

THE STEVE MORGAN FOUNDATION

England & Wales · Charity number 1087056

Details

Other names	THE MORGAN FOUNDATION
Status	Registered
Legal form	Trust
Registered	2001-06-19
Register	View on the Charity Commission register

Contact

Address	Bridgemere House Chester Road Preston Brook Cheshire WA7 3BD
Phone	01928 706555
Email	hello@stevemorganfoundation.org.uk
Website	http://stevemorganfoundation.org.uk/

Activities

Objects: THE TRUSTEES SHALL HOLD THE TRUST FUND AND ITS INCOME UPON TRUST TO APPLY THEM FOR ALL PURPOSES WHICH ARE CHARITABLE UNDER THE LAWS OF ENGLAND AND WALES FROM TIME TO TIME

Activities: Providing charitable support in the form of grants to organisations in Merseyside, West Cheshire, North Wales and North Shropshire which specialise in assisting young people, the disabled, the homeless and the disadvantaged.

Classification

- **How:** Makes Grants To Individuals, Makes Grants To Organisations
- **What:** Education/training, The Advancement Of Health Or Saving Of Lives, Disability, The Prevention Or Relief Of Poverty, Accommodation/housing, Economic/community Development/employment
- **Who:** Children/young People, Elderly/old People, People With Disabilities

Geography

- Cheshire West & Chester
- Conwy
- Denbighshire
- Flintshire
- Gwynedd
- Halton
- Liverpool City
- Sefton
- Wirral
- Wrexham

Finances

Period end	Income	Expenditure	Assets	Employees
2025-03-31	£7,278,862	£9,579,025	£274,922,440	4
2024-03-31	£9,572,892	£12,561,254	£270,014,659	4
2023-03-31	£9,353,867	£15,543,397	£231,302,226	5
2022-03-31	£6,507,798	£54,199,978	£255,155,474	4
2021-03-31	£13,963,449	£26,815,943	£304,658,471	3

Trustees

Name	Role	Appointed
STEPHEN PETER MORGAN	Chair	
Brian Leslie Clark		2019-06-12
Heather Lauder		2025-12-04
Nicole Burstow		2025-03-20
RHIANNON ELLIS WALKER		
SALLY JULIA MORGAN		2015-11-05
VINCENT WILLIAM FAIRCLOUGH		

Accounts

Report of the Trustees and
Financial Statements for the Year Ended 31 March 2025
for
The Steve Morgan Foundation

DJH Audit Limited
Statutory Auditor
3rd Floor Pacific Chambers
11-13 Victoria Street
Liverpool
Merseyside
L2 5QQ

Contents of the Financial Statements
for the Year Ended 31 March 2025

	Page
Reference and Administrative Details	1
Report of the Trustees	2 to 5
Report of the Independent Auditors	6 to 8
Statement of Financial Activities	9
Balance Sheet	10
Cash Flow Statement	11
Notes to the Cash Flow Statement	12
Notes to the Financial Statements	13 to 21
Detailed Statement of Financial Activities	22

The Steve Morgan Foundation

Reference and Administrative Details
for the Year Ended 31 March 2025

Chairman

S P Morgan

Honorary Treasurer

N J Burstow

Trustees

S P Morgan

S J Morgan

V W Fairclough

R E Walker

A M Lewis (Resigned 19th March 2025)

B L Clark

J L Harris (Resigned 1st July 2025)

N J Burstow (Appointed 20th March 2025)

Honorary Secretary

V W Fairclough

Chief Executive Officer

L Eaglestone

Bankers

Barclays Bank PLC

3 Hardman Street

Spinningfields

Manchester

M3 3AX

Auditor

DJH Audit Limited

Pacific Chambers

11-13 Victoria Street

Liverpool

L2 5QQ

Investment Managers

Barclays Wealth and Investment Management

1 Churchill Place

London

E14 5HB

Waverton Investment Management

16 Babmaes Street

London

SW1Y 6AH

UBS Wealth Management

5 Broadgate

London

EC2M 2AN

Brown Advisory

18 Hanover Square 1st Floor

London

W1S 1JY

Registered & Principal Office

Bridgemere House

Chester Road

Preston Brook

Cheshire

WA7 3BD

The Trustees present their annual report on the affairs of the Charity, together with the financial statements and auditor's report for the year ended 31 March 2025. The financial statements have been prepared in accordance with the accounting policies as set out in note 1 to the accounts and comply with the Charity's trust deed, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts with the Financial Reporting Standard 102 applicable in the UK and Republic of Ireland.

OBJECTIVES AND ACTIVITIES

The Charity is committed to changing lives for good, by working with partners who make a positive difference to those in need. Funding is awarded against the following areas of need: Community cohesion; Development, education and training; Disability; Disadvantage and poverty; Homelessness and poverty; Mental health and wellbeing. The Charity has unrestricted objects to apply the corpus and income for all purposes which are charitable under the laws of England and Wales from time to time. Subject to any designation or restriction which might be attached to any sum received by the Charity to be applied in implementation of its objects, it is the policy of the Trustees to apply the income stream of The Steve Morgan Foundation to charities mainly operating in Merseyside, Cheshire and North Wales in support of young people and others who are disadvantaged or who are otherwise worthy such as in relation to the pursuit of educational objectives. In all cases the financial support of The Steve Morgan Foundation would be expected to 'change lives for good'. Generally, an award payable would be made for such charitable purposes where the prospective recipient had already established an initiative, albeit however modest.

It is the policy of the Trustees to preserve the donations derived without designation or restriction as a corpus to be enhanced by other like donations and subject to capital gain and capital loss for the provision of the income stream to be applied for the charitable purposes. However, the Trustees view their policy as one which they have full discretion to amend in order to address changing circumstances as they see fit.

In setting their objectives and planning their services, the Trustees of the Charity have given careful consideration to the Charity Commission's general guidance on public benefit.

The Steve Morgan Foundation furthers its charitable purposes for the public benefit through its grant-making policy which aims at:

- Providing funding for small to medium sized organisations who are addressing specific needs in Merseyside, Cheshire (west of the M6), North Shropshire and North Wales;
- Focussing financial support mainly on those who work directly with children and families; and
- Supporting projects which directly contribute to the quality of life of the people in the region, and nationally.

ACHIEVEMENTS AND PERFORMANCE

The Steve Morgan Foundation will reach its 25 year anniversary in June 2026. Since inception the Charity has made a huge impact, improving the quality of life for millions of people. Marking the anniversary, the Foundation has pledged to award a further £100m over the next five years to tackle social disadvantage in the Steve Morgan Foundation region and fund internationally ground-breaking research into Type 1 Diabetes.

The Charity has awarded grants of £7,998,415 (2024: £11,076,054) to organisations in line with their objectives, representing the significant activities of the Charity. The Trustees have considered many applications for support, some of which did not fall within the focus of the Charity. All grants awarded are in accordance with furthering the charitable objectives of The Steve Morgan Foundation. Surplus funds continue to be invested with the aim of generating additional income to be used for grant making activities as outlined above.

Major grants of £4,604,099 were awarded during the year (2024: £8,409,346). Regional grants awarded during the year of £3,097,240 (2024: £2,299,483) were above the targeted level of £2,500,000. The Enable division, funding both specialist disability equipment for people of all ages and our well-established Smiley Bus programme, awarded grants of £218,573 during the year (2024: £306,250) and an additional £61,506 (2024: £51,605) of discretionary grants were awarded. A further £90,019 Steve Morgan Foundation awards were granted.

FINANCIAL REVIEW

The results for the year ended 31 March 2025 are set out in the Statement of Financial Activities on page 9. This shows net expenditure before gains on investments for the year of £2,300,163 (2024: £2,988,362). Total income reduced to £7,278,862 driven predominately from re-positioning of the investment portfolio and a reduction in high income generating equities to liquid capital growth strategies. Meanwhile, awards granted during the year fell from £11,076,054 to £7,998,415. Grant commitments due within one year decreased marginally to £19,781,492 (2024: £19,860,256), while grant commitments due after more than one year were £42,904,702 (2024: £51,021,839).

The closing net asset position increased to £274,922,440 (2024: £270,014,659) as a consequence of positive investment performance during the year. Investment gains of £7,207,944 (2024: £41,700,795) were recorded; the performance of the investment portfolio being significantly impacted by geo-political activity in the final quarter which caused a decline in equity valuations.

There are no restrictions on the Charity's power to invest. It is the policy of the Trustees to manage the corpus of The Steve Morgan Foundation on the basis of a relatively low level of risk, balancing capital growth and income requirements in order to sustain the corpus in the long term and to provide an adequate reliable income stream to serve the charitable purposes on a day-to-day basis.

PROCEDURES AND POLICY FOR GRANT MAKING

The Trustees usually meet bi-monthly to consider what grants they will make and to review any feedback they have received. Grants are only awarded upon agreement by the Trustees and all successful recipients must meet the specific objectives of the charity. Usually, they are visited by one or more of the Trustees, and a detailed report is prepared for the Board of Trustees to review before the grant is approved.

Though the Trustees make some grants of a limited size with no formal application, they normally ask invited organisations to submit a formal application stating how the funds would be used, expected impact, and providing references where appropriate. The Trustees have a policy, which is communicated to all beneficiaries, to only make grants that meet the conditions stipulated in the final offer letter approved by the Trustees.

RESERVES POLICY

It is the policy of the Charity to maximise unrestricted funds, which are the free reserves of the Charity, to ensure sufficient funds are available to cover awards payable, support and administration costs for the foreseeable future. There are no restricted reserves held at present, unrestricted reserves at 31 March 2025 amount to £274,922,440 (2024: £270,014,659). A large surplus of funds is held, substantially as a matter of policy. There are no maximum or minimum level of reserves required to be held at any time. The income derived therefrom, and the capital accretion thereto fund the expenditure and maintain the corpus to serve likewise in future periods.

RISK MANAGEMENT

The Trustees have considered the operational and business risks which the charity faces and confirm that they have established systems to mitigate the significant risks. The principal risk faced by The Steve Morgan Foundation is volatility in the value of investments held which could expose the Charity to loss of income. The Trustees work closely with the investment managers and the investment reports are closely monitored to track fluctuations and to ensure investment decisions are in line with the objectives of the Charity. Both the Chairman and the Treasurer have significant financial and investment experience. In addition, to further support the investment strategy, the Trustees have appointed specialist investment advisors, Capricorn Private Investment Limited to provide expertise and advise on the investment portfolio constitution and how best to meet the investment objectives of the Charity.

FUTURE PLANS

The Foundation has set out a bold and ambitious new long-term strategy to invest in sustainable solutions which will change lives for good. The Charity has pledged to award £100m over the next five years to support collaborative partnerships that tackle the root causes of social disadvantage and to fund internationally ground-breaking research into Type 1 Diabetes. The Trustees remain deeply committed to the region they have long supported in Merseyside, North Wales, Cheshire (west of the M6) and North Shropshire. Combining the financial resources of the Foundation with the expertise of our partner institutions leverages the ability to tackle social disadvantage and create long lasting impact across these regions. The Trustees will continue to work in partnership with significant charities locally and nationally.

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Steve Morgan Foundation is constituted under a trust deed dated 18 October 2000 as amended by supplemental deed dated 14 May 2001. It is a registered charity no. 1087056.

The business of the Charity is conducted through a series of bi-monthly Trustees' meetings, where Trustees oversee the grant making activities, ensuring that these continue to support a wide range of organisations benefitting the local community and nationally. Trustees are responsible for controlling expenditure and also for the investment and reserve policies and with any associated decisions.

Thus far Trustees, have been appointed on the basis of a long-standing knowledge, shared by the existing Trustees, of the appointee in relation to her or his integrity and probity and proven record in her/his chosen professional career. It is expected that the policy attaching to appointments will continue in that vein. The background of each appointee is such that formal training is not required. Induction activities are undertaken for each newly appointed Trustee.

The registered/principal office address is shown on page 1.

ORGANISATION

The Trustees who have served during the year and since the year end are set out on page 1. Trustees are appointed by the Board of Trustees in accordance with the trust deed. There shall be at least three Trustees, who will be appointed by resolution of the Trustees as passed at a special meeting. No Trustee had any financial interest in the charity in the current or prior year.

KEY MANAGEMENT PERSONNEL REMUNERATION

The Trustees consider the key management personnel of the charity to be the Board of Trustees. The Trustees are in charge of directing and controlling the charity and running and operating the charity on a day-to-day basis. All trustees give their time freely and no trustee remuneration was paid in the year (2024: £nil).

The Foundation is supported by Bridgemere UK Limited which provides resources for financial activities including accounting and investment management free of charge.

RELATED PARTIES

The Trustees are required to disclose all relevant interests and, in accordance with the Charity's policy, withdraw from decisions where a conflict of interest arises.

GOING CONCERN

After making enquiries, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future (being at least 12 months from the date of signing the accounts), due to the level of net assets. Accordingly, they continue to adopt the going concern basis in preparing the financial statements.

Further details regarding the adoption of the going concern basis can be found in note 1 of the financial statements.

AUDITOR

DJH Audit Limited (previously Haines Watts) have expressed their willingness to continue in office as the Charity's auditor and a resolution to re-appoint them will be proposed at the forthcoming Annual General Meeting.

TRUSTEES' RESPONSIBILITY STATEMENT

The Trustees are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

The law applicable to charities in England and Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charity will continue in business.

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

The trustees are responsible for the maintenance and integrity of the Charity and financial information included on the Charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Approved by order of the board of trustees on 12/12/2025 and signed on its behalf by:

Steve Morgan

.....
S P Morgan - Trustee

Opinion

We have audited the financial statements of The Steve Morgan Foundation (the 'Charity') for the year ended 31 March 2025 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the Charity's affairs as at 31 March 2025 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

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

Conclusions relating to going concern

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

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

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

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

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

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

Other information

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

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Matters on which we are required to report by exception

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

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

Responsibilities of trustees

As explained more fully in the Trustees' Responsibilities Statement, the trustees are responsible for the preparation of the financial statements which give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Our responsibilities for the audit of the financial statements

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

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

We assessed the susceptibility of the Charity's financial statements to material misstatement, including how fraud might occur.

Audit Procedures performed by the Charity engagement team included:

- Identifying and assessing the design effectiveness of controls management has in place to prevent and detect fraud;
- Understanding how those charged with governance considered and addressed the potential for override of controls or other inappropriate influence over the financial reporting process;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable law and regulations;
- Challenging assumptions and judgements made by management in its significant accounting estimates.

Despite the audit being planned and conducted in accordance with ISAs (UK) there remains an unavoidable risk that material misstatement in the financial statements may not be detected owing to inherent limitations of the audit, and that by their very nature, any such instances of fraud or irregularity likely involve collusion, forgery, intentional misrepresentations, or the override of internal controls.

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

Report of the Independent Auditors to the Trustees of
The Steve Morgan Foundation

Use of our report

This report is made solely to the Charity's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the Charity's Trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Charity and the Charity's Trustees as a body, for our audit work, for this report, or for the opinions we have formed.

DJH Audit Limited

DJH Audit Limited
Statutory Auditor
3rd Floor Pacific Chambers
11-13 Victoria Street
Liverpool
Merseyside
L2 5QQ

Date: 12/12/2025

The Steve Morgan Foundation

Statement of Financial Activities
for the Year Ended 31 March 2025

		31.3.25	31.3.24
		Unrestricted	Unrestricted
		fund	fund
	Notes	£	£
INCOME AND ENDOWMENTS FROM			
Donations and legacies	3	96,657	30,383
Investment income	4	<u>7,182,205</u>	<u>9,542,509</u>
Total		<u>7,278,862</u>	<u>9,572,892</u>
 EXPENDITURE ON			
Investment management fees	5	1,172,815	1,050,316
Charitable activities	6		
Charitable activities		<u>8,406,210</u>	<u>11,510,938</u>
Total		<u>9,579,025</u>	<u>12,561,254</u>
 Net gains on investments		<u>7,207,944</u>	<u>41,700,795</u>
 NET INCOME		4,907,781	38,712,433
 RECONCILIATION OF FUNDS			
Total funds brought forward		<u>270,014,659</u>	<u>231,302,226</u>
 TOTAL FUNDS CARRIED FORWARD		<u><u>274,922,440</u></u>	<u><u>270,014,659</u></u>

The notes form part of these financial statements

The Steve Morgan Foundation

Balance Sheet
31 March 2025

	Notes	31.3.25 Total funds £	31.3.24 Total funds £
FIXED ASSETS			
Investments			
Investments	12	314,349,184	311,921,280
Investment property	13	<u>254,780</u>	<u>-</u>
		314,603,964	311,921,280
CURRENT ASSETS			
Debtors	14	223,465	494,314
Cash at bank		<u>22,823,040</u>	<u>28,525,356</u>
		23,046,505	29,019,670
CREDITORS			
Amounts falling due within one year	15	<u>(19,823,327)</u>	<u>(19,904,452)</u>
NET CURRENT ASSETS		<u>3,223,178</u>	<u>9,115,218</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		317,827,142	321,036,498
CREDITORS			
Amounts falling due after more than one year	16	<u>(42,904,702)</u>	<u>(51,021,839)</u>
NET ASSETS		<u>274,922,440</u>	<u>270,014,659</u>
FUNDS	18		
Unrestricted funds		<u>274,922,440</u>	<u>270,014,659</u>
TOTAL FUNDS		<u>274,922,440</u>	<u>270,014,659</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 12/12/2025 and were signed on its behalf by:

Steve Morgan

.....
S P Morgan - Trustee

Nicola Burston

.....
N Burston - Trustee

The notes form part of these financial statements

The Steve Morgan Foundation

Cash Flow Statement
for the Year Ended 31 March 2025

	Notes	31.3.25 £	31.3.24 £
Cash flows from operating activities			
Cash generated from operations	1	<u>(17,409,781)</u>	<u>(11,250,990)</u>
Net cash used in operating activities		<u>(17,409,781)</u>	<u>(11,250,990)</u>
Cash flows from investing activities			
Investment fund movements		4,525,260	(5,381,625)
Interest received		<u>7,182,205</u>	<u>9,542,509</u>
Net cash provided by investing activities		<u>11,707,465</u>	<u>4,160,884</u>
Change in cash and cash equivalents in the reporting period		(5,702,316)	(7,090,106)
Cash and cash equivalents at the beginning of the reporting period		<u>28,525,356</u>	<u>35,615,462</u>
Cash and cash equivalents at the end of the reporting period		<u><u>22,823,040</u></u>	<u><u>28,525,356</u></u>

The notes form part of these financial statements

Notes to the Cash Flow Statement
for the Year Ended 31 March 2025

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

	31.3.25	31.3.24
	£	£
Net income for the reporting period (as per the Statement of Financial Activities)	4,907,781	38,712,433
Adjustments for:		
Interest received	(7,182,205)	(9,542,509)
Gains on investments	(7,207,944)	(41,700,795)
Decrease/(increase) in debtors	270,849	(297,547)
(Decrease)/increase in creditors	<u>(8,198,262)</u>	<u>1,577,428</u>
Net cash used in operations	<u><u>(17,409,781)</u></u>	<u><u>(11,250,990)</u></u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.4.24	Cash flow	At 31.3.25
	£	£	£
Net cash			
Cash at bank	<u>28,525,356</u>	<u>(5,702,316)</u>	<u>22,823,040</u>
	<u>28,525,356</u>	<u>(5,702,316)</u>	<u>22,823,040</u>
Total	<u><u>28,525,356</u></u>	<u><u>(5,702,316)</u></u>	<u><u>22,823,040</u></u>

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the Charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value, as modified by the revaluation of listed equities.

Income

Income is recognised when the Charity 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.

Donations

Donations consist of donations and similar income resources. They are included in the accounting period in which they are receivable, which is when the Charity becomes entitled to the resource. Some services have been provided by Bridgemere UK PLC free of charge, a company of which two of the Trustees are directors. No adjustment has been made to reflect this as it is not possible to quantify the value of such services.

Investment income

Investment income is accounted for when receivable.

Donated goods and services

Donated professional services and donated facilities are recognised as income when the Charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use by the Charity of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), general volunteer time is not recognised. There are no volunteers other than the trustees of the Charity.

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 activity headings:

Charitable activities - award payments

Award payments are accounted for once the Foundation has made an unconditional commitment to pay the grant and this is communicated to the beneficiary or the grant has been paid, whichever is earlier. Where an award is conditional and compliance is within the control of The Steve Morgan Foundation, the award is not recognised until the conditions are met. Where an award is conditional and outside the control of The Steve Morgan Foundation, the award is recognised and accounted for in the same way as an unconditional award.

Support costs

This includes those functions that assist the work of the Charity but do not directly undertake charitable activities. Support costs include back office costs, finance, personnel, payroll and governance costs.

Raising funds

This includes all expenses relating to investment management

1. ACCOUNTING POLICIES - continued

Investment property

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

Taxation

The Charity is exempt from tax on its charitable activities.

Fund accounting

The Charity holds unrestricted funds representing unrestricted net income and net recognised gains which are expendable at the discretion of the trustees in furtherance to the objectives of the charity.

Investments

Investments consist of listed investments, unlisted investments and social investments.

Listed Investments

Listed investments are stated at market value at the balance sheet date and derived from funds controlled by United Kingdom based investment managers.

Unlisted Investments

Unlisted investments are stated initially at cost and subsequently measured at fair value, unless this cannot be measured reliably in which case measurement will be at cost less impairment.

Social Investments

The Charity holds a social investment property to fulfil its charitable objectives. The social investment property is stated at net book value, being cost net of depreciation and any provisions for impairment. No depreciation is provided on the social investment due to the anticipated high residual value which would result in immaterial depreciation for the asset.

Employee benefits

The Charity participates in a defined contribution pension arrangement. The amount charged to the statement of financial activities in respect of pension costs is the contribution payable in the year.

Financial instruments

Financial assets and financial liabilities are recognised when the Charity becomes a party to the contractual provisions of the instrument. All financial assets and liabilities are initially measured at transaction price.

The Charity 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.

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due. Cash at bank and cash 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 are recognised where the charity 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. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

2. CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

In the application of the Charity's accounting policies, which are described in note 1, the Trustees are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The Trustees consider there to be a critical judgement and source of estimation uncertainty regarding the recognition of grants payable. A judgement is made at the year end as to whether grants awarded require recognition as a liability in the statement of financial position. This requires a review and judgement as to whether the performance conditions of the grant have or are likely to be met and the likelihood of payment of the grant awards.

3. DONATIONS AND LEGACIES

	31.3.25	31.3.24
	£	£
Donations	<u>96,657</u>	<u>30,383</u>

4. INVESTMENT INCOME

	31.3.25	31.3.24
	£	£
Investment income	<u>7,182,205</u>	<u>9,542,509</u>

5. INVESTMENT MANAGEMENT FEES

Fees in relation to management of investment portfolios

	31.3.25	31.3.24
	£	£
Portfolio management	<u>1,172,815</u>	<u>1,050,316</u>

6. CHARITABLE ACTIVITIES COSTS

		Direct costs	Support costs	Totals
		£	£	£
Charitable activities	2025	7,998,415	407,795	8,406,210
	2024	<u>11,076,054</u>	<u>434,884</u>	<u>11,510,938</u>

Notes to the Financial Statements - continued
for the Year Ended 31 March 2025

7. SUPPORT COSTS

		Management £	Finance £	Governance costs £	Totals £
Charitable activities	2025	388,272	383	19,140	407,795
	2024	416,498	668	17,718	434,884

8. AUDITORS' REMUNERATION

	31.3.25 £	31.3.24 £
Fees payable to the Charity's auditors for the audit of the Charity's financial statements	15,500	14,400

9. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2025 nor for the year ended 31 March 2024.

Trustees' expenses

Trustees expenses of £nil were paid for in the year ended 31 March 2025 (2024: £95).

10. STAFF COSTS

	31.3.25 £	31.3.24 £
Wages and salaries	255,445	246,877

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

	31.3.25	31.3.24
Support	4	4

1 employee received emoluments in excess of £60,000.
(£80,000 - £90,000 - 2025: 1 2024:1)

11. ANALYSIS OF GRANT AWARD EXPENDITURE

	Grants to institutions 2025 £	Grants to institutions 2024 £
Grants awarded in pursuit of the Charity's objectives		
<u>MAJOR GRANTS</u>		
Maggies Clatterbridge	-	2,000,000
Liverpool FC Foundation	397,400	747,200
Right to Succeed (Liverpool City Region)	1,788,512	2,498,063
Centre for Social Justice	130,000	25,000
Merseyside and North Wales Food Hub	-	890,000
Everton in the Community	1,481,054	2,158,597
Right to Succeed (North Birkenhead)	(342,867)	-
Onside Youth Zones	650,000	-
Zoe's Place (Capital Grant)	500,000	-
JDRF - BigiBete Project	-	124,576
Into University Liverpool & Knowsley	-	(34,090)
<u>Subtotal</u>	4,604,099	8,409,346
<u>REGIONAL GRANTS £50K - £200K</u>	3,097,240	2,299,483
<u>OTHER SMALLER GRANTS</u>	287,096	367,225
<u>Total</u>	<u>7,988,435</u>	<u>11,076,054</u>

All grant awards were made in the pursuit of the Charity's objectives as set out in the Trustees' report on page 2.

12. FIXED ASSET INVESTMENTS

	Listed investments £	Unlisted investments £	Totals £
MARKET VALUE			
At 1 April 2024	306,562,030	5,359,250	311,921,280
Revaluations	2,682,684	-	2,682,684
Reclassification/transfer	(254,780)	-	(254,780)
At 31 March 2025	<u>308,989,934</u>	<u>5,359,250</u>	<u>314,349,184</u>
NET BOOK VALUE			
At 31 March 2025	<u>308,989,934</u>	<u>5,359,250</u>	<u>314,349,184</u>
At 31 March 2024	<u>306,562,030</u>	<u>5,359,250</u>	<u>311,921,280</u>

All investment holdings owned are held via funds controlled by United Kingdom based investment managers.

Notes to the Financial Statements - continued
for the Year Ended 31 March 2025

12. FIXED ASSET INVESTMENTS - continued

Cost or valuation at 31 March 2025 is represented by:

	Listed investments £	Unlisted investments £	Totals £
Valuation in 2025	<u>308,989,934</u>	<u>5,359,250</u>	<u>314,349,184</u>

All investment holdings owned are held via funds controlled by United Kingdom based investment managers.

13. INVESTMENT PROPERTY

	£
FAIR VALUE	
Reclassification	<u>254,780</u>
At 31 March 2025	<u>254,780</u>
NET BOOK VALUE	
At 31 March 2025	<u>254,780</u>
At 31 March 2024	<u>-</u>

14. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.25 £	31.3.24 £
Other debtors	212,864	200,095
Prepayments and Accrued Income	<u>10,601</u>	<u>294,219</u>
	<u>223,465</u>	<u>494,314</u>

15. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.25 £	31.3.24 £
Social security and other taxes	21,799	12,904
Accruals and deferred income	15,840	31,292
Grants Payable	<u>19,785,688</u>	<u>19,860,256</u>
	<u>19,823,327</u>	<u>19,904,452</u>

Notes to the Financial Statements - continued
for the Year Ended 31 March 2025

16. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	31.3.25 £	31.3.24 £
Grants Payable	<u>42,904,702</u>	<u>51,021,839</u>

17. LEASING AGREEMENTS

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

	31.3.25 £	31.3.24 £
Within one year	8,752	8,752
Between one and five years	<u>4,376</u>	<u>13,128</u>
	<u>13,128</u>	<u>21,880</u>

18. MOVEMENT IN FUNDS

	At 1.4.24 £	Net movement in funds £	At 31.3.25 £
Unrestricted funds			
General fund	270,014,659	4,907,781	274,922,440
TOTAL FUNDS	<u>270,014,659</u>	<u>4,907,781</u>	<u>274,922,440</u>

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	7,278,862	(9,579,025)	7,207,944	4,907,781
TOTAL FUNDS	<u>7,278,862</u>	<u>(9,579,025)</u>	<u>7,207,944</u>	<u>4,907,781</u>

Comparatives for movement in funds

	At 1.4.23 £	Net movement in funds £	At 31.3.24 £
Unrestricted funds			
General fund	231,302,226	38,712,433	270,014,659
TOTAL FUNDS	<u>231,302,226</u>	<u>38,712,433</u>	<u>270,014,659</u>

Notes to the Financial Statements - continued
for the Year Ended 31 March 2025

18. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	9,572,892	(12,561,254)	41,700,795	38,712,433
TOTAL FUNDS	<u>9,572,892</u>	<u>(12,561,254)</u>	<u>41,700,795</u>	<u>38,712,433</u>

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

	At 1.4.23 £	Net movement in funds £	At 31.3.25 £
Unrestricted funds			
General fund	231,302,226	43,620,214	274,922,440
TOTAL FUNDS	<u>231,302,226</u>	<u>43,620,214</u>	<u>274,922,440</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	16,851,754	(22,140,279)	48,908,739	43,620,214
TOTAL FUNDS	<u>16,851,754</u>	<u>(22,140,279)</u>	<u>48,908,739</u>	<u>43,620,214</u>

19. EMPLOYEE BENEFIT OBLIGATIONS

Defined Contribution Scheme

The Charity operates a defined contribution retirement benefit scheme for all qualifying employees. The Charity's contribution to the scheme in the year was £18,870 (2024: £17,700).

20. RELATED PARTY DISCLOSURES

The Trustees are required to disclose all relevant interests and, in accordance with the Charity's policy, withdraw from decisions where a conflict of interest arises. Some services have been provided by Bridgemere UK Limited free of charge, a company of which two of the Trustees are directors. No adjustment has been made to reflect this as it is not possible to quantify the value of such services.

Detailed Statement of Financial Activities
for the Year Ended 31 March 2025

	31.3.25 £	31.3.24 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations including gift aid	96,657	30,383
Investment income		
Investment income	<u>7,182,205</u>	<u>9,542,509</u>
Total incoming resources	7,278,862	9,572,892
EXPENDITURE		
Investment management costs		
Portfolio management	1,172,815	1,050,316
Charitable activities		
Charitable activities	7,998,415	11,076,054
Support costs		
Management		
Wages	249,396	246,877
Sundries	<u>138,876</u>	<u>169,621</u>
	388,272	416,498
Finance		
Bank charges	383	668
Governance costs		
Auditors' remuneration	19,140	14,400
Professional fees	<u>-</u>	<u>3,318</u>
	19,140	17,718
Total resources expended	<u>9,579,025</u>	<u>12,561,254</u>
Net expenditure before gains and losses	(2,300,163)	(2,988,362)
Realised recognised gains and losses		
Realised gains/(losses) on fixed asset investments	<u>7,207,944</u>	<u>41,700,795</u>
Net income	<u>4,907,781</u>	<u>38,712,433</u>

Accounts

REGISTERED CHARITY NUMBER: 1087056

Report of the Trustees and
Financial Statements for the Year Ended 31 March 2024
for
The Steve Morgan Foundation

Haines Watts
Statutory Auditor
3rd Floor Pacific Chambers
11-13 Victoria Street
Liverpool
Merseyside
L2 5QQ

The Steve Morgan Foundation

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

	Page
Reference and Administrative Details	1
Report of the Trustees	2 to 5
Report of the Independent Auditors	6 to 8
Statement of Financial Activities	9
Balance Sheet	10
Cash Flow Statement	11
Notes to the Cash Flow Statement	12
Notes to the Financial Statements	13 to 23
Detailed Statement of Financial Activities	24

The Steve Morgan Foundation

Reference and Administrative Details
for the Year Ended 31 March 2024

Chairman
S P Morgan

Honorary Treasurer
A M Lewis

Trustees

S P Morgan
S J Morgan
V W Fairclough
R E Walker

A M Lewis
J R C Masters (Resigned 10th July 2023)
B L Clark
J L Harris (Appointed 10th July 2023)

Honorary Secretary
V W Fairclough

Chief Executive Officer
L Eaglestone

Bankers
Barclays Bank PLC
3 Hardman Street
Spinningfields
Manchester
M3 3AX

Auditor
Haines Watts
Pacific Chambers
11-13 Victoria Street
Liverpool
L2 5QQ

Investment Managers
Barclays Wealth and Investment Management
1 Churchill Place
London
E14 5HB

Quilter Cheviot
One Kingsway
London
WC2B 6AN

UBS Wealth Management
5 Broadgate
London
EC2M 2AN

Baillie Gifford
1 Calton Hill
Greenside Row
Edinburgh
EH1 3AN

Brown Advisory
18 Hanover Square 1st Floor
London
W1S 1JY

Registered & Principal Office
Bridgemere House
Chester Road
Preston Brook
Cheshire
WA7 3BD

The Steve Morgan Foundation

Report of the Trustees for the Year Ended 31 March 2024

The Trustees present their annual report on the affairs of the Charity, together with the financial statements and auditor's report for the year ended 31 March 2024. The financial statements have been prepared in accordance with the accounting policies as set out in note 1 to the accounts and comply with the Charity's trust deed, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts with the Financial Reporting Standard 102 applicable in the UK and Republic of Ireland.

OBJECTIVES AND ACTIVITIES

The Charity is committed to changing lives for good, by working with partners who make a positive difference to those in need. Funding is awarded against the following areas of need: Community cohesion; Development, education and training; Disability; Disadvantage and poverty; Homelessness and poverty; Mental health and wellbeing. The Charity has unrestricted objects to apply the corpus and income for all purposes which are charitable under the laws of England and Wales from time to time. Subject to any designation or restriction which might be attached to any sum received by the Charity to be applied in implementation of its objects, it is the policy of the Trustees to apply the income stream of The Steve Morgan Foundation to charities mainly operating in Merseyside, Cheshire and North Wales in support of young people and others who are disadvantaged or who are otherwise worthy such as in relation to the pursuit of educational objectives. In all cases the financial support of The Steve Morgan Foundation would be expected to 'change lives for good'. Generally, an award payable would be made for such charitable purposes where the prospective recipient had already established an initiative, albeit however modest.

It is the policy of the Trustees to preserve the donations derived without designation or restriction as a corpus to be enhanced by other like donations and subject to capital gain and capital loss for the provision of the income stream to be applied for the charitable purposes. However, the Trustees view their policy as one which they have full discretion to amend in order to address changing circumstances as they see fit.

In setting their objectives and planning their services, the Trustees of the Charity have given careful consideration to the Charity Commission's general guidance on public benefit.

The Steve Morgan Foundation furthers its charitable purposes for the public benefit through its grant-making policy which aims at:

- Providing funding for small to medium sized organisations who are addressing specific needs in Merseyside, Cheshire (west of the M6), North Shropshire and North Wales;
- Focussing financial support mainly on those who work directly with children and families; and
- Supporting projects which directly contribute to the quality of life of the people in the region, and nationally.

ACHIEVEMENT AND PERFORMANCE

The Charity has awarded grants of £11,076,054 in the last year (2023: £14,150,284) to organisations in line with their objectives, representing the significant activities of the Charity. The Trustees have considered many applications for support, some of which did not fall within the focus of the Charity. All grants awarded are in accordance with furthering the charitable objectives of The Steve Morgan Foundation. Surplus funds continue to be invested with the aim of generating additional income to be used for grant making activities as outlined above.

The Trustees have not outlined key performance indicators for The Steve Morgan Foundation. Whilst a targeted level of grant making is usually set, this is no longer considered to be relevant due to the impact of the 2022 Diabetes UK/JDRF Grand Challenge grant, which, at £50,000,000, represented the largest single grant ever awarded by the Foundation, and received worldwide recognition. Major grants of £8,409,346 were awarded during the year (2023: £9,489,000). Regional grants awarded during the year of £2,299,483 (2023: £3,350,914) were close to the targeted level of £2,500,000. The Enable division, funding both specialist disability equipment for people of all ages and our well-established Smiley Bus programme, awarded grants of £306,249 during the year (2023: £384,235) and an additional £51,605 of discretionary grants were awarded. A further £9,370 of grants local to the Warrington area were disbursed following the receipt of a legacy from the estate of Mr Arthur Jones, a local resident (2023: £374,190).

The Steve Morgan Foundation

Report of the Trustees for the Year Ended 31 March 2024

FINANCIAL REVIEW

The results for the year ended 31 March 2024 are set out in the Statement of Financial Activities on page 9. This shows net expenditure before gains on investments for the year of £2,988,362 (2023: net expenditure before losses £6,189,530). Total income increased marginally to £9,572,892 with the reduction in the legacy income noted above being covered by increased levels of investment income received during the year. Meanwhile, awards granted to institutions during the year fell from £14,150,284 to £11,076,054. Grant commitments due within one year increased to £19,860,256 (2023: £16,267,941), while grant commitments due after more than one year were £51,021,839 (2023: £53,044,461).

The closing net asset position increased to £270,014,659 (2023: £231,302,226) largely as a consequence of strong investment performance during the year. Investment gains of £41,700,795 (2023: losses of £17,663,718) were recorded.

There are no restrictions on the Charity's power to invest. It is the policy of the Trustees to manage the corpus of The Steve Morgan Foundation on the basis of a relatively low level of risk, balancing capital growth and income requirements in order to sustain the corpus in the long term and to provide an adequate reliable income stream to serve the charitable purposes on a day-to-day basis.

PROCEDURES AND POLICY FOR GRANT MAKING

The Trustees usually meet bi-monthly to consider what grants they will make and to review any feedback they have received. Grants are only awarded upon agreement by the Trustees and all successful recipients must meet the specific objectives of the Charity. Usually, they are visited by one or more of the Trustees, and a detailed report is prepared for the Board of Trustees to review before the grant is approved.

Though the Trustees make some grants of a limited size with no formal application, they normally ask invited organisations to submit a formal application saying how the funds would be used, what would be achieved, and providing references where appropriate. The Trustees have a policy, which is communicated to all beneficiaries, that they only make grants that meet the conditions specific within the final offer letter approved by the Trustees.

RESERVES POLICY

It is the policy of the Charity to maximise unrestricted funds, which are the free reserves of the Charity, to ensure sufficient funds are available to cover awards payable, support and administration costs for the foreseeable future. There are no restricted reserves held at present, unrestricted reserves at 31 March 2024 amount to £270,014,659 (at 31 March 2023: £231,302,226). A large surplus of funds is held, substantially as a matter of policy. There are no maximum or minimum level of reserves required to be held at any time. The income derived therefrom, and the capital accretion thereto fund the expenditure and maintain the corpus to serve likewise in future periods.

RISK MANAGEMENT

The Trustees have considered the operational and business risks which the Charity faces and confirm that they have established systems to mitigate the significant risks. The principal risk faced by The Steve Morgan Foundation is volatility in the value of investments held which could expose the Charity to loss of income. The Trustees work closely with the investment managers and the investment reports are closely monitored to track fluctuations and to ensure investment decisions are in line with the objectives of the Charity.

FUTURE PLANS

The Trustees intend to continue providing awards with a view to improving the life chances of those suffering from disadvantage or disability, mainly in the Merseyside, Cheshire and North Wales areas in line with the objectives of the Charity. The Trustees will continue to work in partnership with significant charities locally and nationally. It is presently expected that during 2024/2025 the level of grants awarded will be above the level awarded during last year.

The Steve Morgan Foundation

Report of the Trustees for the Year Ended 31 March 2024

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Steve Morgan Foundation is constituted under a trust deed dated 18 October 2000 as amended by supplemental deed dated 14 May 2001. It is a registered charity no. 1087056.

The business of the Charity is conducted through a series of bi-monthly Trustees' meetings, where Trustees oversee the grant making activities, ensuring that these continue to support a wide range of organisations benefitting the local community and nationally. Trustees are responsible for controlling expenditure and also for the investment and reserve policies and with any associated decisions.

Thus far Trustees, other than the originating Trustees, have been appointed on the basis of a long-standing knowledge, shared by the existing Trustees, of the appointee in relation to her or his integrity and probity and proven record in her/his chosen professional career. It is expected that the policy attaching to appointments will continue in that vein. The background of each appointee is such that formal training is not required. There are no formal induction activities undertaken for each newly appointed Trustee.

The registered/principal office address is shown on page 1.

ORGANISATION

The Trustees who have served during the year and since the year end are set out on page 1. Trustees are appointed by the Board of Trustees in accordance with the trust deed. There shall be at least three Trustees, who will be appointed by resolution of the Trustees as passed at a special meeting. No Trustee had any financial interest in the Charity in the current or prior year.

KEY MANAGEMENT PERSONNEL REMUNERATION

The Trustees consider the key management personnel of the Charity to be the Board of Trustees. The Trustees are in charge of directing and controlling the Charity and running and operating the Charity on a day-to-day basis. All Trustees give their time freely and no trustee remuneration was paid in the year. (2023: £nil).

RELATED PARTIES

The Trustees are required to disclose all relevant interests and, in accordance with the Charity's policy, withdraw from decisions where a conflict of interest arises.

GOING CONCERN

After making enquiries, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future (being at least 12 months from the date of signing the accounts), due to the level of net assets. Accordingly, they continue to adopt the going concern basis in preparing the financial statements.

Further details regarding the adoption of the going concern basis can be found in note I of the financial statements.

AUDITOR

Haines Watts have expressed their willingness to continue in office as the Charity's auditor and a resolution to re-appoint them will be proposed at the forthcoming Annual General Meeting.

The Steve Morgan Foundation

Report of the Trustees
for the Year Ended 31 March 2024

TRUSTEES' RESPONSIBILITY STATEMENT

The Trustees are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

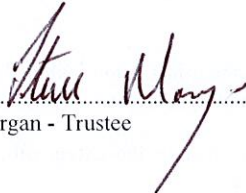
The law applicable to charities in England and Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charity and of the incoming resources and application of resources of the Charity for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charity will continue in business.

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

The Trustees are responsible for the maintenance and integrity of the Charity and financial information included on the Charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Approved by order of the Board of Trustees on 19th Sept 2024 and signed on its behalf by:


.....
S P Morgan - Trustee

Report of the Independent Auditors to the Trustees of
The Steve Morgan Foundation

Opinion

We have audited the financial statements of The Steve Morgan Foundation (the 'Charity') for the year ended 31 March 2024 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the Charity's affairs as at 31 March 2024 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

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

Conclusions relating to going concern

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

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

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

Other information

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

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Matters on which we are required to report by exception

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

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

Report of the Independent Auditors to the Trustees of
The Steve Morgan Foundation

Responsibilities of Trustees

As explained more fully in the Trustees' Responsibilities Statement, the Trustees are responsible for the preparation of the financial statements which give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Our responsibilities for the audit of the financial statements

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

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

We assessed the susceptibility of the Charity's financial statements to material misstatement, including how fraud might occur.

Audit Procedures performed by the Charity engagement team included:

- Identifying and assessing the design effectiveness of controls management has in place to prevent and detect fraud;
- Understanding how those charged with governance considered and addressed the potential for override of controls or other inappropriate influence over the financial reporting process;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable law and regulations;
- Challenging assumptions and judgements made by management in its significant accounting estimates.

Despite the audit being planned and conducted in accordance with ISAs (UK) there remains an unavoidable risk that material misstatement in the financial statements may not be detected owing to inherent limitations of the audit, and that by their very nature, any such instances of fraud or irregularity likely involve collusion, forgery, intentional misrepresentations, or the override of internal controls.

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

Report of the Independent Auditors to the Trustees of
The Steve Morgan Foundation

Use of our report

This report is made solely to the Charity's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the Charity's Trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Charity and the Charity's Trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Haines Watts
Statutory Auditor
3rd Floor Pacific Chambers
11-13 Victoria Street
Liverpool
Merseyside
L2 5QQ

Date:

The Steve Morgan Foundation

Statement of Financial Activities
for the Year Ended 31 March 2024

		31.3.24 Unrestricted fund £	31.3.23 Total funds £
INCOME AND ENDOWMENTS FROM	Notes		
Donations and legacies	3	30,383	478,591
Investment income	4	<u>9,542,509</u>	<u>8,875,276</u>
Total		<u>9,572,892</u>	<u>9,353,867</u>
 EXPENDITURE ON			
Raising funds	5	1,050,316	1,050,716
Charitable activities	6		
Charitable activities		<u>11,510,938</u>	<u>14,492,681</u>
Total		<u>12,561,254</u>	<u>15,543,397</u>
 Net gains/(losses) on investments		<u>41,700,795</u>	<u>(17,663,718)</u>
 NET INCOME/(EXPENDITURE)		38,712,433	(23,853,248)
 RECONCILIATION OF FUNDS			
Total funds brought forward		<u>231,302,226</u>	<u>255,155,474</u>
 TOTAL FUNDS CARRIED FORWARD		<u>270,014,659</u>	<u>231,302,226</u>

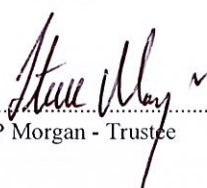
The notes form part of these financial statements

The Steve Morgan Foundation

Balance Sheet
31 March 2024

		31.3.24 Unrestricted fund £	31.3.23 Total funds £
FIXED ASSETS	Notes		
Investments	13	311,921,280	264,838,860
CURRENT ASSETS			
Debtors	14	494,314	196,767
Cash at bank		<u>28,525,356</u>	<u>35,615,462</u>
		29,019,670	35,812,229
CREDITORS			
Amounts falling due within one year	15	(19,904,452)	(16,304,402)
NET CURRENT ASSETS		<u>9,115,218</u>	<u>19,507,827</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		321,036,498	284,346,687
CREDITORS			
Amounts falling due after more than one year	16	(51,021,839)	(53,044,461)
NET ASSETS		<u>270,014,659</u>	<u>231,302,226</u>
FUNDS	18		
Unrestricted funds		<u>270,014,659</u>	<u>231,302,226</u>
TOTAL FUNDS		<u>270,014,659</u>	<u>231,302,226</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 19th Sept 2024 and were signed on its behalf by:


S P Morgan - Trustee


A M Lewis - Trustee

The notes form part of these financial statements

The Steve Morgan Foundation

Cash Flow Statement

for the Year Ended 31 March 2024

	Notes	31.3.24 £	31.3.23 £
Cash flows from operating activities			
Cash generated from operations	1	<u>(11,250,990)</u>	<u>(10,021,206)</u>
Net cash used in operating activities		<u>(11,250,990)</u>	<u>(10,021,206)</u>
Cash flows from investing activities			
Proceeds from sale of investments		79,911,093	7,999,704
Purchase of investments		(85,292,718)	(7,274,868)
Interest and dividends received		<u>9,542,509</u>	<u>8,875,276</u>
Net cash provided by investing activities		<u>4,160,884</u>	<u>9,600,112</u>
Change in cash and cash equivalents in the reporting period		<u>(7,090,106)</u>	<u>(421,094)</u>
Cash and cash equivalents at the beginning of the reporting period		<u>35,615,462</u>	<u>36,036,556</u>
Cash and cash equivalents at the end of the reporting period		<u><u>28,525,356</u></u>	<u><u>35,615,462</u></u>

The notes form part of these financial statements

The Steve Morgan Foundation

Notes to the Cash Flow Statement
for the Year Ended 31 March 2024

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

	31.3.24 £	31.3.23 £
Net income/(expenditure) for the reporting period (as per the Statement of Financial Activities)	38,712,433	(23,853,248)
Adjustments for:		
Losses on investments	-	17,663,718
Interest received	(9,542,509)	(8,875,276)
Gains on investments	(41,700,795)	-
Increase in debtors	(297,547)	(192,518)
Increase in creditors	1,577,428	5,236,118
Net cash used in operations	<u>(11,250,990)</u>	<u>(10,021,206)</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.4.23 £	Cash flow £	At 31.3.24 £
Net cash			
Cash at bank	<u>35,615,462</u>	<u>(7,090,106)</u>	<u>28,525,356</u>
	<u>35,615,462</u>	<u>(7,090,106)</u>	<u>28,525,356</u>
Total	<u>35,615,462</u>	<u>(7,090,106)</u>	<u>28,525,356</u>

The notes form part of these financial statements

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the Charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

Income

Income is recognised when the Charity 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.

Donations

Donations consist of donations and similar income resources. They are included in the accounting period in which they are receivable, which is when the Charity becomes entitled to the resource. Some services have been provided by Bridgemere UK PLC, a company of which four of the Trustees are directors. No adjustment has been made to reflect this as it is not possible to quantify the value of such services.

Investment income

Investment income is accounted for when receivable.

Donated goods and services

Donated professional services and donated facilities are recognised as income when the Charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use by the Charity of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), general volunteer time is not recognised. There are no volunteers other than the Trustees of the Charity.

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 activity headings:

Charitable activities - award payments

Award payments are accounted for once the Foundation has made an unconditional commitment to pay the grant and this is communicated to the beneficiary or the grant has been paid, whichever is earlier. Where an award is conditional and compliance is within the control of The Steve Morgan Foundation, the award is not recognised until the conditions are met. Where an award is conditional and outside the control of The Steve Morgan Foundation, the award is recognised and accounted for in the same way as an unconditional award.

Support costs

This includes those functions that assist the work of the Charity but do not directly undertake charitable activities. Support costs include back office costs, finance, personnel, payroll and governance costs.

Raising funds

This includes all expenses relating to investment management

1. ACCOUNTING POLICIES - continued

Taxation

The Charity is exempt from tax on its charitable activities.

Fund accounting

The Charity holds unrestricted funds representing unrestricted net income and net recognised gains which are expendable at the discretion of the Trustees in furtherance to the objectives of the Charity.

Investments

Investments consist of listed investments, unlisted investments and social investments.

Listed Investments

Listed investments are stated at market value at the balance sheet date and derived from investment assets in the United Kingdom.

Unlisted Investments

Unlisted investments are stated initially at cost and subsequently measured at fair value, unless this cannot be measured reliably in which case measurement will be at cost less impairment.

Social Investments

The Charity holds a social investment property to fulfil its charitable objectives. The social investment property is stated at net book value, being cost net of depreciation and any provisions for impairment. No depreciation is provided on the social investment due to the anticipated high residual value which would result in immaterial depreciation for the asset.

Employee benefits

The Charity participates in a money purchase pension arrangement. The amount charged to the statement of financial activities in respect of pension costs is the contribution payable in the year.

Financial instruments

Financial assets and financial liabilities are recognised when the Charity becomes a party to the contractual provisions of the instrument. All financial assets and liabilities are initially measured at transaction price.

The Charity 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.

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due. Cash at bank and cash 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 are recognised where the Charity 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. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

2. CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

In the application of the Charity's accounting policies, which are described in note 1, the Trustees are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The Trustees do not consider there are any critical judgements or sources of estimation uncertainty requiring disclosure beyond the accounting policies listed above.

3. DONATIONS AND LEGACIES

	31.3.24	31.3.23
	£	£
Donations including gift aid	<u>30,383</u>	<u>478,591</u>

4. INVESTMENT INCOME

	31.3.24	31.3.23
	£	£
Investment income	<u>9,542,509</u>	<u>8,875,276</u>

5. RAISING FUNDS

Investment management costs

	31.3.24	31.3.23
	£	£
Portfolio management	<u>1,050,316</u>	<u>1,050,716</u>

6. CHARITABLE ACTIVITIES COSTS

	Direct Costs	Support costs (see note 7)	Totals
	£	£	£
Charitable activities	<u>11,076,054</u>	<u>434,884</u>	<u>11,510,938</u>

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

7. SUPPORT COSTS

	Management	Finance	Governance costs	Totals
	£	£	£	£
Charitable activities	<u>416,498</u>	<u>668</u>	<u>17,718</u>	<u>434,884</u>

8. AUDITORS' REMUNERATION

	31.3.24	31.3.23
	£	£
Fees payable to the Charity's auditors for the audit of the Charity's financial statements	<u>14,400</u>	<u>12,360</u>

9. TRUSTEES' REMUNERATION AND BENEFITS

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

Trustees' expenses

There were £95 worth of trustees expenses paid for in the year ended 31 March 2024. There were none in the year ended 31 March 2023

10. STAFF COSTS

	31.3.24	31.3.23
	£	£
Wages and salaries	310,760	256,503

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

	31.3.24	31.3.23
	4	5
Support		

1 employee received emoluments in excess of £60,000.
(£80,000 - £90,000 - 2024: 1 2023:0)

11. PRIOR YEAR COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund
	£
INCOME AND ENDOWMENTS FROM	
Donations and legacies	478,591
Investment income	<u>8,875,276</u>
Total	<u>9,353,867</u>
 EXPENDITURE ON	
Raising funds	1,050,716

11. PRIOR YEAR COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted fund £
Charitable activities	
Charitable activities	<u>14,492,681</u>
Total	<u>15,543,397</u>
 Net gains/(losses) on investments	 <u>(17,663,718)</u>
 NET INCOME/(EXPENDITURE)	 (23,853,248)
 RECONCILIATION OF FUNDS	
Total funds brought forward	<u>255,155,474</u>
 TOTAL FUNDS CARRIED FORWARD	 <u><u>231,302,226</u></u>

12. ANALYSIS OF GRANT AWARD EXPENDITURE

	Grants to institutions 2024 £	Grants to institutions 2023 £
--	--	--

Grants awarded in pursuit of the Charity's objectives

MAJOR GRANTS

Maggies Clatterbridge	2,000,000	4,000,000
WYZ	0	114,000
Diabetes UK - Our lives, Our Choices	0	5,000,000
Liverpool FC Foundation	747,200	0
Right to Succeed (Liverpool City Region)	2,498,063	0
Centre for Social Justice	25,000	0
Merseyside and North Wales Food Hub	890,000	0
Everton in the Community	2,158,597	0
JDRF - DigiBete Project	124,576	0
Into University Liverpool & Knowsley	-34,090	375,000
<u>Subtotal</u>	8,409,346	9,489,000

REGIONAL GRANTS > £50K

1 Compass	93,653	0
Advance Brighter Futures	104,910	0
Ainsdale Lunch and Leisure	75,000	0
Amy and Friends	0	75,000
Bee Wirral	0	41,040
Brighter Living Partnership	0	84,750
Canolfan Gerdd William Mathias	0	75,000
Cells Project CIO	0	75,000
Credu	77,100	0
Designs in Mind	0	100,568
Down Syndrome Cheshire	0	90,536
End Furniture Poverty	0	90,000
Equality And Employment Law Centre Ltd	0	68,022
Fun 4 Kidz	100,000	0
Halton Carers Centre	85,000	0
Home Start Flintshire	108,992	0
Homestart Warrington	0	150,000
Kindred LCR	105,000	0
Koala North West	75,000	150,000
NEO Associate Level	0	100,000
Neuro Therapy Centre (NTC)	0	91,278
North Birkenhead Dev Trust St James Centre	108,354	0
North Wales Women's Centre Ltd	0	89,784
Open Door Charity	100,000	0
Pantry for Blacon (known as Blacon Beacon)	0	91,812
Passion for learning	0	300,000
Platform for Life	93,278	0
Positive Futures	0	69,000
Pure Insight	0	54,000

The Steve Morgan Foundation

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

12. ANALYSIS OF GRANT AWARD EXPENDITURE - continued

RAISE Ltd	87,552	0
RASA North Wales	0	112,500
Save the Family	90,833	0
Seans Place	0	98,031
Shaftesbury Youth Club	0	90,000
St Andrews Community Network	100,000	0
Stick 'n' Step	0	90,000
Swan Womens Centre	75,000	0
Tape Community Music	0	67,768
The Hope Foundation	88,500	0
The FDF Centre for independent Living	0	53,100
The Joshua Tree	0	60,000
The Neumark Foundation	-94,500	94,500
The Orrell Trust	75,000	0
The Positivitree	90,000	0
The Whitechapel Centre	118,418	0
The Wishing Well	0	87,875
Tomorrow's Women Wirral	0	143,960
Toms Trust	120,000	0
Venus Associate Level	0	100,000
Wirral Churches' Ark Project	0	-30,924
Wirral Society of the Blind	0	78,726
Wrexham Warehouse	0	75,000
Ykids	100,000	0
Regional Grants under £50K.	322,393	475,639
<u>Subtotal</u>	2,299,483	3,350,919
<u>Displaced Ukrainian Fund</u>		
Wizz Air Ukrainian Flights	0	150,875
Warrington Ukraine Family Support	0	100,000
<u>Subtotal</u>	0	250,875
<u>Enable Programme</u>		
Enable Grants	216,329	239,921
<u>Subtotal</u>	216,329	239,921
<u>SMILEY BUSES > £50K</u>		
Smiley Buses	89,921	144,314
<u>Subtotal</u>	89,921	144,314
<u>DISCRETIONARY GRANT > £50k - Paid</u>		
26 (2024), 26 (2023) Discretionary Grants under £50K	51,605	301,064
<u>Subtotal</u>	51,605	301,064

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

12. ANALYSIS OF GRANT AWARD EXPENDITURE - continued

Unrestricted Legacy Grants

Active Hope	0	174,900
Y Project and Room at the Inn	0	60,000
Warrington Youth Zone	0	75,000
Homestart Warrington	4,685	32,145
Warrington Community Transport	4,685	32,145
<u>Subtotal</u>	9,370	374,190
<u>Total</u>	11,076,054	14,150,284

All grant awards were made in the pursuit of the Charity's objectives as set out in the Trustees' report on page 2.

13. FIXED ASSET INVESTMENTS

Fixed Asset Investments	Listed Investments	Unlisted Investments	Total
Market Value			
At 1 April 2024	£264,838,860	£0	£264,838,860
Movements In Year	<u>£41,923,170</u>	<u>£5,359,250</u>	<u>£47,282,420</u>
At 31 March 2024	<u>£306,762,030</u>	<u>£5,359,250</u>	<u>£312,121,280</u>
Net Book Value	Listed Investments	Unlisted Investments	Total
At 31 March 2024	£306,762,030	£5,359,250	£312,121,208
At 31 March 2023	£264,838,680	£0	£264,838,680

All investment holdings owned are held via funds controlled by United Kingdom based investment managers.

Cost or valuation at 31 March 2024 is represented by:

Valuation	Listed Investments	Unlisted Investments	Total
Valuation in 2024	£306,762,030	£5,359,250	£312,121,208
Valuation in 2023	£264,838,680	£0	£264,838,680

The Steve Morgan Foundation

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

14. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.24	31.3.23
	£	£
Other debtors	200,095	-
Prepayments and Accrued Income	294,219	196,767
	<u>494,314</u>	<u>196,767</u>

15. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.24	31.3.23
	£	£
Taxation and social security	12,904	6,253
Other creditors	19,891,548	16,298,149
	<u>19,904,452</u>	<u>16,304,402</u>

16. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	31.3.24	31.3.23
	£	£
Other creditors	51,021,839	53,044,461

17. LEASING AGREEMENTS

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

	31.3.24	31.3.23
	£	£
Within one year	8,752	-
Between one and five years	13,128	-
	<u>21,880</u>	<u>-</u>

18. MOVEMENT IN FUNDS

	At 1.4.23	Net movement in funds	At 31.3.24
	£	£	£
Unrestricted funds			
General fund	231,302,226	38,712,433	270,014,659
	<u>231,302,226</u>	<u>38,712,433</u>	<u>270,014,659</u>
TOTAL FUNDS			
	<u>231,302,226</u>	<u>38,712,433</u>	<u>270,014,659</u>

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

18. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	9,572,892	(12,561,254)	41,700,795	38,712,433
TOTAL FUNDS	<u>9,572,892</u>	<u>(12,561,254)</u>	<u>41,700,795</u>	<u>38,712,433</u>

Comparatives for movement in funds

	At 1.4.22 £	Net movement in funds £	At 31.3.23 £
Unrestricted funds			
General fund	255,155,474	(23,853,248)	231,302,226
TOTAL FUNDS	<u>255,155,474</u>	<u>(23,853,248)</u>	<u>231,302,226</u>

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	9,353,867	(15,543,397)	(17,663,718)	(23,853,248)
TOTAL FUNDS	<u>9,353,867</u>	<u>(15,543,397)</u>	<u>(17,663,718)</u>	<u>(23,853,248)</u>

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

	At 1.4.22 £	Net movement in funds £	At 31.3.24 £
Unrestricted funds			
General fund	255,155,474	14,859,185	270,014,659
TOTAL FUNDS	<u>255,155,474</u>	<u>14,859,185</u>	<u>270,014,659</u>

18. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	18,926,759	(28,104,651)	24,037,077	14,859,185
TOTAL FUNDS	<u>18,926,759</u>	<u>(28,104,651)</u>	<u>24,037,077</u>	<u>14,859,185</u>

19. EMPLOYEE BENEFIT OBLIGATIONS

Defined Contribution Scheme

The Charity operates a defined contribution retirement benefit scheme for all qualifying employees. The Charity's contribution to the scheme in the year was £17,700 (2023: £17,808).

20. RELATED PARTY DISCLOSURES

The Trustees are required to disclose all relevant interests and, in accordance with the Charity's policy, withdraw from decisions where a conflict of interest arises. Some services have been provided by Bridgemere UK Limited, a company of which four of the Trustees are directors. No adjustment has been made to reflect this as it is not possible to quantify the value of such services.

The Steve Morgan Foundation

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

	31.3.24 £	31.3.23 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations including gift aid	30,383	478,591
Investment income		
Investment income	<u>9,542,509</u>	<u>8,875,276</u>
Total incoming resources	9,572,892	9,353,867
EXPENDITURE		
Investment management costs		
Portfolio management	1,050,316	1,050,716
Charitable activities		
Charitable activities	11,076,054	14,150,283
Support costs		
Management		
Wages	246,877	256,503
Sundries	<u>169,621</u>	<u>64,952</u>
	416,498	321,455
Finance		
Bank charges	668	1,144
Governance costs		
Auditors' remuneration	14,400	12,360
Professional fees	<u>3,318</u>	<u>7,439</u>
	<u>17,718</u>	<u>19,799</u>
Total resources expended	<u>12,561,254</u>	<u>15,543,397</u>
Net expenditure before gains and losses	(2,988,362)	(6,189,530)
Realised recognised gains and losses		
Realised gains/(losses) on fixed asset investments	<u>41,700,795</u>	<u>(17,663,718)</u>
Net income/(expenditure)	<u>38,712,433</u>	<u>(23,853,248)</u>

This page does not form part of the statutory financial statements

Accounts

Report of the Trustees and
Financial Statements for the Year Ended 31 March 2023
for
The Steve Morgan Foundation

Haines Watts
Statutory Auditor
3rd Floor Pacific Chambers
11-13 Victoria Street
Liverpool
Merseyside
L2 5QQ

The Steve Morgan Foundation

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

	Page
Reference and Administrative Details	1
Report of the Trustees	2 to 5
Report of the Independent Auditors	6 to 8
Statement of Financial Activities	9
Balance Sheet	10
Cash Flow Statement	11
Notes to the Cash Flow Statement	12
Notes to the Financial Statements	13 to 23
Detailed Statement of Financial Activities	24

The Steve Morgan Foundation

Reference and Administrative Details
for the Year Ended 31 March 2023

Chairman

S P Morgan

Honorary Treasurer

A M Lewis

Trustees

S P Morgan

S J Morgan

V W Fairclough

R E Walker

A M Lewis

J R C Masters (Resigned 10th July 2023)

B L Clark

J L Harris (Appointed 10th July 2023)

Honorary Secretary

V W Fairclough

Chief Executive Officer

L Eaglestone

Bankers

Barclays Bank PLC

3 Hardman Street

Spinningfields

Manchester

M3 3AX

Auditor

Haines Watts

Pacific Chambers

11-13 Victoria Street

Liverpool

L2 5QQ

Investment Managers

Barclays Wealth and Investment Management

1 Churchill Place

London

E14 5HB

Quilter Cheviot

One Kingsway

London

WC2B 6AN

UBS Wealth Management

5 Broadgate

London

EC2M 2AN

Baillie Gifford

1 Calton Hill

Greenside Row

Edinburgh

EH1 3AN

Brown Advisory

18 Hanover Square 1st Floor

London

W1S 1JY

Registered & Principal Office

Bridgemere House

Chester Road

Preston Brook

Cheshire

WA7 3BD

The Steve Morgan Foundation

Report of the Trustees for the Year Ended 31 March 2023

The trustees present their annual report on the affairs of the charity, together with the financial statements and auditor's report for the year ended 31 March 2023. The financial statements have been prepared in accordance with the accounting policies as set out in note 1 to the accounts and comply with the charity's trust deed, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts with the Financial Reporting Standard 102 applicable in the UK and Republic of Ireland.

OBJECTIVES AND ACTIVITIES

The Charity is committed to changing lives for good, by working with partners who make a positive difference to those in need. Funding is awarded against the following areas of need: Community cohesion; Development, education and training; Disability; Disadvantage and poverty; Homelessness and poverty; Mental health and wellbeing. The charity has unrestricted objects to apply the corpus and income for all purposes which are charitable under the laws of England and Wales from time to time. Subject to any designation or restriction which might be attached to any sum received by the charity to be applied in implementation of its objects, it is the policy of the Trustees to apply the income stream of The Steve Morgan Foundation to charities mainly operating in Merseyside, Cheshire and North Wales in support of young people and others who are disadvantaged or who are otherwise worthy such as in relation to the pursuit of educational objectives. In all cases the financial support of The Steve Morgan Foundation would be expected to 'change lives for good'. Generally, an award payable would be made for such charitable purposes where the prospective recipient had already established an initiative, albeit however modest.

It is the policy of the Trustees to preserve the donations derived without designation or restriction as a corpus to be enhanced by other like donations and subject to capital gain and capital loss for the provision of the income stream to be applied for the charitable purposes. However, the Trustees view their policy as one which they have full discretion to amend in order to address changing circumstances as they see fit.

In setting their objectives and planning their services, the Trustees of the charity have given careful consideration to the Charity Commission's general guidance on public benefit.

The Steve Morgan Foundation furthers its charitable purposes for the public benefit through its grant-making policy which aims at:

- Providing funding for small to medium sized organisations who are addressing specific needs in Merseyside, Cheshire (west of the M6), North Shropshire and North Wales;
- Focussing financial support mainly on those who work directly with children and families; and
- Supporting projects which directly contribute to the quality of life of the people in the region, and nationally.

ACHIEVEMENT AND PERFORMANCE

The Charity has awarded grants of £14,150,283 in the last year, after the previous year's record level of £52,851,159 to organisations in line with their objectives, representing the significant activities of the Charity. The Trustees have considered many applications for support, some of which did not fall within the focus of the Charity. All grants awarded are in accordance with furthering the charitable objectives of The Steve Morgan Foundation. Surplus funds continue to be invested with the aim of generating additional income to be used for grant making activities as outlined above.

The Trustees have not outlined key performance indicators for The Steve Morgan Foundation. Whilst a targeted level of grant making is usually set, during the year under review this was not considered to be relevant due to the impact of the previous year's Diabetes UK/JDRF Grand Challenge grant, which, at £50,000,000, represented the largest single grant ever awarded by the Foundation, and received worldwide recognition. Regional grants awarded during the year of £3,350,919 (2021/22: £1,824,711) were above the targeted level of £2,500,000. The Enable division, funding both specialist disability equipment for people of all ages and our well-established Smiley Bus programme, awarded grants of £384,235 during the year (2021/22: £315,324) and an additional £301,064 of discretionary grants were awarded. A further £250,875 of grants were awarded to assist displaced Ukrainian people, and £374,190 of grants local to the Warrington area were disbursed following the receipt of a legacy from the estate of Mr Arthur Jones, a local resident. £9,489,000 was awarded in total to Major Grants.

FINANCIAL REVIEW

The results for the year ended 31 March 2023 are set out in the Statement of Financial Activities on page 9. This shows net expenditure before losses on investments for the year of £6,189,530 (2022: £47,692,181). Total income increased to £9,353,867 from £6,507,798 due to increased levels of investment income received during the year as the impact of Covid diminished. Meanwhile, awards granted during the year fell from £52,851,159 to £14,150,283. Grant commitments due within one year fell to £16,267,941 (2021/22: £19,351,917), while grant commitments due after more than one year were £53,044,460 (2021/22: £44,724,395).

The closing net asset position fell to £231,302,226 (2021/22: £255,155,474) largely as a consequence of the major grant award noted above. Investment losses of £17,663,718 (2021/22: losses of £1,810,816) were recorded during the year. Investment markets performed very poorly during the first half of the year with improvements noted in the second half, albeit not at a sufficient level to allow full recovery.

There are no restrictions on the charity's power to invest. It is the policy of the Trustees to manage the corpus of The Steve Morgan Foundation on the basis of a relatively low level of risk, balancing capital growth and income requirements in order to sustain the corpus in the long term and to provide an adequate reliable income stream to serve the charitable purposes on a day-to-day basis.

PROCEDURES AND POLICY FOR GRANT MAKING

The Trustees usually meet bi-monthly to consider what grants they will make and to review any feedback they have received. Grants are only awarded upon agreement by the Trustees and all successful recipients must meet the specific objectives of the charity. Usually, they are visited by one or more of the Trustees, and a detailed report is prepared for the Board of Trustees to review before the grant is approved.

Though the Trustees make some grants of a limited size with no formal application, they normally ask invited organisations to submit a formal application saying how the funds would be used, what would be achieved, and providing references where appropriate. The Trustees have a policy, which is communicated to all beneficiaries, that they only make grants that meet the conditions specific within the final offer letter approved by the Trustees.

RESERVES POLICY

It is the policy of the charity to maximise unrestricted funds, which are the free reserves of the charity, to ensure sufficient funds are available to cover awards payable, support and administration costs for the foreseeable future. There are no restricted reserves held at present, unrestricted reserves at 31 March 2023 amount to £231,302,226 (at 31 March 2022: £255,155,474). A large surplus of funds is held, substantially as a matter of policy. There are no maximum or minimum level of reserves required to be held at any time. The income derived therefrom, and the capital accretion thereto fund the expenditure and maintain the corpus to serve likewise in future periods.

RISK MANAGEMENT

The Trustees have considered the operational and business risks which the charity faces and confirm that they have established systems to mitigate the significant risks. The principal risk faced by The Steve Morgan Foundation is volatility in the value of investments held which could expose the Charity to loss of income. The Trustees work closely with the investment managers and the investment reports are closely monitored to track fluctuations and to ensure investment decisions are in line with the objectives of the Charity.

FUTURE PLANS

The Trustees intend to continue providing awards with a view to improving the life chances of those suffering from disadvantage or disability, mainly in the Merseyside, Cheshire and North Wales areas in line with the objectives of the Charity. The Trustees will continue to work in partnership with significant charities locally and nationally. It is presently expected that during 2023/2024 the level of grants awarded will be above the level awarded during last year.

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Steve Morgan Foundation is constituted under a trust deed dated 18 October 2000 as amended by a supplemental deed dated 14 May 2001. It is a registered charity no. 1087056.

The business of the Charity is conducted through a series of bi-monthly Trustees' meetings, where Trustees oversee the grant making activities, ensuring that these continue to support a wide range of organisations benefitting the local community and nationally. Trustees are responsible for controlling expenditure and also for the investment and reserve policies and with any associated decisions.

Thus far Trustees, other than the originating Trustees, have been appointed on the basis of a long-standing knowledge, shared by the existing Trustees, of the appointee in relation to her or his integrity and probity and proven record in her/his chosen professional career. It is expected that the policy attaching to appointments will continue in that vein. The background of each appointee is such that formal training is not required. There are no formal induction activities undertaken for each newly appointed Trustee.

The registered/principal office address is shown on page 1 .

ORGANISATION

The Trustees who have served during the year and since the year end are set out on page 1. Trustees are appointed by the Board of Trustees in accordance with the trust deed. There shall be at least three Trustees, who will be appointed by resolution of the Trustees as passed at a special meeting. No Trustee had any financial interest in the charity in the current or prior year.

KEY MANAGEMENT PERSONNEL REMUNERATION

The Trustees consider the key management personnel of the charity to be the Board of Trustees. The Trustees are in charge of directing and controlling the charity and running and operating the charity on a day-to-day basis. All trustees give their time freely and no trustee remuneration was paid in the year. (2021/22: £nil).

RELATED PARTIES

The Trustees are required to disclose all relevant interests and, in accordance with the charity's policy, withdraw from decisions where a conflict of interest arises.

GOING CONCERN

After making enquiries, the Trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future (being at least 12 months from the date of signing the accounts), due to the level of net assets. Accordingly, they continue to adopt the going concern basis in preparing the financial statements.

Further details regarding the adoption of the going concern basis can be found in note 1 of the financial statements.

AUDITOR

Haines Watts have expressed their willingness to continue in office as the charity's auditor and a resolution to re-appoint them will be proposed at the forthcoming Annual General Meeting.

TRUSTEES' RESPONSIBILITY STATEMENT

The trustees are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

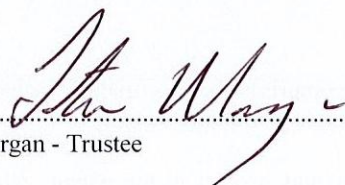
The law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

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

The trustees are responsible for the maintenance and integrity of the charity and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Approved by order of the board of trustees on 10th June 2023..... and signed on its behalf by:

.....
S P Morgan - Trustee

Report of the Independent Auditors to the Trustees of
The Steve Morgan Foundation

Opinion

We have audited the financial statements of The Steve Morgan Foundation (the 'charity') for the year ended 31 March 2023 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2023 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

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

Conclusions relating to going concern

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

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

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

Other information

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

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Matters on which we are required to report by exception

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

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

Report of the Independent Auditors to the Trustees of
The Steve Morgan Foundation

Responsibilities of trustees

As explained more fully in the Trustees' Responsibilities Statement, the trustees are responsible for the preparation of the financial statements which give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Our responsibilities for the audit of the financial statements

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

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

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

We assessed the susceptibility of the charity's financial statements to material misstatement, including how fraud might occur.

Audit Procedures performed by the charity engagement team included:

- Identifying and assessing the design effectiveness of controls management has in place to prevent and detect fraud;
- Understanding how those charged with governance considered and addressed the potential for override of controls or other inappropriate influence over the financial reporting process;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable law and regulations;
- Challenging assumptions and judgements made by management in its significant accounting estimates.

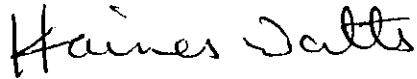
Despite the audit being planned and conducted in accordance with ISAs (UK) there remains an unavoidable risk that material misstatement in the financial statements may not be detected owing to inherent limitations of the audit, and that by their very nature, any such instances of fraud or irregularity likely involve collusion, forgery, intentional misrepresentations, or the override of internal controls.

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

Report of the Independent Auditors to the Trustees of
The Steve Morgan Foundation

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Haines Watts
Statutory Auditor
3rd Floor Pacific Chambers
11-13 Victoria Street
Liverpool
Merseyside
L2 5QQ

Date: 10th July 2023

The Steve Morgan Foundation

Statement of Financial Activities
for the Year Ended 31 March 2023

		31.3.23 Unrestricted fund £	31.3.22 Total funds £
INCOME AND ENDOWMENTS FROM	Notes		
Donations and legacies	3	478,591	13,740
Investment income	4	8,875,276	6,494,056
Total		9,353,867	6,507,796
EXPENDITURE ON			
Raising funds	5	1,050,716	1,090,297
Charitable activities	6		
Charitable activities		14,492,681	53,109,680
Total		15,543,397	54,199,977
Net gains/(losses) on investments		(17,663,718)	(1,810,816)
NET INCOME/(EXPENDITURE)		(23,853,248)	(49,502,997)
RECONCILIATION OF FUNDS			
Total funds brought forward		255,155,474	304,658,471
TOTAL FUNDS CARRIED FORWARD		231,302,226	255,155,474

The notes form part of these financial statements

The Steve Morgan Foundation

Balance Sheet
31 March 2023

		31.3.23 Unrestricted fund £	31.3.22 Total funds £
	Notes		
FIXED ASSETS			
Investments	13	264,838,860	283,227,414
CURRENT ASSETS			
Debtors	14	196,767	4,249
Cash at bank		35,615,462	36,036,556
		<u>35,812,229</u>	<u>36,040,805</u>
CREDITORS			
Amounts falling due within one year	15	(16,304,402)	(19,388,350)
NET CURRENT ASSETS		<u>19,507,827</u>	<u>16,652,455</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>284,346,687</u>	<u>299,879,869</u>
CREDITORS			
Amounts falling due after more than one year	16	(53,044,461)	(44,724,395)
NET ASSETS		<u>231,302,226</u>	<u>255,155,474</u>
FUNDS	17		
Unrestricted funds		231,302,226	255,155,474
TOTAL FUNDS		<u>231,302,226</u>	<u>255,155,474</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 10th Jun 2023 and were signed on its behalf by:


.....
S P Morgan - Trustee


.....
A M Lewis - Trustee

The Steve Morgan Foundation

Cash Flow Statement

for the Year Ended 31 March 2023

	Notes	31.3.23 £	31.3.22 £
Cash flows from operating activities			
Cash generated from operations	1	(27,684,924)	(13,301,234)
Net cash used in operating activities		(27,684,924)	(13,301,234)
Cash flows from investing activities			
Movement in cash held by investment co's		(2,077,921)	(73,906)
Purchase of fixed asset investments		-	(50,000,000)
Disposal proceeds		2,802,757	48,534
Net investment losses		17,663,718	1,810,816
Interest received		8,875,276	6,494,056
Net cash provided by/(used in) investing activities		27,263,830	(41,720,500)
Change in cash and cash equivalents in the reporting period		(421,094)	(55,021,734)
Cash and cash equivalents at the beginning of the reporting period		36,036,556	91,058,290
Cash and cash equivalents at the end of the reporting period		35,615,462	36,036,556

The notes form part of these financial statements

Notes to the Cash Flow Statement
for the Year Ended 31 March 2023

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

	31.3.23 £	31.3.22 £
Net expenditure for the reporting period (as per the Statement of Financial Activities)	(23,853,248)	(49,502,997)
Adjustments for:		
Interest received	(8,875,276)	(6,494,056)
Increase in debtors	(192,518)	(2,201)
Increase in creditors	5,236,118	42,698,020
Net cash used in operations	(27,684,924)	(13,301,234)

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.4.22 £	Cash flow £	At 31.3.23 £
Net cash			
Cash at bank	36,036,556	(421,094)	35,615,462
	36,036,556	(421,094)	35,615,462
Total	36,036,556	(421,094)	35,615,462

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

Income

Income is recognised when the Charity 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.

Donations

Consists of donations and similar income resources. They are included in the accounting period in which they are receivable, which is when the charity becomes entitled to the resource. Some services have been provided by Bridgemere UK PLC, a company of which four of the trustees are directors. No adjustment has been made to reflect this as it is not possible to quantify the value of such services.

Investment income

Investment income is accounted for when receivable.

Donated goods and services

Donated professional services and donated facilities are recognised as income when the charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use by the charity of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), general volunteer time is not recognised. There are no volunteers other than the trustees of the Charity.

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 activity headings:

Charitable activities - award payments

Award payments are accounted for once the Foundation has made an unconditional commitment to pay the grant and this is communicated to the beneficiary or the grant has been paid, whichever is earlier. Where an award is conditional and compliance is within the control of The Steve Morgan Foundation, the award is not recognised until the conditions are met. Where an award is conditional and outside the control of The Steve Morgan Foundation, the award is recognised and accounted for in the same way as an unconditional award.

Support costs

This includes those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include back office costs, finance, personnel, payroll and governance costs.

Raising funds

This includes all expenses relating to investment management

1. ACCOUNTING POLICIES - continued

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

The charity holds unrestricted funds representing unrestricted net income and net recognised gains which are expendable at the discretion of the trustees in furtherance to the objectives of the charity.

Investments

Realised and unrealised gains and losses are included in the statement of financial activities. Investments are stated at market value at the balance sheet date and are derived from investment assets in the United Kingdom.

Social Investments

The Charity holds a social investment property to fulfil its charitable objectives. The social investment property is stated at net book value, being cost net of depreciation and any provisions for impairment. No depreciation is provided on the social investment due to the anticipated high residual value which would result in immaterial depreciation for the asset.

Employee benefits

The Charity participates in a money purchase pension arrangement. The amount charged to the statement of financial activities in respect of pension costs is the contribution payable in the year.

Financial instruments

Financial assets and financial liabilities are recognised when the Charity becomes a party to the contractual provisions of the instrument. All financial assets and liabilities are initially measured at transaction price.

The charity 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.

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due. Cash at bank and cash 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 are recognised where the charity 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. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

2. CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

In the application of the Charity's accounting policies, which are described in note 1, the Trustees are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The Trustees do not consider there are any critical judgements or sources of estimation uncertainty requiring disclosure beyond the accounting policies listed above.

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

3. DONATIONS AND LEGACIES

	31.3.23	31.3.22
	£	£
Donations including gift aid	<u>478,591</u>	<u>13,740</u>

4. INVESTMENT INCOME

	31.3.23	31.3.22
	£	£
Investment income	<u>8,875,276</u>	<u>6,494,056</u>

5. RAISING FUNDS

Investment management costs

	31.3.23	31.3.22
	£	£
Portfolio management	<u>1,050,716</u>	<u>1,090,297</u>

6. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs (see note 7) £	Totals £
Charitable activities	<u>14,150,283</u>	<u>342,398</u>	<u>14,492,681</u>

7. SUPPORT COSTS

	Management £	Finance £	Governance costs £	Totals £
Charitable activities	<u>321,455</u>	<u>1,144</u>	<u>19,799</u>	<u>342,398</u>

8. AUDITORS' REMUNERATION

	31.3.23	31.3.22
	£	£
Fees payable to the charity's auditors for the audit of the charity's financial statements	<u>12,360</u>	<u>14,700</u>

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

9. TRUSTEES' REMUNERATION AND BENEFITS

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

Trustees' expenses

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

10. STAFF COSTS

	31.3.23	31.3.22
	£	£
Wages and salaries	256,503	146,718
	<u>256,503</u>	<u>146,718</u>

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

	31.3.23	31.3.22
Support	5	4
	<u>5</u>	<u>4</u>

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

11. PRIOR YEAR COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £
INCOME AND ENDOWMENTS FROM	
Donations and legacies	13,740
Investment income	6,494,056
Total	<u>6,507,796</u>
EXPENDITURE ON	
Raising funds	1,090,297
Charitable activities	
Charitable activities	53,109,680
Total	<u>54,199,977</u>
Net gains/(losses) on investments	<u>(1,810,816)</u>
NET INCOME/(EXPENDITURE)	(49,502,997)
RECONCILIATION OF FUNDS	
Total funds brought forward	304,658,471

11. PRIOR YEAR COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued	Unrestricted
	fund
	£
TOTAL FUNDS CARRIED FORWARD	255,155,474

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

12. ANALYSIS OF GRANT AWARD EXPENDITURE

	Grants to institutions 2023 £	Grants to institutions 2022 £
Grants awarded in pursuit of the charity's objectives		

MAJOR GRANTS

Maggies Clatterbridge	4,000,000	57,573
Reader Organisation	0	120,000
DUK/JDRF - Grand Challenge	0	50,000,000
Duke of Edinburgh Award Scheme	0	100,000
WYZ	114,000	0
Diabetes UK - Our lives, Our Choices	5,000,000	0
Into University Liverpool & Knowsley	375,000	0
<u>Subtotal</u>	9,489,000	50,277,573

REGIONAL GRANTS > £50K

Amy and Friends	75,000	0
Brighter Living Partnership	84,750	0
Canolfan Felin Fach Centre	0	62,986
Canolfan Gerdd William Mathias	75,000	0
Cells Project CIO	75,000	0
Creating Adventures	0	60,000
Designs in Mind	100,562	0
Domestic Abuse Safety Unti North Wales	0	90,930
Down Syndrome Cheshire	90,536	0
End Furniture Poverty	90,000	0
Equality And Employment Law Centre Ltd	68,022	0
Homestart Conwy	0	76,000
Homestart Warrington	150,000	0
Kinship Carers	0	75,000
Koala North West	150,000	0
Liverpool Cares	0	60,000
Martin Gallier Project	0	96,000
Merseyside Law Centre	0	81,669
NEO Associate Level	100,000	0
Netherton Park Community	0	67,500
Neuro Therapy Centre (NTC)	91,278	0
North Wales Recovery	0	75,600
North Wales Women's Centre Ltd	89,784	0
Pantry for Blacon (known as Blacon Beacon)	91,812	0
Passion for learning	300,000	0
Positive Futures	69,000	0
Pure Insight	54,000	0
RASA Merseyside	0	83,400
RASA North Wales	112,500	0
Rotunda Inclusive Hub	0	60,000
Ruby's Fund	0	78,428
Sahir House	0	81,232
Seans Place	98,031	0

12. ANALYSIS OF GRANT AWARD EXPENDITURE - continued

Shaftesbury Youth Club	90,000	0
Speke Childrens Enviro Community	0	86,400
Stick 'n' Step	90,000	0
Tape Community Music	67,768	0
The FDF Centre for independent Living	53,100	0
The First Step	0	77,000
The Joshua Tree	60,000	0
The Neumark Foundation	94,500	0
The Wishing Well	87,875	0
Thriving Spaces	0	78,600
Tomorrow's Women Wirral	143,960	0
Venus Associate Level	100,000	0
Warrington Youth and Community	0	75,000
Warrington Youth Zone	0	50,000
Wirral Churches' Ark Project	-30,924	0
Wirral Society of the Blind	78,726	0
Wrexham Warehouse	75,000	0
26 (2023), 26 (2022) Regional Grants under £50K.	475,639	408,966
Subtotal	3,350,919	1,824,711

DCMS FUND GRANTS >£50k

0 (2023) 1 (2022) DCMS Grants under £50K	0	15,000
Subtotal	0	15,000

Displaced Ukrainian Fund

Wizz Air Ukrainian Flights	150,875	0
Warrington Ukraine Family Support	100,000	0
Subtotal	250,875	0

ENTREPRENEUR AWARDS

Entrepreneur Awards 0 (2023), 45 (2022)	0	198,000
Subtotal	0	198,000

Enable Programme

Enable Grants	239,921	172,816
Subtotal	239,921	172,816

SMILEY BUSES > £50K

Smiley Buses	144,314	142,508
--------------	---------	---------

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

12. ANALYSIS OF GRANT AWARD EXPENDITURE - continued

6 (2023), 5 (2022) Smiley Bus transactions under £50K

Subtotal	144,314	142,508
-----------------	---------	---------

DISCRETIONARY GRANT > £50k - Paid

Derwen College	0	50,000
UBS Covid Recovery	0	80,000
26 (2023), 17 (2022) Discretionary Grants under £50K	301,064	90,551

Subtotal	301,064	220,551
-----------------	---------	---------

Unrestricted Legacy Grants

Active Hope	174,900	0
Y Project and Room at the Inn	60,000	0
Warrington Youth Zone	75,000	0
Homestart Warrington	32,145	0
Warrington Community Transport	32,145	0

Subtotal	374,190	0
-----------------	---------	---

Total	14,150,283	52,851,159
--------------	------------	------------

All grant awards were made in the pursuit of the Charity's objectives as set out in the Trustees' report on page 2.

13. FIXED ASSET INVESTMENTS

	Listed investments £
MARKET VALUE	
At 1 April 2022	283,227,414
Revaluations	(18,388,554)
At 31 March 2023	264,838,860
NET BOOK VALUE	
At 31 March 2023	264,838,860
At 31 March 2022	283,227,414

Cost or valuation at 31 March 2023 is represented by:

	Listed investments £
Valuation in 23	264,838,860

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

14. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.23	31.3.22
	£	£
Prepayments and Accrued Income	196,767	4,249

15. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.23	31.3.22
	£	£
Taxation and social security	6,253	-
Other creditors	16,298,149	19,388,350
	16,304,402	19,388,350

16. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	31.3.23	31.3.22
	£	£
Other creditors	53,044,461	44,724,395

17. MOVEMENT IN FUNDS

	At 1.4.22	Net movement in funds	At 31.3.23
	£	£	£
Unrestricted funds			
General fund	255,155,474	(23,853,248)	231,302,226
TOTAL FUNDS	255,155,474	(23,853,248)	231,302,226

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

	Incoming resources	Resources expended	Gains and losses	Movement in funds
	£	£	£	£
Unrestricted funds				
General fund	9,353,867	(15,543,397)	(17,663,718)	(23,853,248)
TOTAL FUNDS	9,353,867	(15,543,397)	(17,663,718)	(23,853,248)

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

17. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.4.21 £	Net movement in funds £	At 31.3.22 £
Unrestricted funds			
General fund	304,658,471	(49,502,997)	255,155,474
TOTAL FUNDS	<u>304,658,471</u>	<u>(49,502,997)</u>	<u>255,155,474</u>

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	6,507,796	(54,199,977)	(1,810,816)	(49,502,997)
TOTAL FUNDS	<u>6,507,796</u>	<u>(54,199,977)</u>	<u>(1,810,816)</u>	<u>(49,502,997)</u>

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

	At 1.4.21 £	Net movement in funds £	At 31.3.23 £
Unrestricted funds			
General fund	304,658,471	(73,356,245)	231,302,226
TOTAL FUNDS	<u>304,658,471</u>	<u>(73,356,245)</u>	<u>231,302,226</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	15,861,663	(69,743,374)	(19,474,534)	(73,356,245)
TOTAL FUNDS	<u>15,861,663</u>	<u>(69,743,374)</u>	<u>(19,474,534)</u>	<u>(73,356,245)</u>

18. EMPLOYEE BENEFIT OBLIGATIONS

Defined Contribution Scheme

The Charity operates a defined contribution retirement benefit scheme for all qualifying employees. The Charity's contribution to the scheme in the year was £30,430 (2021/22: £19,029).

19. RELATED PARTY DISCLOSURES

The Trustees are required to disclose all relevant interests and, in accordance with the charity's policy, withdraw from decisions where a conflict of interest arises. Some services have been provided by Bridgemere UK PLC, a company of which four of the trustees are directors. No adjustment has been made to reflect this as it is not possible to quantify the value of such services.

The Steve Morgan Foundation

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

	31.3.23 £	31.3.22 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations including gift aid	478,591	13,740
Investment income		
Investment income	8,875,276	6,494,056
Total incoming resources	9,353,867	6,507,796
EXPENDITURE		
Investment management costs		
Portfolio management	1,050,716	1,090,297
Charitable activities		
Charitable activities	14,150,283	52,851,159
Support costs		
Management		
Wages	256,503	146,718
Sundries	64,952	95,733
	321,455	242,451
Finance		
Bank charges	1,144	1,335
Governance costs		
Auditors' remuneration	12,360	14,700
Professional fees	7,439	35
	19,799	14,735
Total resources expended	15,543,397	54,199,977
Net expenditure before gains and losses	(6,189,530)	(47,692,181)
Realised recognised gains and losses		
Realised gains/(losses) on fixed asset investments	(17,663,718)	(1,810,816)
Net expenditure	(23,853,248)	(49,502,997)

This page does not form part of the statutory financial statements

Accounts

THE STEVE MORGAN FOUNDATION

Annual Report and Financial Statements

Year ended 31 March 2022

THE STEVE MORGAN FOUNDATION

CONTENTS	Page
Officers and professional advisers	1
Trustees' report	2
Trustees' responsibilities statement	5
Independent auditor's report	6
Statement of financial activities	8
Balance sheet	9
Cash flow statement	10
Notes to the financial statements	11

THE STEVE MORGAN FOUNDATION

OFFICERS AND PROFESSIONAL ADVISERS

CHAIRMAN

S P Morgan

HONORARY TREASURER

A M Lewis

TRUSTEES

S P Morgan
S J Morgan
V W Fairclough
R E Walker
A M Lewis
J R C Masters
B L Clark

HONORARY SECRETARY

V W Fairclough

ADMINISTRATOR

J Harris

BANKERS

Barclays Bank PLC
3 Hardman Street
Spinningfields
Manchester
M3 3AX

AUDITOR

Deloitte LLP
Statutory Auditor
1 City Square
Leeds
United Kingdom
LS1 2AL

INVESTMENT MANAGERS

Barclays Wealth and Investment Management
1 Churchill Place
London
E14 5HB

Quilter Cheviot
One Kingsway
London
WC2B 6AN

Baillie Gifford
1 Calton Hill
Greenside Row
Edinburgh
EH1 3AN

UBS Wealth Management
5 Broadgate
London
EC2M 2AN

Brown Advisory
18 Hanover Square 1st floor
London
W1S 1JY

REGISTERED & PRINCIPAL OFFICE

PO Box 3517
Chester
CH1 9ET

THE STEVE MORGAN FOUNDATION

TRUSTEES' REPORT

The trustees present their annual report on the affairs of the charity, together with the financial statements and auditor's report for the year ended 31 March 2022. The financial statements have been prepared in accordance with the accounting policies as set out in note 1 to the accounts and comply with the charity's trust deed, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts with the Financial Reporting Standard 102 applicable in the UK and Republic of Ireland.

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Steve Morgan Foundation is constituted under a trust deed dated 18 October 2000 as amended by supplemental deed dated 14 May 2001. It is a registered charity no. 1087056.

The business of the Charity is conducted through a series of bi-monthly Trustees' meetings, where Trustees oversee the grant making activities, ensuring that these continue to support a wide range of organisations benefitting the local community. Trustees are responsible for controlling expenditure and also for the investment and reserve policies and with any associated decisions.

Thus far Trustees, other than the originating Trustees, have been appointed on the basis of a long-standing knowledge, shared by the existing Trustees, of the appointee in relation to her or his integrity and probity and proven record in her/his chosen professional career. It is expected that the policy attaching to appointments will continue in that vein. The background of each appointee is such that formal training is not required. There are no formal induction activities undertaken for each newly appointed Trustee.

The registered/principal office address is shown on page 1.

OBJECTIVES AND ACTIVITIES FOR THE PUBLIC BENEFIT

The Charity aims to change lives by funding projects that provide practical, targeted support for people coping with disability, mental health problems, social isolation, domestic violence, unemployment and poverty. The charity has unrestricted objects to apply the corpus and income for all purposes which are charitable under the laws of England and Wales from time to time. Subject to any designation or restriction which might be attached to any sum received by the charity to be applied in implementation of its objects, it is the policy of the Trustees to apply the income stream of The Steve Morgan Foundation to charities mainly operating in Merseyside, Cheshire and North Wales in support of young people and others who are disadvantaged or who are otherwise worthy such as in relation to the pursuit of educational objectives. In all cases the financial support of The Steve Morgan Foundation would be expected 'to make a difference'. Generally, an award payable would be made for such charitable purposes where the prospective recipient had already established an initiative, albeit however modest.

It is the policy of the Trustees to preserve the donations derived without designation or restriction as a corpus to be enhanced by other like donations and subject to capital gain and capital loss for the provision of the income stream to be applied for the charitable purposes. However, the Trustees view their policy as one which they have full discretion to amend in order to address changing circumstances as they see fit.

In setting their objectives and planning their services, the Trustees of the charity have given careful consideration to the Charity Commission's general guidance on public benefit.

The Steve Morgan Foundation furthers its charitable purposes for the public benefit through its grant-making policy which aims at:

- Providing funding for small to medium sized organisations who are addressing specific needs in Merseyside, Cheshire and North Wales;
- Focussing financial support mainly on those who work directly with children and families; and
- Supporting projects which directly contribute to the quality of life of the people in the region.

ORGANISATION

The Trustees who have served during the year and since the year end are set out on page 1. Trustees are appointed by the Board of Trustees in accordance with the trust deed. There shall be at least three Trustees, who will be appointed by resolution of the Trustees as passed at a special meeting. No Trustee had any financial interest in the charity in the current or prior year.

THE STEVE MORGAN FOUNDATION

TRUSTEES' REPORT (CONTINUED)

ACHIEVEMENTS AND PERFORMANCE

The Charity has awarded a record level of grants of £52,851,159 (2020/21: £25,805,095) in the last year to organisations in line with their objectives, representing the significant activities of the Charity. The Trustees have considered many applications for support, some of which did not fall within the focus of the Charity. All grants awarded are in accordance with furthering the charitable objectives of The Steve Morgan Foundation. Surplus funds continue to be invested with the aim of generating additional income to be used for grant making activities as outlined above.

The Trustees have not outlined key performance indicators for The Steve Morgan Foundation. Whilst a targeted level of grant making is usually set, during the year under review this was not considered to be relevant due to the impact of the Diabetes UK/JDRF Grand Challenge grant, which, at £50,000,000, represented the largest single grant ever awarded by the Foundation, and received worldwide recognition. However, as a consequence of the exceptional level of support given to local charities during the previous year through the match-funded Department for Digital, Culture Media and Sport scheme, regional grants awarded during the year of £1,824,711 (2020/21: £376,733) fell below the targeted level of £2,500,000. The Enable division, funding both specialist disability equipment for people of all ages and our well-established Smiley Bus programme, awarded grants of £142,508 during the year (2020/21: £41,163) and an additional £220,551 of discretionary grants were awarded. A further £198,000 of grants were awarded as Entrepreneur Awards given out at our biennial conference. £50,277,573 was awarded in total to Major Grants.

FINANCIAL REVIEW AND INVESTMENT POLICY

The results for the year ended 31 March 2022 are set out in the Statement of Financial Activities on page 9. This shows net expenditure before gains/(losses) on investments for the year of £47,692,181 (2020: net expenditure £12,852,494). Total income fell from £13,963,449 to £6,507,798 due to the impact of the DCMS grant funding received during the previous year. Meanwhile, awards granted to institutions during the year increased from £25,676,202 to £52,678,343. Grant commitments due within one year increased to £19,351,917 (2020/21: £11,350,544). Grant commitments due after more than one year were £44,724,395 (2020/21: £10,054,880).

The closing net asset position fell to £255,155,474 (2020/21: £304,658,471) largely as a consequence of the major grant award noted above. Investment losses of £1,810,816 (2020/21: gains of £66,201,534) were recorded during the year. Whilst investment markets continued to perform strongly during the first nine months of the year, the first quarter of the 2022 calendar year saw a reversal which extinguished all gains booked during the year to date.

There are no restrictions on the charity's power to invest. It is the policy of the Trustees to manage the corpus of The Steve Morgan Foundation on the basis of a relatively low level of risk, balancing capital growth and income requirements in order to sustain the corpus in the long term and to provide an adequate reliable income stream to serve the charitable purposes on a day-to-day basis.

PROCEDURES AND POLICY FOR GRANT MAKING

The Trustees usually meet bi-monthly to consider what grants they will make and to review any feedback they have received. Grants are only awarded upon agreement by the Trustees and all successful recipients must meet the specific objectives of the charity. Usually, they are visited by one or more of the Trustees, and a detailed report is prepared for the Board of Trustees to review before the grant is approved.

Though the Trustees make some grants of a limited size with no formal application, they normally ask invited organisations to submit a formal application saying how the funds would be used, what would be achieved, and providing references where appropriate. The Trustees have a policy, which is communicated to all beneficiaries, that they only make grants that meet the conditions specific within the final offer letter approved by the Trustees.

RESERVES POLICY

It is the policy of the charity to maximise unrestricted funds, which are the free reserves of the charity, to ensure sufficient funds are available to cover awards payable, support and administration costs for the foreseeable future. There are no restricted reserves held at present, unrestricted reserves at 2021/22 amount to £255,155,474 (2020/2021: £304,658,471). A large surplus of funds is held, substantially as a matter of policy. There are no maximum or minimum level of reserves required to be held at any time. The income derived therefrom, and the capital accretion thereto fund the expenditure and maintain the corpus to serve likewise in future periods.

THE STEVE MORGAN FOUNDATION

TRUSTEES' REPORT (CONTINUED)

RISK MANAGEMENT

The Trustees have considered the operational and business risks which the charity faces and confirm that they have established systems to mitigate the significant risks. The principal risk faced by The Steve Morgan Foundation is volatility in the value of investments held which could expose the Charity to loss of income. The Trustees work closely with the investment managers and the investment reports are closely monitored to track fluctuations and to ensure investment decisions are in line with the objectives of the Charity.

PLANS FOR THE FUTURE

The Trustees intend to continue providing awards with a view to improving the life chances of those suffering from disadvantage or disability, mainly in the Merseyside, Cheshire and North Wales areas in line with the objectives of the Charity. It is presently expected that during 2022/2023 the level of grants awarded will fall below last year's record levels.

KEY MANAGEMENT PERSONNEL REMUNERATION

The Trustees consider the key management personnel of the charity to be the Board of Trustees. The Trustees are in charge of directing and controlling the charity and running and operating the charity on a day-to-day basis. All trustees give their time freely and no trustee remuneration was paid in the year. (2020/21: £nil).

RELATED PARTIES

The Trustees are required to disclose all relevant interests and, in accordance with the charity's policy, withdraw from decisions where a conflict of interest arises.

GOING CONCERN

After making enquiries, the Trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future (being at least 12 months from the date of signing the accounts), due to the level of net assets. Accordingly, they continue to adopt the going concern basis in preparing the financial statements.

Further details regarding the adoption of the going concern basis can be found in note 1 of the financial statements.

AUDITOR

Deloitte LLP have expressed their willingness to continue in office as the charity's auditor and a resolution to re-appoint them will be proposed at the forthcoming Annual General Meeting.

The Trustees' Report was approved by the Board and signed on its behalf by:

S P Morgan

A M Lewis

Date:

22/9/22

THE STEVE MORGAN FOUNDATION

TRUSTEES' RESPONSIBILITIES STATEMENT

The trustees are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

The law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

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

The trustees are responsible for the maintenance and integrity of the charity and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

THE STEVE MORGAN FOUNDATION

Independent auditor's report to the trustees of The Steve Morgan Foundation

Report on the audit of the financial statements

Opinion

In our opinion the financial statements of The Steve Morgan Foundation (the 'charity'):

- give a true and fair view of the state of the charity's affairs as at 31 March 2022 and of its incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland"; and
- have been prepared in accordance with the Charities Act 2011.

We have audited the financial statements which comprise:

- the Statement of Financial Activities;
- the Balance Sheet;
- the Cash Flow Statement; and
- the related notes 1 to 17

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).

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 charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the Financial Reporting Council's (the FRC's) Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

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

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and 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.

THE STEVE MORGAN FOUNDATION

Independent auditor's report to the trustees of The Steve Morgan Foundation (continued)

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees 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 charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

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

Our objectives are to obtain reasonable assurance about whether the financial statements 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 for the audit of the financial statements is located on the FRC's website at: www.frc.org.uk/auditorsresponsibilities. 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, 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 considered the nature of the charity's industry and its control environment and reviewed the charity's documentation of their policies and procedures relating to fraud and compliance with laws and regulations. We also enquired of management about their own identification and assessment of the risks of irregularities.

We obtained an understanding of the legal and regulatory frameworks that the charity operates in, and identified the key laws and regulations that:

- had a direct effect on the determination of material amounts and disclosures in the financial statements. These included the UK Charities Act; and
- do not have a direct effect on the financial statements but compliance with which may be fundamental to the charity's ability to operate or to avoid a material penalty.

We discussed among the audit engagement team regarding the opportunities and incentives that may exist within the organisation for fraud and how and where fraud might occur in the financial statements.

As a result of performing the above, we identified the greatest potential for fraud or non-compliance with laws and regulations in the following area, and our specific procedures performed to address it are described below:

- recognition of income in the correct accounting period. To address this risk we tested a sample of income either side of the balance sheet date to supporting evidence of agreements of minutes, to evaluate whether the income has been recognised appropriately.

In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override. In addressing the risk of fraud through management override of controls, we assessed the design and implementation of controls over the assessment and approval of grant awards; tested the appropriateness of journal entries and other adjustments; assessed whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluated the business rationale of any significant transactions that are unusual or outside the normal course of business.

In addition to the above, our procedures to respond to the risks identified included the following:

THE STEVE MORGAN FOUNDATION

Independent auditor's report to the trustees of The Steve Morgan Foundation (continued)

- reviewing financial statement disclosures by 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 any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- enquiring of management concerning actual and potential litigation and claims, and instances of non-compliance with laws and regulations; and
- reading minutes of meetings of those charged with governance.

Report on other legal and regulatory requirements

Matters on which we are required to report by exception

Under the Charities (Accounts and Reports) Regulations 2008 we are required to report in respect of the following matters if, in our opinion:

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

We have nothing to report in respect of these matters.

Use of our report

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



Deloitte LLP

Statutory Auditor

Leeds, United Kingdom

27 September 2022

Deloitte LLP is eligible for appointment as auditor for the charity by virtue of its eligibility for appointment as audit of a company under section 1212 of the Companies Act 2006.

STATEMENT OF FINANCIAL ACTIVITIES
Year ended 31 March 2022

		Unrestricted and Total funds	Unrestricted funds	Restricted funds	Total funds
		2022	2021	2021	2021
	Note	£	£	£	£
INCOME FROM:					
Donations	3	13,742	111,877	10,000,000	10,111,877
Investments	4	6,494,056	3,851,572	-	3,851,572
TOTAL INCOME		6,507,798	3,963,449	10,000,000	13,963,449
EXPENDITURE ON:					
Raising funds	5	1,090,297	808,308	-	808,308
Charitable activities	6	53,109,681	16,007,635	10,000,000	26,007,635
TOTAL EXPENDITURE		54,199,978	16,815,943	10,000,000	26,815,943
Net (expenditure) before investment gains		(47,692,181)	(12,852,494)	-	(12,852,494)
(Losses)/Gains on investment assets	12	(1,810,816)	66,201,534	-	66,201,534
Net (Expense)/ income for the year		(49,502,997)	53,349,040	-	53,349,040
NET MOVEMENT IN FUNDS		(49,502,997)	53,349,040	-	53,349,040
RECONCILIATION OF FUNDS:					
Total funds brought forward		304,658,471	251,309,431	-	251,309,431
Net movement in funds for the year		(49,502,997)	53,349,040	-	53,349,040
Total funds carried forward		255,155,474	304,658,471	-	304,658,471

There were no other recognised gains or losses other than those listed above and the net income for the year.

There were no restricted funds received or spent during the year to 31st March 2022.

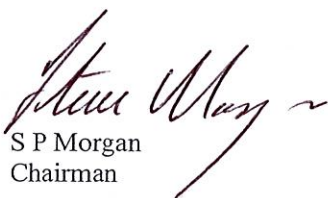
All income and expenditure derives from continuing activities.

THE STEVE MORGAN FOUNDATION

BALANCE SHEET As at 31 March 2022

	Note	2022 £	2021 £
FIXED ASSETS			
Investments	12	283,227,415	235,012,858
CURRENT ASSETS			
Debtors	13	4,248	2,048
Cash at bank and in hand		36,036,556	91,058,290
		<u>36,040,804</u>	<u>91,060,337</u>
CREDITORS: amounts falling due within one year	14	<u>(19,388,350)</u>	<u>(11,359,844)</u>
NET CURRENT ASSETS		<u>16,652,454</u>	<u>79,700,493</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		299,879,869	314,713,351
CREDITORS: amounts falling due after more than one year	14	<u>(44,724,395)</u>	<u>(10,054,880)</u>
NET ASSETS		<u>255,155,474</u>	<u>304,658,471</u>
FUNDS			
Unrestricted funds		<u>255,155,474</u>	<u>304,658,471</u>

These financial statements of The Steve Morgan Foundation Charity Number 1087056 were approved by the Board of Trustees and authorised for issue on 27 Sept 2022. They were signed on its behalf by:


S P Morgan
Chairman

A M Lewis
Hon. Treasurer



THE STEVE MORGAN FOUNDATION

CASH FLOW STATEMENT Year ended 31 March 2022

	Note	2022 £	2021 £
Net cash flows from/(used in) operating activities	17	<u>(11,490,417)</u>	<u>(11,996,867)</u>
Cash flows from investing activities:			
Interest and dividends received	4	6,494,056	3,851,572
Proceeds from sale of investments		48,533	2,252,675
Purchase of investments		(50,000,000)	(32,000,000)
Movement in cash held by investment managers		<u>(73,906)</u>	<u>(1,593,531)</u>
Net cash flows (used in) investing activities		<u>(43,531,317)</u>	<u>(27,489,284)</u>
Net (decrease) in cash and cash equivalents		<u>(55,021,734)</u>	<u>(39,486,150)</u>
Cash and cash equivalents at beginning of year		<u>91,058,290</u>	<u>130,544,440</u>
Cash and cash equivalents at the end of the year		<u><u>36,036,556</u></u>	<u><u>91,058,290</u></u>

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 March 2022

1. ACCOUNTING POLICIES

Charitable status

The Steve Morgan Foundation is a public benefit entity and a registered charity. The registered office is given on page 1.

Basis of accounting

The financial statements are prepared under the historical cost convention, as modified by the revaluation of investments, and in accordance with the Statement of Recommended Practice "Accounting and Reporting by Charities" applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

The principal accounting policies are set out below.

Preparation of financial statements - going concern basis

The charity's activities, together with the factors likely to affect its future development, performance and position are set out in the Trustees' report which also describes the financial position of the charity including its cash, investments and reserves policy. The charity forecasts and projections, taking account of reasonably possible changes in donations and investment income, and including consideration of the impact of Covid-19, show that the charity should be able to operate with the current level of reserves it has. The Trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future, which includes the period of 12 months from the date of these signed accounts. The Trustees, therefore, consider that the going concern assumption is an appropriate basis on which to prepare these financial statements.

Income

Income is recognised when the Charity 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.

Donations

Consists of donations and similar income resources. They are included in the accounting period in which they are receivable, which is when the charity becomes entitled to the resource. Some services have been provided by Bridgemere UK PLC, a company of which four of the trustees are directors. No adjustment has been made to reflect this as it is not possible to quantify the value of such services.

Investment income

Investment income is accounted for when receivable.

Donated goods and services

Donated professional services and donated facilities are recognised as income when the charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use by the charity of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), general volunteer time is not recognised. There are no volunteers other than the trustees of the Charity.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Year ended 31 March 2022

1. ACCOUNTING POLICIES (continued)

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 activity headings:

Charitable activities - award payments

Award payments are accounted for once the Foundation has made an unconditional commitment to pay the grant and this is communicated to the beneficiary or the grant has been paid, whichever is earlier. Where an award is conditional and compliance is within the control of The Steve Morgan Foundation, the award is not recognised until the conditions are met. Where an award is conditional and outside the control of The Steve Morgan Foundation, the award is recognised and accounted for in the same way as an unconditional award.

Support costs

This includes those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include back office costs, finance, personnel, payroll and governance costs.

Raising funds

This includes all expenses relating to investment management.

Fund accounting

The charity holds unrestricted funds representing unrestricted net income and net recognised gains which are expendable at the discretion of the trustees in furtherance to the objectives of the charity.

Investments

Realised and unrealised gains and losses are included in the statement of financial activities. Investments are stated at market value at the balance sheet date and are derived from investment assets in the United Kingdom.

Social Investments

The Charity holds a social investment property to fulfil its charitable objectives. The social investment property is stated at net book value, being cost net of depreciation and any provisions for impairment. No depreciation is provided on the social investment due to the anticipated high residual value which would result in immaterial depreciation for the asset.

Employee benefits

The Charity participates in a money purchase pension arrangement. The amount charged to the statement of financial activities in respect of pension costs is the contribution payable in the year.

Financial instruments

Financial assets and financial liabilities are recognised when the Charity becomes a party to the contractual provisions of the instrument. All financial assets and liabilities are initially measured at transaction price.

The charity 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.

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due. Cash at bank and cash 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 are recognised where the charity 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. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

THE STEVE MORGAN FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Year ended 31 March 2022

2. CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

In the application of the Charity's accounting policies, which are described in note 1, the Trustees are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The Trustees do not consider there are any critical judgements or sources of estimation uncertainty requiring disclosure beyond the accounting policies listed above.

3 ANALYSIS OF INCOME FROM DONATIONS

	Unrestricted and Total Funds 2022 £	Unrestricted Funds 2021 £	Restricted Funds 2021 £	Total Funds 2021 £
Donations including gift aid	13,742	111,877	10,000,000	10,111,877
	<u>13,742</u>	<u>111,877</u>	<u>10,000,000</u>	<u>10,111,877</u>

4. ANALYSIS OF INCOME FROM INVESTMENTS

	2022 £	2021 £
UK Investment Income	6,477,266	3,646,094
Bank and treasury deposit interest	16,790	205,478
	<u>6,494,056</u>	<u>3,851,572</u>

5. ANALYSIS OF COST OF RAISING FUNDS

	2022 £	2021 £
Investment Management Fees	1,090,297	808,308
	<u>1,090,297</u>	<u>808,308</u>

THE STEVE MORGAN FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Year ended 31 March 2022

6. ANALYSIS OF EXPENDITURE ON CHARITABLE ACTIVITIES

	Unrestricted and Total Funds	Unrestricted Funds	Restricted Funds	Total
	2022	2021	2021	2021
	£	£	£	£
Activity - general grant awards				
Grants made to institutions (note 7)	52,678,343	15,861,923	9,814,279	25,676,202
Grants made to individuals	172,816	128,893	-	128,893
Total	52,851,159	15,990,816	9,814,279	25,805,095
Support costs (note 8)	258,521	16,819	185,721	202,540
	53,109,680	16,007,635	10,000,000	26,007,635

7. ANALYSIS OF GRANT AWARD EXPENDITURE

	Grants to institutions 2022	Grants to institutions 2021
	£	£
Grants awarded in the pursuit of the charity's objectives		
<u>MAJOR GRANTS</u>		
Maggies Clatterbridge	57,573	-
Reader Organisation	120,000	-
The Way	**	(114,831)
Duke of Edinburgh Award Scheme	100,000	-
Shine Right to Succeed		1,968,058
Liverpool FC Foundation	**	(479,106)
DUK/JDRF – Grand Challenge	50,000,000	-
<u>Subtotal</u>	50,277,573	1,374,121

REGIONAL GRANTS > £50K

Canolfan Felin Fach Centre	62,986	-
Creating Adventures	60,000	-
Denbighshire Home-Start		60,000
Domestic Abuse Safety Unti North Wales	90,930	-
Homestart Conwy	76,000	-
Kinship Carers	75,000	-
Liverpool Cares	60,000	-
Martin Gallier Project	96,000	-
Merseyside Law Centre	81,669	-
Kim Inspire		144,958
Netherton Park Community	67,500	-
North Wales Recovery	75,600	-
RASA Merseyside	83,400	-
Rotunda Inclusive Hub	60,000	-
Ruby's Fund	78,428	-
Sahir House	81,232	-
Speke Childrens Enviro Community	86,400	-
The First Step	77,000	-
Thriving Spaces	78,600	-

THE STEVE MORGAN FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Year ended 31 March 2022

	Grants to institutions 2022 £	Grants to institutions 2021 £
Warrington Youth and Community	75,000	-
Warrington Youth Zone	50,000	-
26 (2022), 12 (2021) Regional Grants under £50K.	408,966	171,775
<u>Subtotal</u>	<u>1,824,711</u>	<u>376,733</u>

COVID-19 EMERGENCY FUND GRANTS >£50k

Bradbury Fields	-	72,400
Centre 63	-	78,000
Crest Co-operative	-	63,898
Healthbox CIC	-	60,000
Maggies Centre	-	50,000
Neo Community	-	76,040
Passion for Learning	-	138,357
Positive Futures	-	75,825
Tomorrows Women Wirral	-	74,134
0 (2022), 445 (2021) Covid-19 Grants under £50,000	-	3,595,119
<u>Subtotal</u>	<u>-</u>	<u>4,283,773</u>

DCMS FUND GRANTS >£50k

ADHD Foundation	-	196,810
Age Concern Cheshire	-	180,000
All Together Now	-	110,000
Alt Valley Community Trust	-	59,796
Barnstonedale Centre	-	147,697
Beechley Stables	-	90,000
Bradbury Fields	-	76,000
Breckfield and North Everton Neighbourhood Council	-	94,506
Cheshire Autism Practical Support	-	103,450
Cheshire Without Abuse	-	115,000
Cheshire Young Carers	-	58,435
Chester and District Federation of the Blind	-	116,974
CLIC Sargent	-	60,000
Community By Nature	-	69,646
Compass Counselling	-	60,000
Croxteth and Gilmooss Community Federations	-	168,894
Cycling Project	-	147,842
Everton in the Community	-	1,500,000
Fun 4 Kidz	-	100,000
Garston Adventure	-	50,000
Healthbox CIC	-	293,476

THE STEVE MORGAN FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Year ended 31 March 2022

	Grants to institutions 2022 £	Grants to institutions 2021 £
Homebaked Bakery	-	80,000
Homestart Knowsley	-	148,698
Homestart Wirral	-	104,136
Imagine IF Trust	-	120,000
Involve Northwest	-	249,530
JDRF	-	3,000,000
Journeymen	-	114,136
Jump Childrens Charity	-	55,954
Kensington Fields Community Association	-	134,000
Listening Ear	-	316,332
Liverpool FC Foundation	-	1,472,440
Liverpool Lighthouse	-	68,600
Liverpool Six Community Association	-	50,000
Love Jasmine	-	62,000
Maggies Cancer Caring Centres	-	3,000,000
Marybone Youth and Community Association	-	80,000
Merseyside Domestic Violence Service	-	52,454
Neo Community	-	83,000
Netherley Youth and Community Initiative	-	79,858
NeuroMuscular Centre	-	89,814
Passion for Learning	-	329,724
Priority Youth Project	-	120,000
Public Services Lab	-	104,000
Rainbow Hub	-	85,257
Right to Succeed	-	266,228
Rotunda Inclusive Hub	-	60,000
Rotunda Ltd	-	92,000
Shaftesbury Youth Club	-	100,000
St Andrews Community	-	103,283
Stick N Step	-	82,698
Target Football	-	248,000
Teardrops Supporting the Homeless	-	59,960
The Big Help Project	-	60,000
The Florrie	-	60,000
The Hope Centre	-	51,480
The Inclusion Network	-	83,496
The Joshua Tree	-	80,000
The Open Door Charity	-	116,115
The Paul Lavelle Foundation	-	69,408
The Port Grocery	-	225,000
The Phoenix Foundation	-	77,558
The Reader	-	924,600
The Way Youth Zone	-	200,000
Tim Parry Jonathan Ball Peace Foundation	-	146,950
Too Good to Waste	-	120,394
Torrington Drive Community Centre	-	50,000
Tranmere Rovers in the Community	-	145,762
Transforming Choice	-	129,079
Triple C	-	84,140
Vauxhall Community	-	120,000
Venus Working Creatively with Young Women	-	135,000
Wirral Youth Zone (The Hive)	-	200,000
Wirral Mencap	-	69,463

THE STEVE MORGAN FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Year ended 31 March 2022

	Grants to institutions 2022 £	Grants to institutions 2021 £
Women's Enterprising Breakthrough	-	79,890
Women's Technology Training	-	371,180
Zoe's Place Trust	-	50,876
1 (2022) 52 (2021) DCMS Grants under £50K	15,000	1,194,044
<u>Subtotal</u>	* 15,000	19,655,063

ENTREPRENEUR AWARDS

Entrepreneur Awards	198,000	-
45 (2022), 0 (2021)	-	-
<u>Subtotal</u>	198,000	-

SMILEY BUSES > £50K

Smiley Buses	** 142,508	(87,730)
5 (2022), 0 (2021) Smiley Bus transactions under £50K	-	-
<u>Subtotal</u>	142,508	(87,730)

DISCRETIONARY GRANT > £50k - Paid

Derwen College	50,000	-
UBS Covid Recovery	80,000	-
17 (2022), 18 (2021) Discretionary Grants under £50K	90,551	74,242
<u>Subtotal</u>	220,551	74,242

<u>Total</u>	52,678,343	25,676,202
---------------------	-------------------	-------------------

All grant awards were made in the pursuit of the Charity's objectives as set out in the Trustees' report on page 2.

*Prior year disclosures include restricted grants of £9,814,279

**Prior year numbers include grants reallocated to form part of the covid support programme.

THE STEVE MORGAN FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Year ended 31 March 2022

8. ANALYSIS OF SUPPORT COSTS

	Unrestricted and Total funds 2022 £	Unrestricted Funds 2021 £	Restricted Funds 2021 £	Total 2021 £
Payroll	146,718	-	136,723	136,723
Office expenses	95,768	5,440	48,998	54,438
Bank charges	1,335	1,780	-	1,780
Governance	14,700	9,599	-	9,599
Total	258,521	16,819	185,721	202,540

Support costs are allocated in full to grant funding activities on the basis that this is the key activity undertaken by the charity, with support costs being directly linked to these activities.

9. NET INCOME FOR THE YEAR

	2022 £	2021 £
Net income is stated after charging:		
Auditor's remuneration:		
- Fees payable to the charity's auditor for the audit of the charity's annual financial statements	14,700	9,599

10. ANALYSIS OF STAFF COSTS, TRUSTEE REMUNERATION AND EXPENSES, AND THE COST OF KEY MANAGEMENT PERSONNEL

	2022 No.	2021 No.
The average monthly number of employees was:		
Support	4	3
	2022 £	2021 £
Their aggregate remuneration comprised:		
Wages and salaries	88,318	81,807
Social security costs	39,371	37,872
Pension costs	19,029	17,044
	146,718	136,723

The number of Charity employees whose emoluments, excluding pension contributions but including benefits in kind, were in excess of £60,000 was £nil (2020/21: £nil).

THE STEVE MORGAN FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Year ended 31 March 2022

Trustees' Remuneration

Trustees received no remuneration and were not reimbursed for any of their expenses during the year (2020/21: £nil). There are no other key management personnel for The Steve Morgan Foundation.

11. TAXATION

The Charity is a registered charity and does not trade. It is not liable to tax on any surplus arising.

12. FIXED ASSET INVESTMENTS

	Registered funds and listed investments £	Social investments £	Total £
Market value/Net book value brought forward at 1 April 2021	234,758,078	254,780	235,012,858
Additions	50,000,000	-	50,000,000
Disposal proceeds	(48,533)	-	(48,533)
Net investment Loss	(1,810,816)	-	(1,810,816)
Movements in cash	73,906	-	73,906
Market value/Net book value carried forward at 31 March 2022	282,972,635	254,780	283,227,415
Historical cost at 31 March 2022	246,082,471	254,780	246,337,251
		2022 £	2021 £
Market value analysed between:			
Investments		280,157,863	232,016,913
Cash held by investment managers		2,815,071	2,741,165
		282,972,635	234,758,078

13. DEBTORS

	2022 £	2021 £
Amounts falling due within one year:		
Prepayments and accrued income	4,248	2,048

THE STEVE MORGAN FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Year ended 31 March 2022

14. CREDITORS

	2022 £	2021 £
Amounts falling due within one year:		
Accruals for grants payable	19,351,917	11,350,544
Accruals and deferred income	36,433	9,300
	<u>19,388,350</u>	<u>11,359,844</u>
Amounts falling due after more than one year:		
Accruals for grants payable	<u>44,724,395</u>	<u>10,054,880</u>

15. EMPLOYEE RETIREMENT BENEFITS

Defined contribution scheme

The Charity operates a defined contribution retirement benefit scheme for all qualifying employees. The Charity's contribution to the scheme in the year was £19,029 (2020/21: £17,044).

16. RELATED PARTY TRANSACTIONS

The Trustees are required to disclose all relevant interests and, in accordance with the charity's policy, withdraw from decisions where a conflict of interest arises. Some services have been provided by Bridgemere UK PLC, a company of which four of the trustees are directors. No adjustment has been made to reflect this as it is not possible to quantify the value of such services.

17. CASHFLOW STATEMENT

	2022 £	2021 £
Reconciliation of net (expenditure) / income to cash generated from/(used in) operations:		
Net (expense) /income for the year	(49,502,997)	53,349,039
Adjustments for:		
Interest receivable	(6,494,056)	(3,851,572)
Loss/(Gain) on investments	<u>1,810,817</u>	<u>(66,201,534)</u>
Operating cash flow before movement in working capital	(54,186,236)	(16,704,067)
(Increase)/Decrease in debtors	(2,201)	9,359
Increase in creditors	<u>42,698,020</u>	<u>4,697,841</u>
Cash (used in) operating activities	<u>(11,490,417)</u>	<u>(11,996,867)</u>

Accounts

THE STEVE MORGAN FOUNDATION

Annual Report and Financial Statements

Year ended 31 March 2021

THE STEVE MORGAN FOUNDATION

CONTENTS	Page
Officers and professional advisers	1
Trustees' report	2
Trustees' responsibilities statement	5
Independent auditor's report	6
Statement of financial activities	8
Balance sheet	9
Cash flow statement	10
Notes to the financial statements	11

THE STEVE MORGAN FOUNDATION

OFFICERS AND PROFESSIONAL ADVISERS

CHAIRMAN

S P Morgan

HONORARY TREASURER

A M Lewis

TRUSTEES

S P Morgan
S J Morgan
V W Fairclough
R E Walker
A M Lewis
J R C Masters
B L Clark

HONORARY SECRETARY

V W Fairclough

ADMINISTRATOR

J Harris

BANKERS

Barclays Bank PLC
3 Hardman Street
Spinningfields
Manchester
M3 3AX

AUDITOR

Deloitte LLP
Statutory Auditor
1 City Square
Leeds
United Kingdom
LS1 2AL

INVESTMENT MANAGERS

Barclays Wealth and Investment Management
1 Churchill Place
London
E14 5HB

Quilter Cheviot
One Kingsway
London
WC2B 6AN

UBS Wealth Management
5 Broadgate
London
EC2M 2AN

REGISTERED & PRINCIPAL OFFICE

PO Box 3517
Chester
CH1 9ET

THE STEVE MORGAN FOUNDATION

TRUSTEES' REPORT

The trustees present their annual report on the affairs of the charity, together with the financial statements and auditor's report for the year ended 31 March 2021. The financial statements have been prepared in accordance with the accounting policies as set out in note 1 to the accounts and comply with the charity's trust deed, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts with the Financial Reporting Standard 102 applicable in the UK and Republic of Ireland.

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Steve Morgan Foundation is constituted under a trust deed dated 18 October 2000 as amended by supplemental deed dated 14 May 2001. It is a registered charity no. 1087056.

The business of the Charity is conducted through a series of bi-monthly Trustees' meetings, where Trustees oversee the grant making activities, ensuring that these continue to support a wide range of organisations benefitting the local community. Trustees are responsible for controlling expenditure and also for the investment and reserve policies and with any associated decisions. The registered/principal office address is shown on page 1.

OBJECTIVES AND ACTIVITIES FOR THE PUBLIC BENEFIT

The Charity aims to change lives by funding projects that provide practical, targeted support for people coping with disability, mental health problems, social isolation, domestic violence, unemployment and poverty. The charity has unrestricted objects to apply the corpus and income for all purposes which are charitable under the laws of England and Wales from time to time. Subject to any designation or restriction which might be attached to any sum received by the charity to be applied in implementation of its objects, it is the policy of the Trustees to apply the income stream of The Steve Morgan Foundation to charities mainly operating in Merseyside, Cheshire and North Wales in support of young people and others who are disadvantaged or who are otherwise worthy such as in relation to the pursuit of educational objectives. In all cases the financial support of The Steve Morgan Foundation would be expected 'to make a difference'. Generally, an award payable would be made for such charitable purposes where the prospective recipient had already established an initiative, albeit however modest.

It is the policy of the Trustees to preserve the donations derived without designation or restriction as a corpus to be enhanced by other like donations and subject to capital gain and capital loss for the provision of the income stream to be applied for the charitable purposes. However, the Trustees view their policy as one which they have full discretion to amend in order to address changing circumstances as they see fit.

In setting their objectives and planning their services, the Trustees of the charity have given careful consideration to the Charity Commission's general guidance on public benefit.

The Steve Morgan Foundation furthers its charitable purposes for the public benefit through its grant-making policy which aims at:

- Providing funding for small to medium sized organisations who are addressing specific needs in Merseyside, Cheshire and North Wales;
- Focussing financial support mainly on those who work directly with children and families; and
- Supporting projects which directly contribute to the quality of life of the people in the region.

ORGANISATION

The Trustees who have served during the year and since the year end are set out on page 1. Trustees are appointed by the Board of Trustees in accordance with the trust deed. There shall be at least three Trustees, who will be appointed by resolution of the Trustees as passed at a special meeting. No Trustee had any financial interest in the charity in the current or prior year.

ACHIEVEMENTS AND PERFORMANCE

The Charity has awarded a record level of grants of £25,805,095 (2019/20: £10,039,761) in the last year to organisations in line with their objectives, representing the significant activities of the Charity. The Trustees have considered many applications for support, some of which did not fall within the focus of the Charity. All grants awarded are in accordance with furthering the charitable objectives of The Steve Morgan Foundation. Surplus funds continue to be invested with the aim of generating additional income to be used for grant making activities as outlined above.

THE STEVE MORGAN FOUNDATION

TRUSTEES' REPORT (CONTINUED)

The Trustees have not outlined key performance indicators for The Steve Morgan Foundation. Whilst a targeted level of grant making is usually set, during the year under review this was not considered to be relevant due to the large scale impact of the DCMS scheme referred to below. The Charity's performance during the year was enhanced very significantly by way of its response to issues caused by the Pandemic. The Charity was able to respond rapidly to support those organisations within its remit areas which were impacted adversely during the first lockdown period, by way of an emergency hardship fund. The Covid-19 Emergency Fund awarded grants of £4,283,773 (2019/20: £1,370,466), having committed up to £1m per week for the first 12 weeks of the pandemic to help charitable organisations deal with the effects of the crisis. During the year it was selected as a partner organisation by the Department for Digital, Culture, Media & Sport (DCMS) as part of their £85m Community Match Challenge Fund. This enabled the Charity to award grants of £19,655,063 of which £10,000,000 was funded by DCMS and was required to be spent in full prior to the Charity's year end. The Charity was proud to have achieved that target and was also proud to be the only north-western partner chosen to participate in this scheme by DCMS. However, as a consequence of the above exceptional levels of activity, regional grants awarded during the year of £376,733 (2019/20: £2,249,718) fell below the targeted level of £2,500,000. The Enable division, funding both specialist disability equipment for people of all ages and our well-established Smiley Bus programme, awarded grants of £41,163 during the year (2019/20: £677,476) and an additional £74,242 of discretionary grants were awarded. £1,374,121 was awarded in total to Major Grants.

FINANCIAL REVIEW AND INVESTMENT POLICY

The results for the year ended 31 March 2021 are set out in the Statement of Financial Activities on page 9. This shows net expenditure before gains/losses on investments for the year of £12,852,494 (2020: net income £1,591,989). Total income increased from £12,214,425 to £13,963,449 due to an increase in specific donations as compared with the previous year. Meanwhile, awards granted during the year increased from £10,039,761 to £25,805,095. Grant commitments due within one year increased to £11,350,544 (2019/20: £8,707,901). Grant commitments due after one year were £10,054,880 (2019/20: £7,991,883).

The closing net asset position has increased to a record £304,658,471 (2019/20: £251,309,431). Investment gains of £66,201,534 (2019/20: losses of £22,861,438) were recorded in the year 2020/21. The strong improvement in investment performance in the year was the result of a bounce back after the reductions in value recorded at the end of the previous year due to the impact of the Covid-19 Pandemic on the economy at that year end.

There are no restrictions on the charity's power to invest. It is the policy of the Trustees to manage the corpus of The Steve Morgan Foundation on the basis of a relatively low level of risk, balancing capital growth and income requirements in order to sustain the corpus in the long term and to provide an adequate reliable income stream to serve the charitable purposes on a day to day basis.

PROCEDURES AND POLICY FOR GRANT MAKING

The Trustees usually meet bi-monthly to consider what grants they will make and to review any feedback they have received. Grants are only awarded upon agreement by the Trustees and all successful recipients must meet the specific objectives of the charity. Usually they are visited by one or more of the Trustees, and a detailed report is prepared for the Board of Trustees to review before the grant is approved.

Though the Trustees make some grants of a limited size with no formal application, they normally ask invited organisations to submit a formal application saying how the funds would be used, what would be achieved, and providing references where appropriate. The Trustees have a policy, which is communicated to all beneficiaries, that they only make grants that meet the conditions specific within the final offer letter approved by the Trustees.

RESERVES POLICY

It is the policy of the charity to maximise unrestricted funds, which are the free reserves of the charity, to ensure sufficient funds are available to cover awards payable, support and administration costs for the foreseeable future. There are no restricted reserves held at present, unrestricted reserves at 2020/21 amount to £304,658,471 (2019/2020: £251,309,431). A large surplus of funds is held, substantially as a matter of policy. There are no maximum or minimum level of reserves required to be held at any time. The income derived therefrom, and the capital accretion thereto fund the expenditure and maintain the corpus to serve likewise in future periods.

THE STEVE MORGAN FOUNDATION

TRUSTEES' REPORT (CONTINUED)

RISK MANAGEMENT

The Trustees have considered the operational and business risks which the charity faces and confirm that they have established systems to mitigate the significant risks. The principal risk faced by The Steve Morgan Foundation is volatility in the value of investments held which could expose the Charity to loss of income. The Trustees work closely with the investment managers and the investment reports are closely monitored to track fluctuations and to ensure investment decisions are in line with the objectives of the Charity.

PLANS FOR THE FUTURE

The Trustees intend to continue providing awards with a view to improving the life chances of those suffering from disadvantage or disability, mainly in the Merseyside, Cheshire and North Wales areas in line with the objectives of the Charity. It is presently expected that during 2021/2022 the level of grants awarded will fall below last year's record levels as we aim to support charities in the post Pandemic period.

APPOINTMENT OF TRUSTEES

Thus far Trustees, other than the originating Trustees, have been appointed on the basis of a long-standing knowledge, shared by the existing Trustees, of the appointee in relation to her or his integrity and probity and proven record in her/his chosen professional career. It is expected that the policy attaching to appointments will continue in that vein. The background of each appointee is such that formal training is not required. There are no formal induction activities undertaken for each newly appointed Trustee.

KEY MANAGEMENT PERSONNEL REMUNERATION

The Trustees consider the key management personnel of the charity to be the Board of Trustees. The Trustees are in charge of directing and controlling the charity and running and operating the charity on a day to day basis. All trustees give their time freely and no trustee remuneration was paid in the year (2019/20: £nil).

RELATED PARTIES

The Trustees are required to disclose all relevant interests and, in accordance with the charity's policy, withdraw from decisions where a conflict of interest arises.

GOING CONCERN

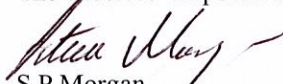
After making enquiries, the Trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future (being at least 12 months from the date of signing the accounts), due to the level of net assets. Accordingly they continue to adopt the going concern basis in preparing the financial statements.

Further details regarding the adoption of the going concern basis can be found in note 1 of the financial statements.

AUDITOR

Deloitte LLP have expressed their willingness to continue in office as the charity's auditor and a resolution to re-appoint them will be proposed at the forthcoming Annual General Meeting.

The Trustees' Report was approved by the Board and signed on its behalf by:


S P Morgan

A M Lewis

Date: 2/9/21

THE STEVE MORGAN FOUNDATION

TRUSTEES' RESPONSIBILITIES STATEMENT

The trustees are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

The law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

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

The trustees are responsible for the maintenance and integrity of the charity and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

THE STEVE MORGAN FOUNDATION

Independent auditor's report to the trustees of The Steve Morgan Foundation

Report on the audit of the financial statements

Opinion

In our opinion the financial statements of The Steve Morgan Foundation (the 'charity'):

- give a true and fair view of the state of the charity's affairs as at 31 March 2021 and of its incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland"; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

We have audited the financial statements which comprise:

- the Statement of Financial Activities;
- the Balance Sheet;
- the Cash Flow Statement; and
- the related notes 1 to 17

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).

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 charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the Financial Reporting Council's (the FRC's) Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

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

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and 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.

THE STEVE MORGAN FOUNDATION

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the trustees of the charity for the purpose of charity 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 charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

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

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue 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 for the audit of the financial statements is located on the FRC's website at: www.frc.org.uk/auditorsresponsibilities. 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, 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 considered the nature of the charity's industry and its control environment, and reviewed the charity's documentation of their policies and procedures relating to fraud and compliance with laws and regulations. We also enquired of management about their own identification and assessment of the risks of irregularities.

We obtained an understanding of the legal and regulatory frameworks that the charity operates in, and identified the key laws and regulations that:

- had a direct effect on the determination of material amounts and disclosures in the financial statements. These included the UK Charities Act; and
- do not have a direct effect on the financial statements but compliance with which may be fundamental to the charity's ability to operate or to avoid a material penalty.

We discussed among the audit engagement team regarding the opportunities and incentives that may exist within the organisation for fraud and how and where fraud might occur in the financial statements.

As a result of performing the above, we identified the greatest potential for fraud or non-compliance with laws and regulations in the following area, and our specific procedures performed to address it are described below:

- recognition of income in the correct accounting period. To address this risk we tested a sample of income either side of the balance sheet date to supporting evidence of agreements of minutes, to evaluate whether the income has been recognised appropriately.

In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override. In addressing the risk of fraud through management override of controls, we assessed the design and implementation of controls over the assessment and approval of grant awards; tested the appropriateness of journal entries and other adjustments; assessed whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluated the business rationale of any significant transactions that are unusual or outside the normal course of business.

In addition to the above, our procedures to respond to the risks identified included the following:

- reviewing financial statement disclosures by testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;

THE STEVE MORGAN FOUNDATION

- performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- enquiring of management concerning actual and potential litigation and claims, and instances of non-compliance with laws and regulations; and
- reading minutes of meetings of those charged with governance.

Report on other legal and regulatory requirements

Matters on which we are required to report by exception

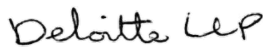
Under the Charities (Accounts and Reports) Regulations 2008 we are required to report in respect of the following matters if, in our opinion:

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

We have nothing to report in respect of these matters.

Use of our report

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



Deloitte LLP

Statutory Auditor

Leeds, United Kingdom

10 October 2021

Deloitte LLP is eligible for appointment as auditor for the charity by virtue of its eligibility for appointment as audit of a company under section 1212 of the Companies Act 2006.

THE STEVE MORGAN FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES Year ended 31 March 2021

		Unrestricted funds	Restricted funds	Total funds	Total Unrestricted funds
		2021	2021	2021	2020
	Note	£	£	£	£
INCOME FROM:					
Donations	3	111,877	10,000,000	10,111,877	2,506,599
Investments	4	3,851,572	-	3,851,572	9,707,826
TOTAL INCOME		3,963,449	10,000,000	13,963,449	12,214,425
EXPENDITURE ON:					
Raising funds	5	808,308	-	808,308	305,539
Charitable activities	6	16,007,635	10,000,000	26,007,635	10,316,897
TOTAL EXPENDITURE		16,815,943	10,000,000	26,815,943	10,622,436
Net (expenditure)/income before investment gains		(12,852,494)	-	(12,852,494)	1,591,989
Gains/(Losses) on investment assets	12	66,201,534	-	66,201,534	(22,861,438)
Net income/(expense) for the year		53,349,040	-	53,349,040	(21,269,449)
NET MOVEMENT IN FUNDS		53,349,040	-	53,349,040	(21,269,449)
RECONCILIATION OF FUNDS:					
Total funds brought forward		251,309,431	-	251,309,431	272,578,880
Net movement in funds for the year		53,349,040	-	53,349,040	(21,269,449)
Total funds carried forward		304,658,471	-	304,658,471	251,309,431

There were no other recognised gains or losses other than those listed above and the net income for the year.

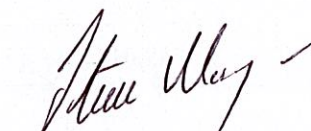
All income and expenditure derives from continuing activities.

THE STEVE MORGAN FOUNDATION

BALANCE SHEET As at 31 March 2021

	Note	2021 £	2020 £
FIXED ASSETS			
Investments	12	235,012,858	137,470,468
CURRENT ASSETS			
Debtors	13	2,048	11,407
Cash at bank and in hand		91,058,290	130,544,440
		<u>91,060,337</u>	<u>130,555,847</u>
CREDITORS: amounts falling due within one year	14	<u>(11,359,844)</u>	<u>(8,725,001)</u>
NET CURRENT ASSETS		<u>79,700,493</u>	<u>121,830,846</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		314,713,351	259,301,314
CREDITORS: amounts falling due after more than one year	14	<u>(10,054,880)</u>	<u>(7,991,883)</u>
NET ASSETS		<u>304,658,471</u>	<u>251,309,431</u>
FUNDS			
Unrestricted funds		<u>304,658,471</u>	<u>251,309,431</u>

These financial statements of The Steve Morgan Foundation Charity Number 1087056 were approved by the Board of Trustees and authorised for issue on 22 Sept 2021. They were signed on its behalf by:


S P Morgan
Chairman


A M Lewis
Hon. Treasurer

THE STEVE MORGAN FOUNDATION

CASH FLOW STATEMENT

Year ended 31 March 2021

	Note	2021 £	2020 £
Net cash flows from/(used in) operating activities	17	<u>(11,996,867)</u>	<u>(3,354,136)</u>
Cash flows from investing activities:			
Interest and dividends received	4	3,851,572	9,402,287
Proceeds from sale of investments		2,252,675	133,759,880
Purchase of investments		(32,000,000)	(100,075,000)
Movement in cash held by investment managers		<u>(1,593,531)</u>	<u>(549,629)</u>
Net cash flows (used in)/from investing activities		<u>(27,489,284)</u>	<u>42,537,538</u>
Net (decrease)/increase in cash and cash equivalents		(39,486,150)	39,183,402
Cash and cash equivalents at beginning of year		<u>130,544,440</u>	<u>91,361,038</u>
Cash and cash equivalents at the end of the year		<u><u>91,058,290</u></u>	<u><u>130,544,440</u></u>

THE STEVE MORGAN FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 March 2021

1. ACCOUNTING POLICIES

Charitable status

The Steve Morgan Foundation is a public benefit entity and a registered charity. The registered office is given on page 1.

Basis of accounting

The financial statements are prepared under the historical cost convention, as modified by the revaluation of investments, and in accordance with the Statement of Recommended Practice "Accounting and Reporting by Charities" applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

The principal accounting policies are set out below.

Preparation of financial statements - going concern basis

The charity's activities, together with the factors likely to affect its future development, performance and position are set out in the Trustees' report which also describes the financial position of the charity including its cash, investments and reserves policy. The charity forecasts and projections, taking account of reasonably possible changes in donations and investment income, and including consideration of the impact of Covid-19, show that the charity should be able to operate with the current level of reserves it has. The Trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future, which includes the period of 12 months from the date of these signed accounts. The Trustees, therefore, consider that the going concern assumption is an appropriate basis on which to prepare these financial statements.

Income

Income is recognised when the Charity 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.

Donations

Consists of donations and similar income resources. They are included in the accounting period in which they are receivable, which is when the charity becomes entitled to the resource. Some services have been provided by Bridgemere UK PLC, a company of which four of the trustees are directors. No adjustment has been made to reflect this as it is not possible to quantify the value of such services.

Investment income

Investment income is accounted for when receivable.

Donated goods and services

Donated professional services and donated facilities are recognised as income when the charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use by the charity of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), general volunteer time is not recognised. There are no volunteers other than the trustees of the Charity.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Year ended 31 March 2021

1. ACCOUNTING POLICIES (continued)

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 activity headings:

Charitable activities - award payments

Award payments are accounted for once the Foundation has made an unconditional commitment to pay the grant and this is communicated to the beneficiary or the grant has been paid, whichever is earlier. Where an award is conditional and compliance is within the control of The Steve Morgan Foundation, the award is not recognised until the conditions are met. Where an award is conditional and outside the control of The Steve Morgan Foundation, the award is recognised and accounted for in the same way as an unconditional award.

Support costs

This includes those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include back office costs, finance, personnel, payroll and governance costs.

Raising funds

This includes all expenses relating to investment management.

Fund accounting

The charity holds unrestricted funds representing unrestricted net income and net recognised gains which are expendable at the discretion of the trustees in furtherance to the objectives of the charity.

Investments

Realised and unrealised gains and losses are included in the statement of financial activities. Investments are stated at market value at the balance sheet date and are derived from investment assets in the United Kingdom.

Social Investments

The Charity holds a social investment property to fulfil its charitable objectives. The social investment property is stated at net book value, being cost net of depreciation and any provisions for impairment. No depreciation is provided on the social investment due to the anticipated high residual value which would result in immaterial depreciation for the asset.

Employee benefits

The Charity participates in a money purchase pension arrangement. The amount charged to the statement of financial activities in respect of pension costs is the contribution payable in the year.

Financial instruments

Financial assets and financial liabilities are recognised when the Charity becomes a party to the contractual provisions of the instrument. All financial assets and liabilities are initially measured at transaction price.

The charity 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.

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due. Cash at bank and cash 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 are recognised where the charity 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. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

THE STEVE MORGAN FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Year ended 31 March 2021

2. CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

In the application of the Charity's accounting policies, which are described in note 1, the Trustees are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The Trustees do not consider there are any critical judgements or sources of estimation uncertainty requiring disclosure beyond the accounting policies listed above.

3 ANALYSIS OF INCOME FROM DONATIONS

	Unrestricted Funds £	Restricted Funds £	Total 2021 £	Unrestricted 2020 £
Donations including gift aid	111,877	10,000,000	10,111,877	2,506,599
			<u>10,111,877</u>	<u>2,506,599</u>

4. ANALYSIS OF INCOME FROM INVESTMENTS

	2021 £	2020 £
UK Investment Income	3,646,094	9,452,398
Bank and treasury deposit interest	205,478	255,428
	<u>3,851,572</u>	<u>9,707,826</u>

5. ANALYSIS OF COST OF RAISING FUNDS

	2021 £	2020 £
Investment Management Fees	808,308	305,539
	<u>808,308</u>	<u>305,539</u>

THE STEVE MORGAN FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Year ended 31 March 2021

6. ANALYSIS OF EXPENDITURE ON CHARITABLE ACTIVITIES

	Unrestricted Funds £	Restricted Funds £	Total 2021 £	Unrestricted 2020 £
Activity - general grant awards				
Grants made to institutions (note 7)	15,861,923	9,814,279	25,676,202	9,595,216
Grants made to individuals	128,893	-	128,893	444,545
Total	15,990,816	9,814,279	25,805,095	10,039,761
Support costs (note 8)	16,819	185,721	202,540	277,136
	16,007,635	10,000,000	26,007,635	10,316,897

7. ANALYSIS OF GRANT AWARD EXPENDITURE

	Grants to institutions 2021 £	Grants to institutions 2020 £
Grants awarded in the pursuit of the charity's objectives		

MAJOR GRANTS

Passion for Learning	-	(83,000)
JDRF	-	1,000,000
The Way	** (114,831)	-
Teach First	-	455,000
Shine Right to Succeed	1,968,058	37,500
Liverpool FC Foundation	** (479,106)	1,666,666
Everton in the Community	-	2,457,114
Subtotal	1,374,121	5,533,280

REGIONAL GRANTS > £50K

Advance Brighter Futures	-	61,320
All Together Now	-	69,167
Croxteth Family matters	-	89,624
Deysbrook Village Centre	-	57,000
Denbighshire Home-Start	60,000	-
Ella Together	-	72,729
Family and Friends	-	72,440
Footsteps for Families	-	54,600
Imagine If Trust	-	125,000
Innovate Volunteering	-	55,000
The Joshua Tree	-	90,000
Kim Inspire	144,958	-
Life Youth Hub	-	53,000
Mencap Wirral	-	84,000
Neuro Muscular Centre	-	53,000
Neuro Muscular Centre	-	50,000
The Opening Doors Project	-	60,000
Rape and Sexual Abuse Support Centre	-	89,000
Rural Conwy Community Car Scheme	-	50,856
Same But Different	-	74,000
Social Mobility Foundation	-	75,000

THE STEVE MORGAN FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Year ended 31 March 2021

	Grants to institutions 2021 £	Grants to institutions 2020 £
St Andrews Community Network	-	90,000
The Aloud Charity	-	90,000
The Venture (Wrexham)	-	60,000
Wirral Churches Ark Project	-	66,000
YMCA Crewe	-	90,000
Y-Kids Education	-	90,000
12 (2021), 43 (2020) Regional Grants under £50K.	171,775	427,982
<u>Subtotal</u>	<u>376,733</u>	<u>2,249,718</u>

COVID-19 EMERGENCY FUND GRANTS >£50k

Bradbury Fields	72,400	-
Centre 63	78,000	29,760
Crest Co-operative	63,898	-
Healthbox CIC	60,000	-
JDRF	-	150,000
Maggies Centre	50,000	-
Neo Community	76,040	-
Passion for Learning	138,357	-
Positive Futures	75,825	-
Tomorrows Women Wirral	74,134	-
Whitechapel Centre	-	50,000
445 (2021), 108 (2020) Covid-19 Grants under £50,000	3,595,119	1,140,706
<u>Subtotal</u>	<u>4,283,773</u>	<u>1,370,466</u>

DCMS FUND GRANTS >£50k

ADHD Foundation	196,810	-
Age Concern Cheshire	180,000	-
All Together Now	110,000	-
Alt Valley Community Trust	59,796	-
Barnstondale Centre	147,697	-
Beechley Stables	90,000	-
Bradbury Fields	76,000	-
Breckfield and North Everton Neighbourhood Council	94,506	-
Cheshire Autism Practical Support	103,450	-
Cheshire Without Abuse	115,000	-
Cheshire Young Carers	58,435	-
Chester and District Federation of the Blind	116,974	-
CLIC Sargent	60,000	-
Community By Nature	69,646	-
Compass Counselling	60,000	-
Croxteth and Gilmooss Community Federations	168,894	-
Cycling Project	147,842	-
Everton in the Community	1,500,000	-
Fun 4 Kidz	100,000	-
Garston Adventure	50,000	-
Healthbox CIC	293,476	-

THE STEVE MORGAN FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Year ended 31 March 2021

	Grants to institutions 2021 £	Grants to institutions 2020 £
Homebaked Bakery	80,000	-
Homestart Knowsley	148,698	-
Homestart Wirral	104,136	-
Imagine IF Trust	120,000	-
Involve Northwest	249,530	-
JDRF	3,000,000	-
Journeymen	114,136	-
Jump Childrens Charity	55,954	-
Kensington Fields Community Association	134,000	-
Listening Ear	316,332	-
Liverpool FC Foundation	1,472,440	-
Liverpool Lighthouse	68,600	-
Liverpool Six Community Association	50,000	-
Love Jasmine	62,000	-
Maggies Cancer Caring Centres	3,000,000	-
Marybone Youth and Community Association	80,000	-
Merseyside Domestic Violence Service	52,454	-
Neo Community	83,000	-
Netherley Youth and Community Initiative	79,858	-
NeuroMuscular Centre	89,814	-
Passion for Learning	329,724	-
Priority Youth Project	120,000	-
Public Services Lab	104,000	-
Rainbow Hub	85,257	-
Right to Succeed	266,228	-
Rotunda Inclusive Hub	60,000	-
Rotunda Ltd	92,000	-
Shaftesbury Youth Club	100,000	-
St Andrews Community	103,283	-
Stick N Step	82,698	-
Target Football	248,000	-
Teardrops Supporting the Homeless	59,960	-
The Big Help Project	60,000	-
The Florrie	60,000	-
The Hope Centre	51,480	-
The Inclusion Network	83,496	-
The Joshua Tree	80,000	-
The Open Door Charity	116,115	-
The Paul Lavelle Foundation	69,408	-
The Port Grocery	225,000	-
The Phoenix Foundation	77,558	-
The Reader	924,600	-
The Way Youth Zone	200,000	-
Tim Parry Jonathan Ball Peace Foundation	146,950	-
Too Good to Waste	120,394	-
Torrington Drive Community Centre	50,000	-
Tranmere Rovers in the Community	145,762	-
Transforming Choice	129,079	-
Triple C	84,140	-
Vauxhall Community	120,000	-
Venus Working Creatively with Young Women	135,000	-
Wirral Youth Zone (The Hive)	200,000	-
Wirral Mencap	69,463	-

THE STEVE MORGAN FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Year ended 31 March 2021

	Grants to institutions 2021 £	Grants to institutions 2020 £
Women's Enterprising Breakthrough	79,890	-
Women's Technology Training	371,180	-
Zoe's Place Trust	50,876	-
52 (2021) DCMS Grants under £50K	1,194,044	-
<u>Subtotal</u>	* 19,655,063	-
<u>SMILEY BUSES > £50K</u>		
Smiley Buses	** (87,730)	-
0 (2021), 9 (2020) Smiley Bus transactions under £50K	-	232,931
<u>Subtotal</u>	(87,730)	232,931
<u>DISCRETIONARY GRANT > £50k - Paid</u>		
JDRF	-	50,000
18 (2021), 33 (2020) Discretionary Grants under £50K	74,242	158,821
<u>Subtotal</u>	74,242	208,821
<u>Total</u>	25,676,202	9,595,216

All grant awards were made in the pursuit of the Charity's objectives as set out in the Trustees' report on page 2.

*Includes restricted grants of £9,814,279

**Grants reallocated to form part of the covid support programme.

8. ANALYSIS OF SUPPORT COSTS

	Unrestricted Funds £	Restricted Funds £	2021 £	2020 £
Payroll	-	136,723	136,723	154,992
Office expenses	5,440	48,998	54,438	102,080
Bank charges	1,780	-	1,780	833
Governance	9,599	-	9,599	19,231
Total	16,819	185,721	202,540	277,136

Support costs are allocated in full to grant funding activities on the basis that this is the key activity undertaken by the charity, with support costs being directly linked to these activities.

THE STEVE MORGAN FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Year ended 31 March 2021

9. NET INCOME FOR THE YEAR

	2021 £	2020 £
Net income is stated after charging:		
Auditor's remuneration:		
- Fees payable to the charity's auditor for the audit of the charity's annual financial statements	<u>9,599</u>	<u>19,231</u>

Fees charged by the charity's auditor for the audit of the charity's annual financial statements is £10,000(2020: £9,600).

10. ANALYSIS OF STAFF COSTS, TRUSTEE REMUNERATION AND EXPENSES, AND THE COST OF KEY MANAGEMENT PERSONNEL

	2021 No.	2020 No.
The average monthly number of employees was:		
Support	<u>3</u>	<u>5</u>

	2021 £	2020 £
Their aggregate remuneration comprised:		
Wages and salaries	81,807	89,527
Social security costs	37,872	44,070
Pension costs	<u>17,044</u>	<u>21,395</u>
	<u>136,723</u>	<u>154,992</u>

The number of Charity employees whose emoluments, excluding pension contributions but including benefits in kind, were in excess of £60,000 was £nil (2019/20: £nil).

Trustees' Remuneration

Trustees received no remuneration and were not reimbursed for any of their expenses during the year (2019/20: £nil). There are no other key management personnel for The Steve Morgan Foundation.

11. TAXATION

The Charity is a registered charity and does not trade. It is not liable to tax on any surplus arising.

THE STEVE MORGAN FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Year ended 31 March 2021

12. FIXED ASSET INVESTMENTS

	Registered funds and listed investments £	Social investments £	Total £
Market value/Net book value brought forward at 1 April 2020	137,215,688	254,780	137,470,468
Additions	32,000,000	-	32,000,000
Disposal proceeds	(2,252,675)	-	(2,252,675)
Net investment Gain	66,201,534	-	66,201,534
Movements in cash	1,593,531	-	1,593,531
Market value/Net book value carried forward at 31 March 2021	<u>234,758,078</u>	<u>254,780</u>	<u>235,012,858</u>
Historical cost at 31 March 2021	<u>196,082,471</u>	<u>254,780</u>	<u>196,337,251</u>

	2021 £	2020 £
Market value analysed between:		
Investments	232,016,913	136,068,054
Cash held by investment managers	<u>2,741,165</u>	<u>1,147,634</u>
	<u>234,758,078</u>	<u>137,215,688</u>

13. DEBTORS

	2021 £	2020 £
Amounts falling due within one year:		
Prepayments and accrued income	<u>2,048</u>	<u>11,407</u>

14. CREDITORS

	2021 £	2020 £
Amounts falling due within one year:		
Accruals for grants payable	11,350,544	8,707,901
Accruals and deferred income	<u>9,300</u>	<u>17,100</u>
	<u>11,359,844</u>	<u>8,725,001</u>
Amounts falling due after more than one year:		
Accruals for grants payable	<u>10,054,880</u>	<u>7,991,883</u>

THE STEVE MORGAN FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Year ended 31 March 2021

15. EMPLOYEE RETIREMENT BENEFITS

Defined contribution scheme

The Charity operates a defined contribution retirement benefit scheme for all qualifying employees. The Charity's contribution to the scheme in the year was £17,044 (2019/20: £21,395).

16. RELATED PARTY TRANSACTIONS

The Trustees are required to disclose all relevant interests and, in accordance with the charity's policy, withdraw from decisions where a conflict of interest arises. Some services have been provided by Bridgemere UK PLC, a company of which four of the trustees are directors. No adjustment has been made to reflect this as it is not possible to quantify the value of such services.

17. CASHFLOW STATEMENT

	2021 £	2020 £
Reconciliation of net income/(expenditure) to cash generated from/(used in) operations:		
Net /income/(expense) for the year	53,349,039	(21,269,449)
Adjustments for:		
Interest receivable	(3,851,572)	(9,402,287)
(Gain)/Loss on investments	(66,201,534)	22,861,438
Operating cash flow before movement in working capital	(16,704,067)	(7,810,298)
Decrease/(Increase) in debtors	9,359	(11,407)
Increase in creditors	4,697,841	4,467,569
Cash generated from/(used in) operating activities	(11,996,867)	(3,354,136)

