157** grants to different organisations and individuals.
- Charitable activity expenditure was **£6.06m** and represents **95.4%** of total charitable expenditure.
- Unrestricted end of year reserves of **£447k,** which is greater than target range but will reduce in the coming year as less income is anticipated.

Income

Income of **£6.74m** of which **£733k** was received from donations, **£45k** of this consisting of new endowment.

Income and dividends from investments was **£480k**. This is an increase on the previous year due to a buoyant stockmarket.

Charitable activity income of **£5.33m** is for grant-making from immediate impact restricted funds and is an increase of **£3.7m** on the prior year.



11% Donations

1% Core grants

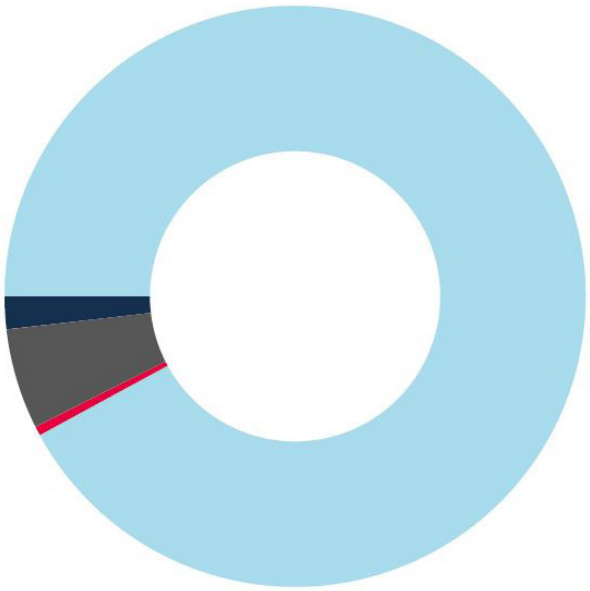
81% Income from charitable activities

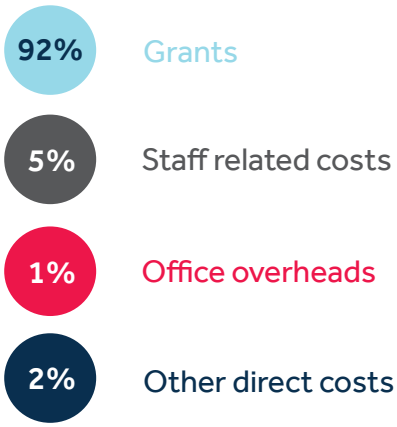
7% Investment income

Expenditure

Expenditure of **£6.35m**, of which **£138k**, was spent on developing new funds and looking after our existing fundholders, **£12.66k** was spent on securing core grant income and **£62k** managing our investment portfolio to develop returns for grant-making - **£51k** of this was for the direct costs of the investment managers.

Charitable activity expenditure was **£6.13m** of which **£6.03m** was spent directly on grants to **over 1157** projects.





Investments

Community Foundation Wales' Finance, Risk and Investment Committee holds delegated responsibility from the Board of Trustees for overseeing all financial, investment and risk management aspects of Community Foundation Wales, including monitoring the investment strategy and evaluating investment managers' performance. Meeting quarterly, the Finance, Risk and Investment Committee monitors and scrutinises the investment performance. This is also constantly reviewed, and analysed monthly, by the executive team which liaises regularly with our investment managers to update our asset allocation and other investment considerations. Our investment managers make a formal presentation to the Finance, Risk and Investment Committee at least once a year, during which performance, strategy, market conditions, and policy updates are reviewed.

To offer an endowment fund grant-making capability that increases with inflation, Community Foundation Wales' investment strategy is to maintain the real value of both its capital and the funds available for charitable purposes over an economic cycle through a diversified portfolio of securities within an acceptable risk profile.

Further diversification is achieved by spreading the investments across two investment managers. Community Foundation Wales has a discretionary investment portfolio with Brewin Dolphin and pooled fund holdings with CCLA. Each endowment fund has a percentage share of the combined manager portfolios that is adjusted every time capital is added or withdrawn. Community Foundation Wales' ethical investment policy means that the portfolio will have no significant direct investment exposure to tobacco, arms, pornography and gambling.

Community Foundation Wales operates a total return approach to managing the investment portfolio. Each year the trustees review the requirements from each fund, taking into account the needs of beneficiaries, expectations of fundholders and historic investment performance.

The trustees set a maximum recommended distribution amount for each fund. This recommended distribution amount is a nominal amount. It is only officially designated as income as and when it is needed to meet expenditure requirements.

Community Foundation Wales still maintains a modest income flow which is designed to assist with meeting cashflow requirements. Cash will be withdrawn from the endowment funds to cover the management fees and to enable grant-making.

During 2020/21 the trustees recommended an across the board distribution figure of **3.5%** of the opening year value of the endowment, except in specific cases where funds required higher distribution amounts to meet community needs and/or fund holder requirements.

Community Foundation Wales complies with the specific guidance from the Charity Commission regarding permanently endowed funds. The charity manages 12 funds which are considered to be permanently endowed, totalling **£10.11m** as at 31 March 2021 (see note 18).

The initial value of the permanently endowed trust for investment was established as 1st April 2012. For permanently endowed trusts established after this, it is the date the fund was established.

Community Foundation Wales has one investment property that is leased out until 2035. A reserve for maintenance costs over the life of the lease that fall to Community Foundation Wales as landlord was established in 2011 and is currently valued at **£79k**. Community Foundation Wales' single investment property delivered a gross yield of **8.9%**, **1%** of this relates to historic rent from 2015 which is being paid off in annual installments.

The net assets of Community Foundation Wales at 31 March 2021 are **£21.34m**. Of this, **£19.99m** investments, which consists of an investment property valued at £500k and an investment portfolio valued at **£19.49m**.

The value of the investments increased by **£4.17m**, this resulted from the rapid market recovery following the shock of the pandemic which was felt at the end of the prior year.

The funds are managed by two investment managers, Brewin Dolphin who manage a segregated investment portfolio worth approximately **£14.03m** and CCLA who manage the remainder of the portfolio, valued at approximately **£5.40m**.

Reserves Policy

The aim of the Trustees of Community Foundation Wales is to hold reserves to mitigate any significant drop in income levels. Trustees believe this should be a prudent minimum so as to maximise our grant-making funds.

The board recognises the need to grow endowment levels to a critical mass in order to provide a sustainable source of future income, not affected by new contracts or funding cycles. The current target is **£30m**, which would provide enough to cover the running costs of the Foundation at current levels.

If income levels are not sufficient to cover running costs, we need a plan to ensure the continued operation of the foundation in the short term. To address this concern, we have developed the following reserves policy.

For the purpose of the policy neither expendable endowments nor restricted reserves will be included in total.

The board has set a level of **£270k** to be held in unrestricted reserves, this would give the foundation time to find alternative funding or to scale down expenditure to sustainable levels.

At the end of the current financial year, the reserves are **£413k** which exceeds the reserves policy however the forecast for 2021/22 is such that a proportion of these will be used, hence reducing the balance to the reserves policy level.

Covid-19:

How we managed the risks and challenges of the pandemic

Like most organisations, the pandemic caused Community Foundation Wales immediate challenges to how we work, internally and externally.

Externally through the urgent need for additional funding support for communities in Wales, and internally through an immediate change in how we work.

To navigate our way through this, Trustees set up a working group that met weekly at the start of the pandemic to review our financial position and keep oversight of any emerging new risks.

Impact on our work

Due to restrictions on meeting face-to-face, our ability to generate new funds was affected. Our grants panel moved online to Teams and had to take place twice weekly to cope with the pace of grant-making for the emergency fund. We were incredibly grateful to the members of the Grants Panel, who support us on a voluntary basis, for their dedication and support throughout the pandemic.

All staff immediately moved to working from home. Despite the challenges of this, our team responded well and have managed to keep our day-to-day running business as usual through the pandemic. We were fortunate that our charitable work was not affected by any staff or trustee illness through Covid-19.

We decided that we did not need to furlough staff as our full resources were needed to support the emergency fund; generating donations and making grants. As a result of this we were very busy.

Other impacts included moving all governance meetings online through Teams and Zoom. Trustee inductions also took place through Teams, and three new Trustees were brought onto the board during this time.

A real positive impact was the stronger focus on digital communication. We have seen a huge increase in the amount of video content generated by our grant beneficiaries about their partnership with us, which is helping to raise awareness.

Impact on operations

As in every year, the Foundation starts the financial year with a budget deficit which is met through new fund generation.

With the announcement of a lockdown, we were facing uncertainty over our ability to generate new funds and potential shortfall in endowment-generated grants.

Trustees put in place a new weekly working group to review the financial position, overviewing income and expenditure. At this time too, our landlord showed understanding of our position and supported us with a short-term rent reduction.

As the emergency fund gathered pace, with the agreement of partnership with the National Emergencies Trust, and new support from donors and businesses, we were able to not only double our highest ever grant-making total but also to meet our internal budget deficit.

Some process changes were needed particularly in identifying fraudulent grant applications. We worked with other funders in Wales to share information about fraudulent claims, to minimise the risk.

Our face-to-face and paper approval processes were fully digitised to enable remote working.

We were committed to launching a new Customer Relationship Management system for the start of the financial year, as the lockdown was introduced. This caused the team significant challenges as we transferred across from our old database and trained staff on the new system. Our intention of a temporary shutdown in grant-making to enable the transfer was no longer possible and the team deserve huge credit for successfully completing the database transfer at such a busy operational time.

The restrictions on face-to-face meetings posed a challenge for our work in cultivating new relationships with potential future donors. Though not as effective as face-to-face conversations, we were able to adapt, putting on webinars and holding meetings by Zoom/Teams.

We were unable to open some of our funds during the year due to the amount of resource needed to cope with the activity due to the Coronavirus grants.

Given that we were in a period of emergency funding, we found that it was challenging to engage new donors on non-Covid related needs. So, while able to provide our highest ever grants total, we are aware that funding for projects not related to Covid has been difficult to find for groups.

Impact on investments

As an endowment-based foundation we kept a close eye on the turbulence in the markets, even though we take a long-term view and understand that markets will go up and down. There has been no short-term impact for us, our grant-making for last year was almost double our previous record year. Looking ahead, markets have recovered strongly during the year and we have been pleased with the recovery of our funds through our investment managers.

Impact on reserves

With learning from this year, we have updated our Reserves Policy to protect the level of reserves needed to ensure the survival of the organisation or the winding-up if that was ever necessary.

Due to the emergency funding, the level of reserves has increased, but as the future is still uncertain, it is likely the reserves may have to be drawn upon in the next financial year.

Impact on future aims and activities

We will benefit in the future from the process changes that were implemented in the pandemic, our ability to work flexibly, the growth in digital story-telling.

We are still working in a period of some financial uncertainty and it is unclear how philanthropic giving in Wales will be affected in the medium term.

Impact on any wider network and how this affects our operations

Community Foundation Wales is a member of UK Community Foundations. As part of this we often work in partnership with fellow foundations to deliver grant programmes. Aside from the coronavirus emergency funds, generating new alternative funds was a challenge in the year.

Objectives and activities

Charitable objects

Community Foundation Wales' charitable objects, as outlined in our Articles of Association, which were adopted on 24th March 2012, (and previously contained in the company's Memorandum of Association) are:

- The promotion of any charitable purpose for the benefit of the community in Wales including the advancement of education, the protection of good health, both mental and physical, and the relief of poverty and sickness and other exclusively charitable purposes which are beneficial to the communities in Wales.
- Other exclusively charitable purposes in the United Kingdom and elsewhere which are, in the opinion of the Trustees, beneficial to the community with a preference for those in the area of benefit.

Mission and Vision

Mission: To strengthen and enrich local communities across Wales by inspiring and managing philanthropy.

Vision: A Wales with a thriving voluntary and community sector, where local people lead projects and have the financial resources to develop their own solutions based on need.

Charitable activities

Promoting philanthropy and grant-making are Community Foundation Wales' principal charitable activities, representing the two sides of Community Foundation Wales' core purpose, that of encouraging charitable giving and investing in communities.

Public benefit

The Trustees of Community Foundation Wales, having reviewed the Charity Commission Guidance, demonstrate public benefit in a number of ways:

- Our aims cover permitted charitable purposes.
- Our key charitable objectives (promoting philanthropy and grant-making) benefit the grant recipients and their communities through financial support to deliver a range of activities which strengthen communities.
- Grant-making, free to beneficiaries, is collaborative (e.g. through working with local Panels to recommend decisions on which projects to fund), and inclusive (e.g. through our grants policy which outlines our transparent, straightforward and clear grant criteria).
- The impact of our grants is demonstrated through monitoring and reporting, as some of the examples featured here show.
- Raising the profile of philanthropy, needs and our grant-making supports and celebrates civil society.
- Initiatives such as the Fund for Wales and philanthropy events promote charitable giving.

Structure and governance

Governing document & legal status

Community Foundation Wales is a Charitable Company limited by guarantee registered as Community Foundation in Wales. The Charitable Company was established under a Memorandum of Association dated 19th November 1998 and is governed under its Articles of Association. Following a comprehensive review, new Articles of Association were adopted on 24th March 2012.

Community Foundation Wales is registered with the Charity Commission (registered charity number 1074655). It has the power to receive funds for donors and other contributors and make grants to eligible individuals and communities in support of charitable activities in and for Wales. Community Foundation Wales is also a registered company number 03670680.

We publish our audited accounts on an annual basis along with our annual report.

Membership

In the event of the company being wound up, Members are each required to contribute an amount not exceeding £1. The Members comprise the current Trustees.

Board recruitment, induction and development

The Directors of the company are also charity trustees for the purpose of charity law and, under the company's Articles of Association, are known as Members of the Board of Trustees.

A Board Committee, called the Governance Committee, has a broad remit which includes ensuring that the charity has the appropriate trustees to lead Community Foundation Wales' achievement of its rolling three year strategic vision and longer term ambitions. Terms of office, clear roles and responsibilities, Committee Terms of Reference, and a Trustee Development Plan are all in place.

The induction programme for new trustees includes: familiarisation meetings; a Trustee Handbook; visiting funded projects; staff briefings; and attendance at events and Foundation activities. Each trustee also sits on a Board Committee.

In order to achieve our ambitions, Community Foundation Wales' Trustees are committed to learning from examples of best practice from across the community foundation membership and beyond.

Community Foundation Wales renews, invigorates and inspire its Trustees, bringing a strong breadth of skills and expertise to bear on decision-making and planning. This year Community Foundation Wales completed the induction of Annabel Lloyd (June 2020), Samsunear Ali (June 2020), Sarah Corser (September 2020) and Gwyn Owen (September 2020) as new trustees.

Wider network membership

Community Foundation Wales is a member of UK Community Foundations (UKCF). The role of UKCF includes: representing and raising the profile of community foundations across the UK; the negotiation and management of UK-wide grant programmes; technical assistance; and the provision of a range of member services including a national conference, formal and informal training, and enabling sharing and learning across the network. UKCF underpins the work of the movement, and Community Foundation Wales is proud to be a member. One of our Trustees sits on the board of UKCF.

Quality accreditation

A further significant benefit of being a member of UK Community Foundations is the expectation that all community foundations maintain their quality accredited status which is re-accredited every three years. Community Foundation Wales was successful in reaching the exacting standards following our submission and interviews in April and May 2021.

Organisation governance and structure

Currently Community Foundation Wales has 12 Trustees on its Board.

The Company Secretary (the Chief Executive) attends Board meetings but has no voting rights.

Community Foundation Wales has a President (Captain Sir Norman Lloyd-Edwards).

HRH The Prince of Wales is Patron of the Fund for Wales, of which former Trustee and current Chair of the Wales Council for Voluntary Action, Peter Davies, and internationally renowned harpist Elinor Bennett (Lady Wigley), are Ambassadors.

The Board's Committees are reviewed each year ensuring that Community Foundation Wales has an appropriate committee structure to enable it to deliver its objectives.

Committees operating in this financial year were:

1. Grants committee, which approves grants on behalf of the Board. This year the Grants Committee monitored, evaluated and supported the management of £6.13m in grants on behalf of Community Foundation Wales' Fund holders, donors and clients.
2. Finance, Risk & Investment committee, whose work ensures appropriate risk management and achieves a benchmarked return on investment of our capital assets to achieve capital growth and income for grant making. It is also responsible for HR.
3. Forward Planning and Development Committee which leads on our strategic planning and development activity.
4. Governance Committee is responsible for ensuring the foundation complies with its governance duties, including regular review of policies.

The Board's Committees meet regularly with responsibility for the delivery of the Three Year Strategic Plan sitting at the heart of their work. The monitoring of risk, Quality Accreditation Standards and the delivery of the Annual Business Plan are key tasks, and Trustees' strategic perspective, oversight, expertise and input are key features of Committee work. All Trustees are welcome to attend and contribute to all Committee meetings, and this often happens in practice.

The Chief Executive sits on all Board Committees, with senior managers also in attendance. Staff members often join Trustees' meetings and workshops and project visits.

Community Foundation Wales has insurance cover appropriate to the needs of the organisation, which is reviewed annually. This includes trustees indemnity of £1m.

Pay and remuneration

The Directors on the Board of Directors, who are the Trustees of Community Foundation Wales, consider that they, and the senior management team, comprise the key management personnel of the charity in charge of directing and controlling, running and operating Community Foundation Wales on a day to day basis.

All Directors give of their time freely and no Director received remuneration in the year. Expenses are paid in line with the Community Foundation Wales' Expenses Policy, which relates to both Trustees and staff.

Details of Directors' expenses and related party transactions are disclosed in note 7 and note 20 to the accounts.

Staff pay is reviewed annually in line with the Salary Review Policy which includes the following framework:

- Subject to approval by the Board of Trustees and affordability within the budget an annual % increase will be awarded and equitably distributed to all staff.
- Salary changes can be reflected by changes in duties or responsibilities in the job description.

- Promotions, additional holiday and/or volunteer time and one-off bonuses can also be awarded.
- A salary change can be authorised for a short term period, for example for additional responsibilities or duties undertaken on a short term basis, or permanently.
- In exceptional circumstances a staff member may receive a salary cut.

Risk management

Community Foundation Wales continues to identify and review the major risks that it faces, and has robust procedures to mitigate and manage them. This includes each Committee taking responsibility for monitoring appropriate risks identified through the Risk Policy and Risk Register as a standing item on each meeting agenda. This ensures that all Trustees are aware of the range of risks faced, the likelihood and the mitigating actions taken to reduce risks, and their role in monitoring the delivery of the Risk Policy.

Risks actively monitored and mitigated this year have included:

- mitigating impact of the pandemic
- business continuity

Related Parties

Note 20 gives details of various small transactions with other related parties.

Subsidiary Charities - for accounting purposes, Community Foundation Wales is a Group comprising several separate charities whose accounts and activities are consolidated within this Group report and accounts. These charities within the Group are:

i. Community Foundation Wales which is a limited company and the parent/main operating charity.
ii. Montgomeryshire District Trust Fund (registered charity number 513855): supports community initiatives which increase access to leisure and recreation for residents of Montgomeryshire. Community Foundation Wales is the sole trustee.
iii. Montgomeryshire Intermediate and Technical Education Fund (registered charity number 525726): provides bursaries to first year students at Aberystwyth University who attended a Montgomeryshire High School. Community Foundation Wales is the sole trustee.
iv. Stanley Bligh Memorial Fund (registered charity number 525314): provides assistance to individuals or groups in Powys pursuing studies or activities in technical and vocational subjects in the arts or sciences. Community Foundation Wales is the sole trustee.
v. Former Brecon Girls School Fund (registered charity number 1074498): for general education purposes for the residents of Brecknockshire. Community Foundation Wales is the sole trustee.
vi. Education Trust for Cardiff Citizens (registered charity number 506656): to advance the education of residents of Cardiff. Community Foundation Wales is the sole trustee.
vii. Cardiff Citizens Charity (registered charity number 206549): for the relief of financial hardship of residents of Cardiff. Community Foundation Wales is the sole trustee.
viii. Rudbaxton Parish Education Fund (registered charity number 1145391): to advance the education of children and young people under the age of 25 who live in the Parish of Rudbaxton. Community Foundation Wales is the sole trustee.
ix. Monmouthshire Further Education Trust Fund (registered charity number 1146059): to advance the education/training of young people in the County of Monmouthshire as it existed in 1956. Community Foundation Wales is the sole trustee.
x. The Education Fund of Denbigh and the Surrounding Area (registered charity number 1074655-1): to advance the education of persons between the ages of 11 years and 25 years resident in the area of benefit in such ways that are not required to be provided by the local education authority. Community Foundation Wales is the sole trustee.

xi. The TJ Jones Memorial Fund (registered charity number 1074655-2): to provide scholarships to assist beneficiaries to undertake training in engineering or advanced technical education at institutions of further education. Community Foundation Wales is the sole trustee.

Unless explicitly stated otherwise, the comments in this report apply to the Group.

Powys Welsh Church Fund - note 18 gives details of Community Foundation Wales' involvement in the management of the Powys Welsh Church Fund.

Clwyd Welsh Church Fund - note 18 gives details of Community Foundation Wales' involvement in the management of the Clwyd Welsh Church Fund.

During the year ended 31 March 2021, Community Foundation Wales awarded

Charity	Total of grants awarded 2020-21	Total of grants awarded 2019-20	Trustee or member of staff
Birth Partner	£15,300	-	Andrea Powell
Y Cwmni Siarad	£21,000	-	Ffion Roberts
Bridge to Cross, Abergavenny	£5,000	-	Andrew Tuggey
Ffin Dance, Abertillery	£5,000	-	Andrew Tuggey
BAWSO Ltd	£15,000	£29,036	Samsunear Ali
Mid Wales Music Trust	£2,000	£1,500	Emma Beynon
Brecon Mind	£29,822	£19,979	Emma Beynon
Mid North Powys Mind	£29,340	-	Emma Beynon
Race Council Cymru	£2,000	-	Samsunear Ali

The above, apart from are all trustees of the charities. Samsunear Ali works for BAWSO Ltd. The grant awarded to BAWSO Ltd was prior to Samsunear Ali becoming a Trustee.

Reference and administrative details

The charity's registered name is:	The Community Foundation in Wales
The charity's trading name is:	Community Foundation Wales
The charity is known in Welsh as:	Sefydliad Cymunedol Cymru
Registered Company Number:	03670680 (registered in England and Wales)
Registered Charity Number:	1074655
Principal & Registered Office:	St Andrews House, 24 St Andrews Crescent, Cardiff, CF10 3DD

Trustees serving in the financial year, and at the date of approval of this report:

Alun Evans (Chairman)	
Nigel Annett CBE (Vice Chairman)	
Kathryn Morris (Honorary Treasurer)	
Lloyd Fitzhugh	resigned 7 May 2020
Tanwen Grover	
Geraint Jewson	
Andrew Tuggey CBE DL	
Sarah Jennings	
Emma Metcalfe	
Annabel Lloyd	appointed 10 June 2020
Samsunear Ali	appointed 10 June 2020
Sarah Corser	appointed 21 September 2020
Gwyn Owen	appointed 21 September 2020 (resigned 6 September 2021)

The Trustees delegated the day-to-day management of the charity to the Chief Executive and Company Secretary, Richard Williams.

Senior management team

Director of Programmes: Andrea Powell

Finance Manager: Catherine Jewsbury

Grants & Programmes Manager: Ffion Roberts

Manager, Donor Advised Giving: Katy Hales

Auditors

Azets Audit Services
Ty Derw
Lime Tree Court
Cardiff Gate Business Park
Cardiff
CF23 8AB

Bankers

The Royal Bank of Scotland
South Wales Commercial Office
One Kingsway
Cardiff
CF10 3AQ

Solicitors

Geldards LLP
4 Capital Quarter
Tyndall Street
Cardiff
CF10 4BZ

Investment Managers

Brewin Dolphin Ltd
2nd Floor
5 Callaghan Square
Cardiff
CF10 5BT

CCLA Investment Management Limited
85 Queen Victoria Street
London
EC4V 4ET

The trustees present their report and financial statements for the year ended 31 March 2021.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's Articles of Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective from 1 January 2019).

Statement of trustees' responsibilities

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

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charitable Company and the group and of the incoming resources and application of resources, including the income and expenditure, of the Charitable Group for that period. In preparing those financial statements, the trustees are required to

- Select suitable accounting policies and then apply them consistently;
- Observe the methods and principles in the Charity SORP;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable accounting standards 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 to enable it to ensure that the financial statements comply with the Charities Act 2011, the Companies Act 2006, the applicable Charities (Accounts and Reports) regulations and the provisions of the trust deed. 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.

Statement as to disclosure of information to auditors

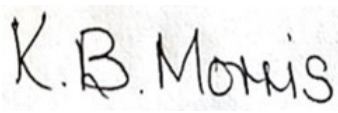
So far as the trustees are aware, there is no relevant information (as defined by Section 418 of the Companies Act 2006) of which the Charitable Company's auditors are unaware, and each trustee has taken all the steps that they ought to have taken as a trustee in order to make them aware of any audit information and to establish that the charity's auditors are aware of that information.

Auditors

This report has been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities (effective 1 January 2019) and in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by the Board of Directors on **14 December 2021** and signed on its behalf

Alun Evans
Chairman of Trustees



Kathryn Morris
Trustee & Treasurer

Independent Auditor's Report

Independent Auditor's Report to the Members and Trustees of Community Foundation in Wales

Opinion

We have audited the financial statements of Community Foundation in Wales (the 'parent charitable company') and its subsidiaries (the 'group') for the year ended 31 March 2021 which comprise the consolidated Statement of Financial Activities, the consolidated and parent Balance Sheet, the consolidated 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 group's and parent charitable company's affairs as at 31 March 2021, and of the group's 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 group and parent 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 group's or parent 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 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 strategic report and directors report) for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- he strategic report and the directors report including the trustees report have 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 group and parent charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the strategic report and 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 by the parent charitable company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company's 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.

Responsibilities of the trustees

As explained more fully in the trustees' responsibilities statement , the trustees (who are also the directors of the parent 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 groups and parent 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 group or parent 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

We have been appointed auditor under [the Companies Act 2006 and report in accordance with this Act.

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.

A further description of our responsibilities is available on the Financial Reporting Council's website. This description forms part of our auditor's report.

Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above and on the Financial Reporting Council's website, to detect material misstatements in respect of irregularities, including fraud.

We obtain and update our understanding of the entity, its activities, its control environment, and likely future developments, including in relation to the legal and regulatory framework applicable and how the entity is complying with that framework. Based on this understanding, we identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. This includes consideration of the risk of acts by the entity that were contrary to applicable laws and regulations, including fraud.

In response to the risk of irregularities and non-compliance with laws and regulations, including fraud, we designed procedures which included:

- Enquiry of management and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- Reviewing minutes of meetings of those charged with governance;
- Assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the entity through enquiry and inspection;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias.

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 of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

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

Sarah Case FCA DChA (Senior Statutory Auditor) Date:

For and on behalf of Azets Audit Services
Chartered Accountants Statutory Auditor
Ty Derw, Lime Tree Court, Cardiff Gate Business Park, Cardiff, CF23 8AB

Consolidated statement of financial activities

(including consolidated income and expenditure account)

	Note	Unrestricted funds £	Restricted funds £	Endowment funds £	2020/21 Total £	2019/20 Total Restated £
Income and endowments from:						
Donations & legacies	2	516,135	146,119	71,017	733,271	2,739,978
Income from investments	3	2,957	47,853	429,430	480,240	161,435
Charitable activities						
Grantmaking	4	-	5,325,310	-	5,325,310	1,625,485
Other income		-	-	200,000	200,000	-
Total income		519,092	5,519,282	700,447	6,738,821	4,526,898
Expenditure on:	5					
Costs of raising funds						
Fund development & donor care		123,237	14,949	-	138,186	122,126
Core grants		8,858	3,807	-	12,665	10,354
Investment income		10,923	-	51,002	61,925	44,940
Charitable activities						
Grantmaking		178,670	5,849,221	-	6,027,891	3,324,938
Promoting philanthropy		90,270	15,228	-	105,498	95,532
Total expenditure		411,958	5,883,205	51,002	6,346,165	3,597,890
Net income/(expenditure) before gains and losses on investments		107,134	(363,923)	649,445	392,656	929,008
Net gain/(loss) on investments	11	-	-	3,896,950	3,896,950	(1,273,546)
Net income/(expenditure) for the year		107,134	(363,923)	4,546,395	4,289,606	(344,538)
Transfers between funds		178,158	98,760	(276,918)	-	-
Gain on revaluation		-	-	-	-	-
Net movement in funds		285,292	(265,163)	4,269,477	4,289,606	(344,538)
Reconciliation of funds						
Fund balances brought forward		162,099	1,160,179	15,723,604	17,045,882	17,390,420
Fund balances carried forward		447,391	895,016	19,993,081	21,335,488	17,045,882

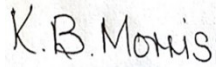
Consolidated and charity balance sheets

	Note	Group 2020/21 £	Group 2019/20 Restated £	Charity 2020/21 £	Charity 2019/20 Restated £
Fixed Assets					
Tangible assets	10	8,646	11,528	8,646	11,528
Intangible assets	10	26,017	2,090	26,017	2,090
Investments					
Property	10	500,000	300,000	-	-
Securities	11	19,493,081	13,577,727	12,180,484	9,439,881
		20,027,744	13,891,345	12,215,147	9,453,499
Long term debtors	12	75,744	81,664	-	-
Current Assets					
Debtors	13	268,050	2,137,567	173,648	383,377
Provision for investment transfers	13	504,298	865,463	498,462	743,336
Cash at bank and in hand		1,211,823	1,042,745	903,159	897,395
		1,984,171	4,045,775	1,575,269	2,024,108
Current Liabilities					
Creditors: Amounts falling due within one year	14	(698,171)	(972,902)	(632,990)	(843,895)
Creditors: Amounts falling due after one year		(54,000)	-	(7,000)	-
Net Current Assets		1,232,000	3,072,873	935,279	1,180,213
Net Assets		21,335,488	17,045,882	13,150,425	10,633,712
Represented by:					
Unrestricted funds					
General fund	16	447,391	162,099	447,391	162,099
Restricted income funds	17	895,016	1,160,179	669,798	934,976
Endowment funds	18	19,993,081	15,723,604	12,033,236	9,536,637
		21,335,488	17,045,882	13,150,425	10,633,712

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small charitable companies. The notes at pages 43 to 69 form part of these accounts. The financial statements were approved by the Board of Directors on **14 December 2021** and were signed on its behalf by:

Alun Evans
Chairman of Trustees

Kathryn Morris
Trustee & Treasurer



Consolidated statement of cashflows

	Note	2020/21 £	2019/20 Restated £
Net cash used in operating activities	24	(222,632)	(1,610,341)
Cash inflows from investing activities			
Investment income	3	480,240	161,434
Net cash from investing activities		480,240	161,434
Cash flows from investing activities			
Payments to acquire fixed asset investments	11	(4,740,735)	(21,885,906)
Receipts from sale of fixed asset investments	11	5,018,366	21,995,513
Equalisation	11	13,114	-
Revaluation		(200,000)	-
Acquisition of fixed assets	10	(31,215)	(17,585)
Add back depreciation and amortisation	10	10,170	3,967
Net cash generated used in investing activities		69,700	95,989
Operating cash flow in year		327,308	(1,352,918)
Management of liquid resources			
Decrease in net cash in investment	11	(158,230)	455,852
(Decrease)/Increase in net cash at bank in the year		169,078	(897,066)
Cash and cash equivalents at 1 April 2020		1,042,745	1,939,811
Cash and cash equivalents at 31 March 2021		1,211,823	1,042,745

Notes to the financial statements

1. Accounting policies

Charity information

Community Foundation in Wales is a charitable company limited by guarantee incorporated in England and Wales. The registered office is St Andrews House, 24 St Andrews Crescent, Cardiff CF10 3DD.

Accounting convention

The accounts have been prepared in accordance with the charity's Articles and Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019). The charity is a Public Benefit Entity as defined by FRS 102.

The Charitable Company's functional and presentational currency is the pound sterling (£), and balances are rounded to the nearest £1.

Preparation of the accounts on a going concern basis

The Trustees consider that there are no material uncertainties about the Charitable Company's ability to continue as a going concern.

Basis of consolidation

The group financial statements consolidate those of Community Foundation Wales and its subsidiary undertakings (see note 23), made up to 31 March 2021, on a line by line basis.

The consolidated entity is known as the 'Group'.

Accounting policies specific to the Charitable Company or group in total are laid out below.

No separate company Statement of Financial Activities (SOFA) has been prepared for the Charitable Company as permitted by Section 408 of the Companies Act 2006 and paragraph 397 of the SORP.

Income

Income is recognised when the Charitable Company has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably. It is derived from the activities outlined below.

Donations without conditions are accounted for on a cash received basis. In the event that a donation is subject to conditions that require a level of performance before the Charitable Company is entitled to the funds, the income is deferred and not recognised in full either until those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that those conditions will be fulfilled in the report period.

Income from government and other grants, whether capital or revenue grants, is recognised when the Charitable Company has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that that income will be received and the amount can be measured reliably and not deferred.

Gift Aid receivable is included in income where there is a valid declaration from the donor.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

Investment income comprises of bank interest and dividends and interest arising from discretionary investment activities. Investment income arising from discretionary investment activities is re-invested by the Investment Managers.

Expenditure

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following headings:

- **Cost of raising funds**
  The costs of generating funds consist of investment management costs and certain legal fees.
- **Cost of charitable activities**
  Costs of charitable activities include grants made, governance costs and an apportionment of support costs.

Grants payable are payments made to third parties in the furtherance of the charitable objects of the Charitable Company.

In the case of an unconditional grant offer this is accrued once the recipient has been notified of the grant award. The notification gives the recipient a reasonable expectation that they will receive the one-year or multi-year grant. Grants awards that are subject to the recipient fulfilling performance conditions are only accrued when the recipient has been notified of the grant and any remaining unfulfilled condition attaching to that grant is outside of the control of the Charitable Company.

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty as to the timing of the grant or the amount of grant payable. The provision for a multi-year grant is recognised at its present value where settlement is due over more than one year from the date of the award, there are no unfulfilled performance conditions under the control of the charitable company that would permit the charitable company to avoid making the future payment(s), settlement is probable and the effect of discounting is material.

Allocation of support and governance costs

Support costs are these functions that assist the work of the Charitable Company but do not directly undertake charitable activities. Support costs have been allocated between governance costs and other support costs. Governance costs comprise all costs involving the public accountability of the Charitable Company and its compliance with regulation and good practice. These costs include costs related to statutory audit and legal fees together with an apportionment of overhead and support costs.

The bases on which support costs have been allocated are set out in note 5.

Taxation

The charitable members of the group are exempt from income and corporation taxes on income and gains to the extent that they are applied for their charitable objects.

Investments

Assets held for investment purposes are valued at market value at the balance sheet date. Investment properties are held for their investment potentials and not for use by the company and so their current value is of prime importance.

Realised gains and losses on investments are calculated as the difference between sales proceeds of these investments and their market value at the start of the year, or their subsequent costs, and are charged or credited to the statement of the financial activities in the period of disposal.

Unrealised gains and losses represent the movement in market values during the year and are credited or charged to the statement of financial activities based on the market value at the year end. Realised and unrealised investment returns are split across each endowment fund according to the fund's percentage of the overall portfolio.

Community Foundation Wales operates a total return approach to its investments. The power of total return permits the Trustees to invest permanently endowed funds to maximise total return and to apply an appropriate portion of the unapplied total return to income each year. Until the power is exercised to transfer a portion of unapplied total return to income, the unapplied total return remains invested as part of the permanent endowment. The power allows the trustees to decide in each year how much of the unapplied total return is transferred to income funds and so available for expenditure. The transfers between endowment and restricted funds and endowment and unrestricted funds reflect the income designated in this financial year.

Fixed Assets

Depreciation is provided on all tangible assets, other than land or investment properties, at rates established to write off the costs of over its expected useful life.

Leasehold property improvements – five years to next lease review.

Intangible Assets

These include software, web design and CRMs. They are amortised over the useful life, normally between three and five years.

Debtors

Debtors are recognised at the settlement amount due after any discount offered. Prepayments are valued at the amount prepaid net of any discounts due.

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.

Creditors and provisions

Creditors and provisions are recognised where the Charitable Company has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably.

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.

Fund accounting policy

Funds held by the group are:

Unrestricted Funds **-** these cover the operating costs and reserves of the group; there are no designated funds.

Restricted Funds **-** these are given the following classifications:

Immediate Impact - these are funds where the money for grants payable originates from other organisations or individuals, but the originator has delegated all or part of the work of researching, recommending and/or choosing suitable beneficiaries, managing grant applications, controlling the grant payments, and project monitoring/reporting. Examples may include situations where the group is acting as the local agent for national bodies, and where organisations or individuals have decided to out-source their grant-making.

Endowment Fund Income - these funds are used for the payment of grants out of the net investment returns designated by the trustees for income distribution from endowment funds with specified purposes.

Fundraising Activity - income and costs from events held by individuals not employed or contracted by Community Foundation Wales, to raise funds for specified purposes.

Foundation Operating Costs - funds received for specific work undertaken by Community Foundation Wales to enable the delivery of charitable activities.

Endowment Funds - the endowment funds held at the balance sheet date are all to be used for specific purposes.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to the statement of financial activities on a straight-line basis over the period of the lease.

Pension costs

Contributions in respect of defined contribution pension schemes are charged to the statement of financial activities in the period in which they are payable.

Endowment Funds - Prior year adjustment

The accounts have been restated to incorporate the understatement of Endowment funds relating to Old College Newtown. The adjustment relates to the accounting period ended 31 March 2019. The adjustment has resulted in Endowment funds brought forward being increased by £300,000.

Restricted and Unrestricted Funds – Prior year adjustments

The accounts have been restated to reclassify a fund previously categorised as unrestricted funds to restricted funds. The adjustment relates to the accounting period ended 31 March 2020. The adjustment has resulted in the Restricted funds brought forward being increasing by £50,000 and Unrestricted funds brought forward decreasing by £50,000.

Critical accounting estimates and assumptions

The Charitable Company makes estimates and assumptions concerning the future. The resulting accounting estimates will by definition, seldom equal the related actual results. There are no estimates and assumptions that have a significant risk of causing material adjustment to the carrying amounts of assets and liabilities within the next year.

2. Income from donations and legacies

	Unrestricted funds £	Restricted funds £	Endowment funds £	2020/21 Total £	2019/20 Total £
Core grants					
Welsh Goverment	40,704	-	-	40,704	40,677
Donations					
Charities/organisations	475,431	146,119	71,017	692,567	2,464,096
Corporate donors	-	-	-	-	103,998
Individuals	-	-	-	-	131,207
	516,135	146,119	71,017	733,271	2,739,978

3. Investment income

	Unrestricted funds £	Restricted funds £	Endowment funds £	2020/21 Total £	2019/20 Total £
Dividends	-	-	429,430	429,430	110,484
Property rental	-	44,353	-	44,353	36,870
Grants returned to CFW	-	3,500	-	3,500	8,885
Bank interest	2,957	-	-	2,957	5,196
	2,957	47,853	429,430	480,240	161,435

4. Income from charitable activities

	Unrestricted funds £	Restricted funds £	Endowment funds £	2020/21 Total £	2019/20 Total £
Charities/organisations	-	5,325,310	-	5,325,310	1,552,819
Corporate donors	-	-	-	-	-
Individuals	-	-	-	-	72,666
	0	5,325,310	0	5,325,310	1,625,485

5. Expenditure

	Grants £	Staff-related £	Other direct £	Office Overheads £	2020/21 Total £	2019/20 Total £
Cost of raising funds:						
Core grants	-	12,335	-	330	12,665	10,354
Fund development & donor care	-	119,298	12,712	6,176	138,186	122,126
Investment income	-	10,263	51,002	660	61,925	44,940
Charitable activities						
Grantmaking	5,843,255	138,117	28,742	17,777	6,027,891	3,324,938
Promoting philanthropy	-	74,947	22,515	8,036	105,498	95,532
Total resources expended	5,843,255	354,960	114,971	32,979	6,346,165	3,597,890

Grants totalling £5,759,679 (2019/20: £2,875,869) have been made to institutions and £83,576 (2019/20: £60,699) to individuals. The directors do not believe any particular institution received a material grant in the context of grant making.

Costs have been attributed on a basis consistent with the use of resources. Where costs cannot be allocated, they are apportioned by the estimated percentage of time spent on each activity. Office overhead costs equate to support costs - being premises and office-related costs.

Governance costs

Governance costs are included under Community Foundation Wales' charitable actvitites expenditure and are broken down as follows:

	Unrestricted funds £	Restricted funds £	Endowment funds £	2020/21 Total £	2019/20 Total £
Meeting costs	-	-	-	-	718
Trustees costs	-	-	-	-	8,920
Subscriptions	11,631	-	-	11,631	11,877
Professional fees	11,533	7	-	11,540	12,817
Other	-	-	-	-	-
Staff related costs	58,112	-	-	58,112	42,243
Office overheads	4,363	-	-	4,363	7,180
	85,639	7	-	85,646	83,755

6. Staff costs

	2020/21 £	2019/20 £
Salaries	310,308	265,423
Social security costs	29,662	25,920
Pension costs	15,199	11,743
	355,169	303,086

The average number of full-time equivalent employees during the year, analysed by category, was:

	2020/21	2019/20
Direct charitable	6	5
Business development	1	1
Governance	2	1
	9	7

The Foundation considers its key management personnel comprise the Chief Executive, Deputy Chief Executive, Finance Manager, Development Manager and Grants & Programmes Manager.

The total employment benefits including employer pension contributions of the key management personnel were £251,182.

One employee recieved emoluments (excluding pension contributions) exceeding £70,000 in the year.

No Trustee received remuneration.

7. Trustees

Due to the Covid pandemic during the year, no trustees (2019/20: 5) were reimbursed for expenses (2019/20: £8,377). All prior year costs were related to travel.

8. Net income for the year before transfers

	2020/21 £	2019/20 £
The net income for the year before transfers is stated after charging:		
Auditors remuneration	8,400	6,875
Operating lease rentals:		
- Plant and machinery	2,100	2,384

9. Charity results

As per section 408 of the Companies Act 2006, the charity has not included its own income and expenditure account in these financial statements. The results of Community Foundation Wales are summarised.

	2020/21 £	2019/20 £
Total income	6,633,223	2,269,146
Total expenditure	(6,331,175)	(3,403,967)
Net incoming/outgoing resources before transfers	302,048	(1,134,821)
Investment gain/(loss)	2,214,663	(607,830)
Transfers	-	-
Net movement in funds	2,516,711	(1,742,651)

10. Fixed and Intangible Assets

Investments - Property

	Group		Charity	
	2020/21 £	2019/20 £	2020/21 £	2019/20 £
At 1 April 2020	300,000	300,000	-	-
Revaluation	200,000	-	-	-
	500,000	300,000	-	-
At 31 March 2021				
Properties at year end comprised:				
Former county school at Newtown	500,000	300,000	-	-

This property is part of the Montgomeryshire Intermediate & Technical Education Fund endowment. The historic cost of the property, when it was transferred into the group in the year to 31 March 2010, was £500,000. The property is valued quinquennially and was last valued on 14 January 2021 by Andrew H Turner MRICS from Morris Marshall on an open market valuation basis. Due to the pandemic, the valuation was delayed, but the rent was back dated to the due date of the valuation.

Tangible assets

Leasehold improvements	Group		Charity	
	2020/21 £	2019/20 £	2020/21 £	2019/20 £
Cost				
Opening balance 1/4/2020	14,410	-	14,410	-
Additions in year	-	14,410	-	14,410
Value at 31/03/2021	14,410	14,410	14,410	14,410

Accumulated depreciation				
	2020/21 £	2019/20 £	2020/21 £	2019/20 £
At 1/4/2020	2,882	-	2,882	-
Additions in year	2,882	2,882	2,882	2,882
Value at 31/03/2021	5,764	2,882	5,764	2,882

Net book value				
	2020/21 £	2019/20 £	2020/21 £	2019/20 £
At 31 March 2020	-	11,528	0	11,528
At 31 March 2021	8,646	-	8,646	-

Intangible fixed assets

	Group		Charity	
Cost	2020/21 £	2019/20 £	2020/21 £	2019/20 £
Opening balance 1/4/2020	3,175	-	3,175	-
Additions in year	31,215	3,175	31,215	3,175
Value at 31/03/2021	34,390	3,175	34,390	3,175

Amortisation	2020/21 £	2019/20 £	2020/21 £	2019/20 £
At 1/4/2020	1,085	-	1,085	-
Charge for year	7,288	1,085	7,288	1,085
At 31/03/2021	8,373	1,085	8,373	1,085

Net book value	2020/21 £	2019/20 £	2020/21 £	2019/20 £
At 31 March 2020	-	2,090	-	2,090
At 31 March 2021	26,017	-	26,017	-

11. Investments - Securities

	Group		Charity	
	2020/21 £	2019/20 £	2020/21 £	2019/20 Restated £
Listed investments at valuation				
Opening valuation	13,577,727	15,016,322	9,431,881	10,599,757
Additions in the year	4,740,735	21,885,906	3,113,936	15,320,135
Disposal proceeds	(5,018,366)	(21,995,513)	(4,265,611)	(15,469,101)
Equalisation	(13,114)	-	(11,147)	-
Cash movements	158,230	(455,852)	101,267	(379,775)
Gain or loss on revaluation	6,047,869	(873,136)	3,810,158	(639,135)
Closing valuation	19,493,081	13,577,727	12,180,484	9,431,881

	Group		Charity	
	2020/21 £	2019/20 £	2020/21 £	2019/20 Restated £
Listed investments comprised				
Uk-listed investments	19,081,904	13,324,780	11,897,513	9,257,803
Portfolio cash flow	411,177	252,947	282,971	174,078
	19,493,081	13,577,727	12,180,484	9,431,881

	2020/21 £	2019/20 £	2020/21 £	2019/20 Restated £
Material investments				
CCLA	5,404,336	4,463,577	3,376,964	3,100,640
Segregated portfolio holdings	14,088,745	9,114,150	8,803,520	6,331,241
	19,493,081	13,577,727	12,180,484	9,431,881

12. Long term debtors

	Group		Charity	
	2020/21 £	2019/20 £	2020/21 £	2019/20 £
Property rental	75,744	81,664	-	-
Grant debtors	-	-	-	-

The lease (signed 2011) on Community Foundation Wales' investment property expires in 2035; the lease allows for payment of rental arrears (included management fee) over the life at £5,920 pa.

13. Debtors

	Group		Charity	
	2020/21 £	2019/20 Restated £	2020/21 £	2019/20 Restated £
Other debtors	250,144	2,119,045	163,144	383,377
Provision for investment transfers	504,298	865,463	498,462	724,814
Prepayments and accrued income	17,906	18,522	10,504	18,522
	772,348	3,003,030	672,110	1,126,713

14. Creditors - amounts falling due within one year

	Group		Charity	
	2020/21 £	2019/20 Restated £	2020/21 £	2019/20 Restated £
Trade creditors	16,594	13,104	16,594	13,104
Accruals and deferred income	673,710	952,857	608,529	823,850
Tax and social security	7,867	6,941	7,867	6,941
	698,171	972,902	632,990	843,895

Creditors - amounts falling due greater than one year

	2020/21 £	2019/20 £	2020/21 £	2019/20 £
2-5 years	54,000	-	7,000	-

15. Financial commitments

At 31 March 2021 there were annual commitments under non-cancellable operating leases as follows:

	2020/21			2019/20
	Within 1 year	2-5 years	Over 5 years	
Office lease	11,638	67,557	8,313	107,458
Photocopier	2,100	4,862	-	8,925
	13,738	72,419	8,313	116,383

16. Movement in unrestricted funds

	Group and Charity				
	At 1 April 2020 Restated £	Income £	Expenditure £	Transfers £	At 31 March 2021 £
Unrestricted general fund	162,099	519,092	(411,958)	178,158	447,391
	162,099	519,092	(411,958)	178,158	447,391

17. Movement in restricted funds (*= subsidiary fund)

	At 1 Apr 2020 Restated £	Income and transfers £	Grants expenditure £	Other expenditure £	At 31 Mar 2021 £
Immediate Impact Funds					
The Henry Smith Charity	207	-	-	(207)	-
Comic Relief	14, 611	-	-	(14,611)	-
The Skiathos Fund	66,405	-	-	-	66,405
Bristol & West	2,170	630	-	(2,800)	-
Mosawi	6,000	-	-	(6,000)	-
Micro Venture Philanthropy Fund	4,211	-	-	(4,211)	-
Wales Flood Recovery Fund	7,528	268	-	(7,796)	-
Ashley Family Foundation	(400)	308,694	(298,253)	(10,041)	-
Fourteen	8,232	-	-	(8,232)	-
New Beginnings	1,250	-	-	(1,250)	-
South Wales PCC	-	976	-	-	976
Royal London	10,000	-	(10,000)	-	-
CO2 Sense	-	1,000	-	(1,000)	-
Anglesey Playground Trust	5,935	-	-	-	5,935
Older People's Fund	85,000	68,308	-	-	153,308
Goodwash	133	-	-	(133)	-
Wesleyan	64,421	45,000	(68,947)	-	40,474
Surviving Winter	1,369	-	-	-	1,369
Give DIFFerently	2,866	1,730	(50)	(145)	4,401
Core Funding Programme (Waterloo)	13,000	65,400	-	(3,728)	74,672
Welsh Procurement Alliance	-	158,600	(158,600)	-	-
Provident Fund	-	30,000	(25,000)	-	5,000
Thomas Carroll Fund	19,648	3,554	(4,367)	(354)	18,481
Geldards Fund	1,229	152	-	(15)	1,366
Four Acre Match	20,000	-	-	(20,000)	-
High Sheriff of Gwynedd	10	19,000	(16,720)	(2,280)	10
Transformation and Growth	50,000	-	(38,006)	-	11,994
Dulverton	45,000	-	(35,000)	-	10,000
West Glamorgan High Sheriff	3,462	-	(2,000)	-	1,462
Gareth Griffiths Fund	31,875	9,463	(41,328)	(10)	-

	At 1 Apr 2020 Restated £	Income £	Grants paid £	Other £	At 31 Mar 2021 £
Coronavirus Resilience Fund	284,195	4,972,740	(4,862,655)	(309,701)	84,579
Cefn Croes Wind Farm	-	15,000	(14,700)	-	300
Cellnex Programme	-	17,820	-	-	17,820
Great Western Railway	-	18,000	-	-	18,000
Trust and Foundation project	50,000	50,000	-	(39,692)	60,308
Daring to Dream	426	462	(761)	(75)	52
	798,783	5,786,797	(5,576,387)	(432,281)	576,912
Endowment Funds					
Martyn Groves Adventure & Travel Fund	447	-	-	-	447
The Lord Merthyr Fund	-	36,000	(36,000)	-	-
Daisy Fund	-	-	(500)	500	-
Powys Welsh Church Fund #+	-	3,105	(33,495)	30,390	-
Montgomeryshire Intermediate & Technical Education*	173,571	41,248	-	(16,399)	198,420
Former Girls Grammar School Brecon *+	-	-	(4,000)	4,000	-
Stanley Bligh Memorial Fund*+	-	-	(1,500)	1,500	-
Cardiff Citizens Charity*+	512	-	-	-	512
Education Fund for Denbigh and Surrounding Area*+	-	-	(2,500)	2,500	-
Clwyd Welsh Church Fund#+	-	500	(6,570)	6,070	-
Gwent High Sheriffs' Community Fund	-	148,157	(100,519)	(17,315)	30,323
Former Foundation Powys Fund	3,173	-	-	-	3,173
Foundation Schools Fund	11,558	-	-	-	11,558
Fund for Wales	-	1,012	-	-	1,012
BIG Fund for Wales Trust Fund	-	2,000	-	-	2,000
Wales in London	-	-	(4,250)	4,250	-
Wrexham Community Endowment Fund (LA)	-	-	(2,500)	2,500	-
Llandrindod High School Charity Fund	4,278	2	-	-	4,280
Newport Community Endowment Fund	-	-	(2,000)	2,000	-
Anglesey Community Endowment Fund	680	-	-	-	680
Flintshire Community Endowment Fund	-	-	(2,756)	2,756	-

	At 1 Apr 2020 Restated £	Income £	Grants paid £	Other £	At 31 Mar 2021 £
Hawarden District Relief Fund	1,743	-	(5,687)	3,944	-
Education Trust of John Vaughan	138	-	-	-	138
Mary Jane Foundation Trust	3,568	-	-	-	3,568
Waterloo Match Challenge	82,482	-	-	(46,775)	35,707
Nancy Mudge Fund	28,125	-	-	(28,125)	-
TJ Jones Memorial Fund*	51,121	3,746	(3,000)	(25,581)	26,286
	361,396	235,770	(205,277)	73,785	318,104
Group Summary					
Charity	934,976	5,977,573	(5,772,164)	(470,586)	669,798
Subsidiary	225,203	44,994	(9,500)	(35,480)	225,218
Group	1,160,179	6,022,567	(5,781,664)	(506,066)	895,016

Under the Foundation's total return policy investment returns are designated as income only when needed to meet expenditure requirements. This is done to achieve efficiency and ensure that endowment assets spend more time invested. A recomended distribution amount is agreed by our trustees each year. This is carried out on a fund by fund basis and takes into account the needs of beneficiaries, fundholder expectations and historic fund performance. Where the full recommended distribution amount is not required to meet expenditure needs then this remains as capital to be designated as income in future years, as required. The closing balances in this note do not necessarily represent the full amount available for grant-making at the end of the financial year.

The accounts have been restated to reclassify a fund previously categorised as unrestricted funds to restricted funds. The adjustment relates to the accounting period ended 31 March 2020. The adjustment has resulted in the Restricted funds brought forward being increasing by £50,000 and Unrestricted funds brought forward decreasing by £50,000.

18. Movement in endowment funds

	At 1 Apr 2020 Restated £	Income & transfers in £	Investment returns £	Other expenditure & transfers out £	At 31 Mar 2021 £
The Lord Merthyr Fund	983,039	23,390	247,121	(41,000)	1,212,550
Foundation Schools Fund	122,324	2,960	30,797	(1,372)	154,709
Martyn Groves Adventure & Travel Fund	32,233	780	8,115	(361)	40,767
The Sloman Family Fund for Ely	21,993	532	5,537	(247)	27,815
Former Foundation Powys Fund	21,405	518	5,389	(240)	27,072
Stanley Bligh Memorial Fund*+	1,020,118	24,721	256,771	(16,038)	1,285,572
Llandrindod High School Charity Fund	87,383	2,119	21,997	(1,233)	110,266
Former Girls Grammar School Brecon *+	233,971	5,510	58,843	(7,587)	290,737
Montgomeryshire Intermediate & Technical Education *	646,192	19,648	162,824	-	828,664
MITEF Investment Property	300,000	200,000	-	-	500,000
Montgomery District Trust Fund*+	394,683	9,562	99,339	(6,672)	496,912
Newport Community Endowment Fund	299,912	7,249	75,469	(6,432)	376,198
Monmouthshire Further Education Fund*+	262,370	6,371	66,046	(3,710)	331,077
Cardiff Citizens Charity*+	122,149	2,962	30,748	(1,723)	154,136
Powys Welsh Church Fund*+#	2,270,427	54,647	571,104	(66,438)	2,289,740
Rudbaxton Parish Education Fund*+	309,187	7,500	77,831	(4,364)	390,154
Fund for Wales	389,248	30,590	102,423	(5,730)	516,531
Gwent High Sheriffs' Community Fund	442,024	10,653	111,345	-	564,022
Wrexham Community Endowment Fund (Church)	97,643	2,364	24,579	(1,374)	123,212
Education Trust for Cardiff Citizens*+	323,601	7,853	81,459	(4,572)	408,341
Denbighshire Community Endowment Fund	326,724	7,915	82,212	(7,383)	409,468
Flintshire Community Endowment Fund	201,685	4,863	50,732	(5,884)	251,396
Hawarden District Relief Fund	335,683	8,087	84,445	(9,248)	418,967
BIG Fund for Wales Trust Fund	873,164	21,146	219,799	(12,290)	1,101,819
Carmarthenshire Fund	170,311	4,127	42,872	(2,400)	214,910
Dr Dewi Davies Fund	1,079,621	26,159	271,770	(15,210)	1,362,340
Wrexham Community Endowment Fund (LA)	129,518	3,115	32,569	(4,583)	160,619
Education Trust of John Vaughan	72,499	1,754	18,247	(1,226)	91,274
Wales in London	80,485	4,450	20,716	(5,412)	100,239
Anglesey Community Endowment Fund	5,843	141	1,471	(82)	7,373

	At 1 Apr 2020 Restated £	Income & transfers in £	Investment returns £	Other expenditure & transfers out £	At 31 Mar 2021 £
Daisy Fund	63,016	1,515	15,855	(1,560)	78,826
Emrys Davies Legacy Fund	28,856	705	7,261	(665)	36,157
Education Fund for Denbigh and Surrounding Area*+	787,603	19,096	198,261	(11,108)	993,852
Mary Jane Foundation Trust	28,333	686	7,129	(642)	35,506
LNB Fund	342,739	8,295	86,259	(6,310)	430,983
Cricket Wales Foundation	21,718	3,323	5,499	(479)	30,061
Clwyd Welsh Church Fund#+	522,257	12,597	131,383	(14,105)	652,132
William Gale Fund	131,843	3,194	33,178	(2,742)	165,473
Newport Girls Fund	31,779	755	7,996	(696)	39,834
Nancy Mudge Fund	31,877	745	8,025	(336)	40,311
Cardiff Story Fund	178,527	4,173	44,928	(3,351)	224,277
Newtown Maintenance Reserve*+	62,674	1,517	15,777	(881)	79,087
Mudiad Meithrin Fund	112,529	2,729	28,346	-	143,604
TJ Jones Memorial Fund*+	1,724,418	42,506	434,388	-	2,201,312
Cronfa William Salesbury	-	45,925	10,097	(1,236)	54,786
	15,723,604	649,447	3,896,952	(276,921)	19,993,081
Group Summary					
Charity	9,536,638	302,201	2,414,665	(220,267)	12,033,237
Subsidiary	6,186,966	347,246	1,482,287	(56,655)	7,959,844
Group	15,723,604	649,447	3,896,952	(276,922)	19,993,081

*=Subsidary funds + = Permanent endowment funds

The accounts have been restated to incorporate the understatement of Endowment funds relating to Old College Newtown. The adjustment relates to the accounting period ended 31 March 2019. The adjustment has resulted in Endowment funds brought forward being increased by £300,000.

Powys County Council retains the trusteeship of the Powys Welsh Church Act Fund, Flintshire County Council retains the trusteeship of the Clwyd Welsh Church Fund and Mudiad Meithrin retains the trusteeship of the Mudiad Meithrin Fund. These organisations have delegated to the Foundation the management of the Funds' non-property investments. The Foundation manages these charitable investments as part of the Foundation's investment portfolio according to the Foundation's investment strategy.

Powys Welsh Church Fund as at 31 March 2021:

- The market value of the Fund's share of the Foundation's investment portfolio was £2,829,740 (2019/20: £2,270,427)
- The amount of annual gross designated income was £54,647 (2019/20: £nil).
- The annual core cost contribution deducted from capital was £8,035 (2019/20: £9,308).
- The income held by the Foundation was £nil (2019/20: £nil).

Clwyd Welsh Church Fund as 31 March 2021:

- The market value of the Fund's share of the Foundation's investment portfolio was £652,132(2019/20: £522,257).
- The amount of annual gross designated income was £12,597 (2019/20: £nil).
- The annual core cost contribution deducted from capital was £8,035 (2019/20: £9,308).
- The income held by the Foundation was £nil (2018/19: £nil).

Mudiad Meithrin Fund as at 31 March 2021:

- The market value of the Fund's share of the Foundation's investment portfolio was £143,604 (2019/20: £112,529).
- The amount of annual gross designated income was £2,729 (2019/20: £nil).
- The annual core cost contribution paid independently was £2,259 (2019/20: £1,650).
- The income held by Community Foundation Wales was £nil (2019/20: £nil).

Williams Salesbury as at 31 March 2021:

- The market value of the Fund's share of Community Foundation Wales'investment portfolio was £54,785 (2019/20: £nil).
- The amount of annual gross designated income was £925 (2019/20: £nil).
- The annual core cost contribution and set up costs were £1,235 including set up (2019/20: £1,650).
- The income held by the Community Foundation Wales was £924 (2019/20: £nil).

19. Analysis of assets/liabilities between funds

	Unrestricted funds £	Restricted funds £	Endowment funds £	2020/21 Total £	2019/20 Total Restated £
Group					
Investments	-	-	19,493,081	19,493,081	13,577,727
Investment property	-	-	500,000	500,000	300,000
Fixed and intangible assets	34,663	-	-	34,663	13,618
Long term debtors	-	75,744	-	75,744	81,664
Current assets excluding cash at bank/hand	534,625	237,724	-	772,349	3,003,030
Cash at bank and in hand	(83,557)	1,295,380	-	1,211,823	1,042,745
Creditors: amounts falling due within one year	(38,340)	(659,832)	-	(698,172)	(972,902)
Creditors: amounts falling due after one year	-	(54,000)	-	(54,000)	-
	447,391	895,016	19,993,081	21,335,488	17,045,882

	Unrestricted funds £	Restricted funds £	Endowment funds £	2021 Total £	2020 Total Restated £
Charity					
Investments	-	-	12,180,484	12,180,484	9,439,881
Fixed and intangible assets	34,663	-	-	34,663	13,618
Long term debtors	-	-	-	-	-
Current assets excluding cash at bank/hand	534,625	137,485	-	672,110	1,126,713
Cash at bank/hand	(83,557)	1,133,963	(147,247)	903,159	897,395
Creditors: amounts falling due within one year	(38,340)	(594,650)	-	(632,990)	(843,895)
Creditors: amounts falling due after one year	-	(7,000)	-	(7,000)	-
	447,391	669,798	12,033,237	13,150,426	10,633,712

20. Related Party Transactions

During the year ended 31 March 2021, Community Foundation Wales awarded:

Charity	Total of grants awarded 2020/21	Total of grants awarded 2019/20	Trustee or staff member
Birth Partner	£15,300	-	Andrea Powell
Y Cwmni Siarad	£21,000	-	Ffion Roberts
Bridge to Cross, Abergavenny	£5,000	-	Andrew Tuggey
Fffin Dance, Abertillery	£5,000	-	Andrew Tuggey
BAWSO Ltd	£15,000	£29,036	Samsunear Ali
Mid Wales Trust	£2,000	£1,500	Emma Beynon
Brecon Mind	£29,822	£19,979	Emma Beynon
Mid North Powys Mind	£29,340	-	Emma Beynon
Race Council Cymru	£2,000	-	Samsunear Ali

21. Pension schemes

The charity contributes to individual stakeholder pensions, and accordingly contributions to these schemes are accounted for on the basis of a defined contribution scheme. During the year ended 31 March 2021, the total employer contributions charged for these schemes amounted to £15,199 (2019/20: £11,743).

22. Company limited by guarantee

The charity is limited by guarantee; members' liability is limited to £1 on the winding-up of the charity.

23. Subsidiary Charities

The Charity is sole trustee of, and therefore controls, the following charities:

Name	Charity Number	Linked number	Acquisition Date
Montgomeryshire District Trust Fund	513855	1074655-5	31 August 2009
Montgomeryshire Intermediate & Technical Education Fund	525726	1074655-3	31 August 2009
Stanley Bligh Memorial Fund	525314	1074655-6	31 August 2009
Former Girls Grammar School Brecon	1074498	1074655-4	31 August 2009
Monmouthshire Further Education Trust Fund	1146059	1074655-7	1 April 2010
Rudbaxton Parish Education Fund	1145391	1074655-8	1 November 2010
Cardiff Citizens Charity	206549	1074655-9	1 November 2010
Education Trust for Cardiff Citizens	506656	1074655-10	1 November 2010
Education Fund for Denbigh and Surrounding Area	1074655-1	1074655-1	31 March 2016
TJ Jones Memorial Fund	1074655-2	1074655-2	27 January 2020

These charities perform similar activities to the Foundation and have co-terminous year ends. The assets of in-year acquisitions have been transferred into the group at fair value as at the date the Foundation took control. All assets have been consolidated on a line by line basis at the year end. The place of business for all subsidiary charities is England and Wales.

Montgomeryshire District Trust Fund	2020/21 Total £	2019/20 Total Restated £
Investment income	9,563	2,191
Other income	-	-
Cost of generating funds	(1,418)	(1,747)
Charitable activities	(5,254)	(8,026)
Investment gains and losses	99,339	(25,156)
Net movement in funds	102,230	(32,738)
Assets	496,912	395,183
Liabilities	-	(500)
Net Assets	496,912	394,683
Restricted funds	-	-
Endowment funds	496,912	394,683
Funds	496,912	394,683

Montgomeryshire Intermediate & Technical Education Fund	2020/21 Total £	2019/20 Total Restated £
Investment income	64.412	39,269
Other income	-	1,000
Cost of generating funds	(5,160)	(4,892)
Charitable activities	(12,119)	(31,544)
Investment gains and losses	378,601	(45,181)
Net movement in funds	423,734	(41,348)
Assets	1,624,610	1,201,876
Liabilities	(18,440)	(19,440)
Net Assets	1,606,170	1,182,436
Restricted funds	198,420	173,570
Endowment funds	1,407,750	1,008,866
Funds	1,606,170	1,182,436

Stanley Bligh Memorial Fund	2020/21 Total £	2019/20 Total Restated £
Investment income	24,721	5,691
Other income	-	-
Cost of generating funds	(3,635)	(4,538)
Charitable activities	(12,402)	(36,614)
Investment gains and losses	256,771	(65,019)
Net movement in funds	265,455	(100,480)
Assets	1,285,573	1,022,618
Liabilities	-	(2,500)
Net Assets	1,285,573	1,020,118
Unrestricted funds	-	-
Endowment funds	1,285,573	1,020,118
Funds	1,285,573	1,020,118

Former Girls Grammar School Brecon	2020/21 Total £	2019/20 Total Restated £
Investment income	5,510	1,289
Other income	-	-
Cost of generating funds	(897)	(1,028)
Charitable activities	(6,690)	(11,620)
Investment gains and losses	58,843	(14,912)
Net movement in funds	56,766	(26,271)
Assets	291,637	234,871
Liabilities	(900)	(900)
Net Assets	290,737	233,971
Unrestricted funds	-	-
Endowment funds	290,737	233,971
Funds	290,737	233,971

Monmouthshire Further Education Trust	2020/21 Total £	2019/20 Total Restated £
Investment income	6,371	1,474
Other income	-	-
Cost of generating funds	(928)	(1,176)
Charitable activities	(2,783)	(8,457)
Investment gains and losses	66,046	(16,723)
Net movement in funds	68,706	(24,882)
Assets	331,077	263,755
Liabilities	-	(1,385)
Net Assets	331,077	262,370
Endowment funds	331,077	262,370
Funds	331,077	262,370

Rudbaxton Parish Education Fund	2020/21 Total £	2019/20 Total Restated £
Investment income	7,500	1,753
Cost of generating funds	(1,091)	(1,398)
Charitable activities	(3,273)	(13,540)
Investment gains and losses	77,831	(19,706)
Net movement in funds	80,967	(32,891)
Assets	390,152	312,187
Liabilities	-	(3,000)
Net Assets	390,152	309,187
Endowment funds	390,152	309,187
Funds	390,152	309,187

Cardiff Citizens Charity	2020/21 Total £	2019/20 Total Restated £
Investment income	2,962	673
Cost of generating funds	(431)	(536)
Charitable activities	(1,292)	(1,609)
Investment gains and losses	30,748	(7,785)
Net movement in funds	31,987	(9,257)
Assets	154,648	122,661
Net Assets	154,648	122,661
Unrestricted funds	512	512
Endowment funds	154,136	122,149
Funds	154,648	122,661

Education Trust for Cardiff Citizens	2020/21 Total £	2019/20 Total Restated £
Investment income	7,853	1,804
Cost of generating funds	(1,143)	(1,438)
Charitable activities	(3,429)	(7,916)
Investment gains and losses	81,459	(20,625)
Net movement in funds	84,740	(28,175)
Assets	408,842	324,101
Liabilities	(500)	(500)
Net Assets	408,342	323,601
Endowment funds	408,342	323,601
Funds	408,342	323,601

Education Fund for Denbigh and Surrounding Area	2020/21 Total £	2019/20 Total Restated £
Investment income	19,096	4,424
Charitable activities income	-	-
Cost of generating funds	(8,887)	(11,288)
Charitable activities	(2,222)	(24,322)
Investment gains and losses	198,261	(50,199)
Net movement in funds	206,248	(81,385)
Assets	993,851	787,603
Net Assets	993,851	787,603
Endowment funds	993,851	787,603
Funds	993,851	787,603

TJ Jones Memorial Fund	2020/21 Total £	2019/20 Total Restated £
Investment income	42,506	11,527
Charitable activities income	-	-
Cost of generating funds	(15,828)	(2,997)
Charitable activities	(9,007)	(101,531)
Investment gains and losses	434,388	(400,409)
Net movement in funds	452,059	(493,410)
Assets	2,227,598	1,876,321
Liabilities	-	(100,782)
Net Assets	2,227,598	1,775,539
Unrestricted funds	26,286	51,121
Endowment funds	2,201,312	1,724,418
Funds	2,227,598	1,775,539

24. Reconciliation of income (expenditure) to net cash flows from operating activities

	Note	2020/21 Total £	2019/20 Total £
Net movement in funds		4,289,606	(344,536)
(Gains)/losses on investments	11	(6,047,870)	873,136
Net investment income and bank interest repayable	3	(480,240)	(161,434)
(Decrease)/increase in debtors	13	2,236,602	(2,355,694)
Increase/(decrease) in creditors	14	(220,730)	378,187
Net cash outflow from operating activities		(222,632)	(1,610,341)

25. Comparative consolidated statement of financial activities

	Note	Unrestricted funds £	Restricted funds £	Endowment funds £	2019/20 Total Restated £
Income and endowments from:					
Donations & legacies	2	257,066	290,832	2,192,080	2,739,978
Income from investments	3	5,197	45,755	110,483	161,435
Charitable activities					
Grantmaking	4	-	1,625,485	-	1,625,485
Other income		-	-	-	-
Total income		262,263	1,962,072	2,302,563	4,526,897
Expenditure on:	5				
Costs of raising funds					
Fund development & donor care		122,126	-	-	122,126
Core grants		10,354	-	-	10,354
Investment income		13,104	-	31,836	44,940
Charitable activities					
Grantmaking		197,527	3,127,411	-	3,324,938
Promoting philanthropy		93,665	1,867	-	95,532
Total expenditure		436,776	3,129,278	31,836	3,597,890
Net income/(expenditure) before gains and losses on investments		(174,513)	(1,167,206)	2,270,727	929,008
Net gain/(loss) on investments	11	-	-	(1,273,546)	(1,273,546)
Net income/(expenditure) for the year		(174,513)	(1,167,206)	997,181	(344,538)
Transfers between funds		195,531	437,182	(632,713)	-
Subsidiary assets transferred into group		-	-	-	-
Net movement in funds		21,018	(730,024)	364,468	(344,538)
Reconciliation of funds					
Fund balances brought forward		141,081	1,890,203	15,359,136	17,390,420
Fund balances carried forward		162,099	1,160,179	15,723,604	17,045,882

Sefydliad Cymunedol Cymru

Newid Bywydau Gyda'n Gilydd

Community Foundation Wales

Changing Lives Together