SOMERSET COMMUNITY FOUNDATION

England & Wales · Charity number 1094446

Details

Status	Registered
Legal form	Charitable company
Company number	04530979
Registered	2002-10-31
Register	View on the Charity Commission register

Contact

Address	Yeoman House The Bath & West Showground Shepton Mallet BA4 6QN
Phone	01749344949
Email	info@somersetcf.org.uk
Website	www.somersetcf.org.uk

Activities

Objects: 1. THE PROMOTION OF ANY CHARITABLE PURPOSES FOR THE BENEFIT OF THE COMMUNITY IN THE AREA SERVED BY SOMERSET COUNTY COUNCIL ON THE DATE OF INCORPORATION OF THE COMPANY AND IN PARTICULAR THE RELIEF OF POVERTY AND THE ADVANCEMENT OF EDUCATION.2. OTHER EXCLUSIVELY CHARITABLE PURPOSES IN THE UNITED KINGDOM AND ELSEWHERE WHICH ARE IN THE OPINION OF THE DIRECTORS BENEFICIAL TO THE COMMUNITY WITH A PREFERENCE FOR THOSE IN THE AREA OF BENEFIT.

Activities: Somerset Community Foundation is a charity that helps passionate people in Somerset change the world on their doorstep by funding local charities and inspiring local giving and philanthropy.

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Classification

- **How:** Makes Grants To Individuals, Makes Grants To Organisations, Acts As An Umbrella Or Resource Body
- **What:** Education/training, Disability, The Prevention Or Relief Of Poverty, Arts/culture/heritage/science, Amateur Sport, Environment/conservation/heritage, Economic/community Development/employment
- **Who:** Children/young People, Elderly/old People, People With Disabilities, People Of A Particular Ethnic Or Racial Origin, Other Charities Or Voluntary Bodies

Geography

- **Area of benefit:** UNITED KINGDOM AND ELSEWHERE WITH A PREFERENCE FOR THOSE IN THE AREA SERVED BY SOMERSET COUNTY COUNCIL ON THE DATE OF INCORPORATION
- Somerset

Finances

Period end	Income	Expenditure	Assets	Employees
2025-03-31	£7,500,235	£5,131,943	£16,964,909	18
2024-03-31	£4,808,132	£4,863,984	£14,696,097	15
2023-03-31	£5,781,122	£5,772,993	£14,154,168	14
2022-03-31	£5,664,222	£2,656,835	£14,242,372	14
2021-03-31	£4,197,504	£4,340,067	£10,786,162	12

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Trustees

Name	Role	Appointed
Amanda Ellingworth		2024-01-25
David Michael John Taylor		2018-02-22
Giles Wood		2021-09-27
Helen Gulvin		2021-09-27
James Shakespeare		2025-07-14
Louisa Raybould		2023-10-06
Lucilla Nelson		2017-01-04
Michelle Clare Ferris		2019-02-01
Stephen Francis Duckett Clark		2025-08-04
The Honourable Michael Samuel MBE		2022-10-06

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SOMERSET COMMUNITY FOUNDATION

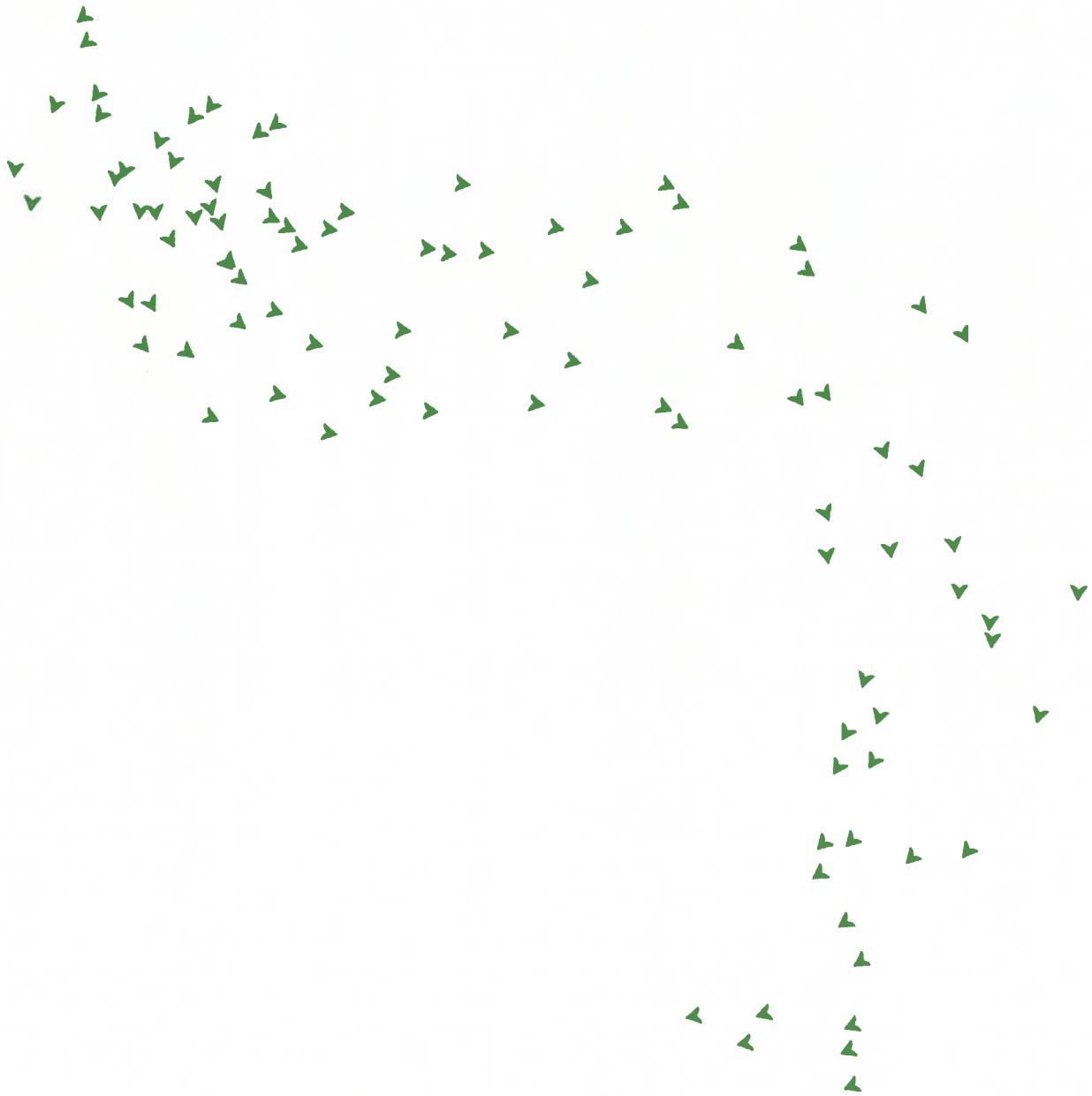
England & Wales - Charity number 1094446

Accounts

Somerset Community Foundation

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2025



Registered company number 04530979 | Registered charity number 1094446

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CHAIR'S STATEMENT

It gives me great pleasure to present the Somerset Community Foundation Trustees' Annual Report and Financial Statements for the year ended March 31, 2025.

Four years ago we set ourselves a set of ambitious goals in our "Stronger Communities" strategy. Despite the disruptions of the Covid-19 pandemic and the Cost-of-Living crisis, I am pleased to report that we have become a more significant, more impactful, and more focussed charity.

The extraordinary increase in income that occurred through the pandemic, and the corresponding growth in our funding, has been sustained during these latter years. For the fourth year in a row, our funding to local charities, community organisations and social enterprises has exceeded £4million.

The pandemic also gave us an opportunity to design and deliver our own responses and, again, in these latter years we have built on this to work more proactively with our donors and funding partners in the development of other programmes. We have, for example, increased the number of multi-year grants and we have been able to make much more of our funding more flexible, trusting the groups that we support to decide how to use our support in changing circumstances.

Behind this we have been steadily growing our endowment – our 'Forever Fund' – that we hold as a long-term asset for our communities. It is these funds that form the bedrock of our work, enabling us to respond as needs and opportunities arise, but also to stay the course to achieve the change our communities want and need.

At the core of our work is our support to very local groups created and run 'by and for' communities, in all their forms. They are run by people who know best what our communities – in all their forms – value and need, because they are 'of' those communities.

Our county faces the same challenges as any other part of the UK. From the most deprived neighbourhoods in our larger towns to our most remote hamlets and villages, we share the same complex and deep-rooted issues affecting the lives of people of all ages and backgrounds.

We firmly believe that the path towards a better life has to include – and indeed start with – creating stronger and more resilient communities. We see and understand the pressure that local groups that we fund are under. Many are experiencing rising demands on their services, falling incomes, and increased costs. Their commitment is never in doubt, but their resilience cannot be taken for granted.

In short, our work has never been more important. Building on the themes that underpinned our re-brand last year, and over 20 years of delivering funding to local communities across Somerset our Board signed off our new strategy at the end of the year.

Through the strategy we commit to deliver more targeted and effective funding during the next decade, to use our insights and expertise to champion community action and the role of local philanthropy, and ensure we – the current custodians of the Foundation – build an organisation that will better serve future generations.

I would like to thank my fellow trustees and our staff for everything they do to make the Foundation such an important charity for Somerset. But above all I wish to thank our donors, partners and all the groups we support for everything they do to make Somerset a place where more people can thrive.

Working together we are making a real and lasting difference.

The Hon. Michael Samuel MBE
Chair

OUR TRUSTEES' REPORT

Welcome to our report and financial statements for the year ended 31 March 2025.

Our report incorporates the requirement under Company Law of a Directors' Report. The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with our Articles of Association, the Companies Act 2006 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts – Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

Introduction

The 2024/25 year saw the conclusion of our Thriving Somerset Communities strategy that has guided our work for the past 4 years.

During this time we had to respond to the Coronavirus pandemic and the cost-of-living crisis. At the same time, we saw many of the groups we support face rising demand, increased costs and falling incomes.

We've remained nimble and flexible, adapting to these changing circumstances by remaining focused on our core purpose and making the most of opportunities. While many of the pressures on us were immediate and short term, we've not lost sight of our long-term goals.

Indeed, our efforts to support and sustain the work of community-led groups during this period has been as much about ensuring our communities can thrive in the future as meeting the immediate demands they were facing.

We set ourselves the goals to grow our 'regular' funding to £2 million and increase our endowment by £3 million. We've achieved the first goal and exceeded the second.

Overall, we've awarded £4,466,049 of funding through 483 grants and social investments to local organisations. The long-term funds we hold in our endowment also grew by 17% to £10,673,644.

We continue to operate a sustainable business model, covering the majority of our day-to-day operating costs through contributions from the funds we manage. At the same time, we've made (and continue to make) significant investments in our growth and development to make sure we remain fit for the future.

As a result of the pandemic we moved to a permanent hybrid model of working, which has underpinned our productivity. Despite the challenges of the past few years, our team are more supported, happier and more engaged than ever before.

We still have much to do on making the most of our insights to maximise our influence and attract staff and Trustees from more diverse backgrounds. These are priorities for our next strategy which you'll find at the end of our report.

1. DELIVERING MORE TARGETED AND EFFECTIVE FUNDING FOR OUR COMMUNITIES

Key facts and figures		
	2024/25	2023/24
Funding Awarded (incl. social investments)	4,602,799	4,266,022
No. of grants and social investments to organisations	483	504
% Applications that were successful	63%	68%

The year saw us award grants and social investments worth £4,602,799 (2024: £4,266,022) to 338 organisations (2024: 373) and 346 individuals (2024: 391).

While our grants to organisations range from £100 to £436,000 the typical (median) award was £3,380. The typical organisation we funded last year:

- supported 150 people
- supported by 15 volunteers
- had an annual income of around £40,000.

The funding we award is made available from 80 Funds created by individuals, local companies, charitable trusts and public sector partners.

In some cases we work with our funding partners to build bespoke panels to award grants. Other grants were awarded (especially Main Grants) by our own panel of Trustees and volunteers from the community.

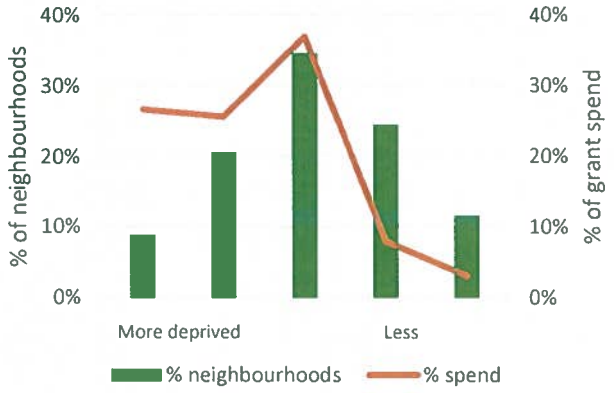
We awarded £1,063,154 from the Hinkley Point C Community Fund, taking the total awarded since 2017 to almost £11 million.

During the year we commissioned researchers to work with local communities to help define the legacy they want to see from this Fund. We'll be using the results in 2025/26 to shape the remaining years of this programme.

With the successful conclusion of the Somerset Social Enterprise Fund in 2024, we paused our social investments and designed a new, more focused programme called the Somerset Social Investment Programme using money repaid from earlier loans. Our first social investment was awarded from this fund during the year, with another provisional award also agreed.

More strategic funding

As usual, our grants support a diverse range of organisations and projects addressing different needs and causes throughout Somerset. For the first time we've mapped our grants against the Index of Multiple Deprivation – a measure used to assess relative levels of deprivation across areas in England.



We know 27% of our funding (by value) has been directed to projects in, or supporting people living in, 9% of neighbourhoods classed as among the most deprived nationally.

Responding to feedback

Every year we carry out a survey of organisations that have applied to us for funding to understand how we could better support them.

Overall, 88% of the 58 respondents (2024: 92) said they were satisfied or very satisfied (2024: 89%) with the service they received from us.

Twelve per cent said they were dissatisfied or very dissatisfied (2024: 10%). However, most of this second group also gave positive feedback to us in the survey.

We also discovered:

- 95% said they found our application form easy to complete.
- 86% said they received helpful feedback during the process.
- 97% said they felt the application process was fair.
- 81% said that our reporting requirements are relevant to their work.

In response to feedback from applicants, towards the end of the year we decided to delegate decisions on some funds to the Executive team to speed up decision-making and deployment, and reduce administration.

This will free up time for us to engage a broader range of people from the sector with relevant lived experiences to contribute to our work in a more strategic way in 2025/26.

2. USING OUR KNOWLEDGE AND INSIGHT

An important part of our strategy is to use the knowledge and insights we're privileged to have through our funding programmes to raise the profile of the unique value of local charities, voluntary organisations and social enterprises.

We also increase awareness of the challenges they see in their communities and the opportunities they create to make a difference.

During the past 4 years, the pressures of the pandemic and cost-of-living crisis have reduced our opportunities to do this.

However, during 2023/24 we reconvened the Somerset Funders Forum, bringing together representatives of local, regional and national funders to consider priorities in Somerset and explore ways we might all work together more effectively.

One outcome has been a collaboration with Clarks Foundation to help community buildings to become more energy efficient as a way of reducing costs and carbon emissions. These grants will be awarded in 2025/26.

Our CEO has also continued to work with Devon Community Foundation and other partners on Rural Philanthropy. A national steering group with representatives from community foundations and other organisations has been formed to develop a programme of research and influencing.

3. SIGNIFICANTLY GROWING OUR FUNDING FOR COMMUNITIES

Key facts and figures		
	2024/25	2023/24
Income received	£7,500,235	£4,808,132
...of which is endowment	£1,945,133	£910,924
Number of Funds supporting funding programmes	80	131
Number of new Funds created	8	7

The year saw us continue to increase our focus on our regular philanthropy development, most notably through establishing 8 new Funds and the continued support of existing fund holders.

Our long-term goal is to build a significant endowment to provide medium to long-term support for our communities. One of the roles of our endowment is to provide a home for other trusts that support Somerset. During the year we completed the transfer of the £2 million Gooch Charitable Trust which supports the Ilminster community. We also started discussions with Trustees of 4 other local charitable trusts interested in transferring their assets to us.

We received funding from CCLA which was matched with contributions from Somerset Council and private donors to create a 3-year programme of funding for care leavers worth over £400,000. The aims of the fund are being shaped by care leavers themselves, and the first grants were awarded during the year.

Supporting local communities

Despite the change in the Government policy on Winter Fuel Payments, we were encouraged by donors to continue our annual Surviving Winter appeal. We're pleased to say over £73,000 was donated by individual people.

We were also awarded £1.4 million of the Household Support Fund to help Somerset communities more generally through the winter. This funding supported our Surviving Winter grants, as well as a number of community venues and a collaboration with Citizen Advice Somerset to support households living in poverty.

Referrals from local solicitors and financial planners continue to be important. We've secured several legacy pledges as well as life-time gifts as a result. We engaged with 8 professional advisor firms during the year.

Driving our work on philanthropy is the way we engage our fundholders in the impact of the Funds they set up with us. In our most recent fundholder survey, 80% of our respondents gave us a score of 8 out of 10 or higher for their level of satisfaction with our service to them.

At a regional level we continue to work closely with neighbouring community foundations on several Funds and donor relationships. These include the Old Mill Fund, the Somerset High Sheriff Fund and the Preventing Victims Fund (funded by the Avon and Somerset Office of the Police and Crime Commissioner). We help ensure there's a consistent approach to delivering funding programmes across county boundaries.

4. BUILDING AN ORGANISATION THAT IS FIT FOR THE FUTURE

Key facts and figures		
	2024/25	2023/24
% of core costs covered by Fund contributions	79%	77%
SCF Board Gender Balance (female/male)	52/48	50/50
Highest: Median Salary ratio	2.24 : 1	2.21 : 1

Our new website was launched in early 2024/25 to bring our new brand to life, providing clearer messaging for donors and guidance to grant applicants.

Alongside this we had expected to transfer to a new Customer Relationship Management (CRM) system that would improve our services to donors and funding applicants. This project, delivered by UK Community Foundations to some of our fellow members, has been significantly delayed. We now expect the transfer to take place during Q3 in 2025/26.

Although presenting some challenges to our team, in the long run this collective approach will provide us with a system in a far more cost-effective way. In the meantime, we are also working with other funders to understand the AI tools that are emerging to support our work.

Improving DEI performance

We continue to work on improving our performance on Diversity, Equity and Inclusion (DEI). Responsibility for this now rests with the CEO who will work with the Board and staff teams to ensure that DEI is taken into consideration in everything we do.

We published our third DEI report on our website which includes a progress report and a breakdown of diversity in our organisation at the end of the year.

GOVERNANCE

SCF is a registered private company, limited by guarantee (no.0453979) and a registered charity (no.1094446) governed by its Memorandum and Articles of Association. The Directors of SCF are also its Trustees for the purposes of charity law and are referred to as 'Trustees' throughout this report.

The Foundation's charitable objects, as defined in our Memorandum and Articles of Association are to:

- promote charitable purposes for the benefit of the community in the area served by Somerset Council, and in particular the relief of poverty and advancement of education
- promote other charitable purposes in the United Kingdom and elsewhere.

The Trustees confirm that they have referred to guidance produced by the Charity Commission on public benefit when reviewing the Foundation's objectives and in planning future activities and are satisfied that the requirements are met.

Board of Trustees

During the year, 6 sub-committees were in operation:

- Co-Investment*
- Finance and Governance
- Grants
- HPC Community Fund Awards Panel
- Social Investment
- Trustee Search Committee

**The Foundation has 2 Trustees represented on the Co-Investment Committee which also includes representatives from 3 other community foundations overseeing the implementation of our joint investment policy.*

These committees are responsible for the detailed oversight of strategy and activities within their areas of responsibility, with their own terms of reference and delegated powers. These include powers to appoint additional non-Trustees as members of these committees.

We're a quality-accredited member of UK Community Foundations, the membership organisation that supports and promotes the 47 community foundations operating across the UK.

With endowment funds of over £800 million and annual grant making of over £180 million, the network is one of the UK's most significant funders.

Management and staff remuneration

The day-to-day management of the Foundation is delegated to our Chief Executive, who is also responsible for the implementation of the strategy.

At the end of the year, we employed 17 members of staff (14.98 full-time equivalents) who undertake the core functions of the Foundation: grant-making, development, finance, administration, marketing and communications.

Remuneration of the staff, including key management personnel, is reviewed by the Finance and Governance Committee as part of the annual budgeting process and any other time as required, taking account of cost of living, performance and benchmarking against similar roles externally.

Managing risk

We maintain a comprehensive risk register covering the breadth of the Foundation's work. This is reviewed in detail at every Finance and Governance Committee meeting and is also considered at every Board meeting. It lists the most significant risks, scored on a mix of probability and impact, with updates on mitigation measures.

During the year, the major risks facing the Foundation related to our dependence on a small number of key senior personnel, the potential impact of public sector funding cuts to us directly and the broader impact on Somerset's voluntary sector.

Our Operations Director left to take up a CEO position with another Community Foundation. We successfully recruited a replacement for her in a timely way. In the short term we've been directly impacted by public sector finances, but we continue to build our philanthropic income to reduce our reliance on these funds.

The impacts of the cuts on the sector we fund is growing and we're seeing an increase in demand for our Funds. We're keen to avoid excessive demand on them and we'll continue to provide clear guidance to applicants to help them understand their likelihood of success. Our new strategy will help focus our work where we believe we can have most impact.

FINANCIAL REVIEW

We had a strong financial year, with a record income of £7,500,235 (2024: £4,808,132), including £1.95 million added to our endowment.

Our expenditure was £5,131,943 (2024: £4,863,984) with 96% (2024:96%) of this on charitable activities and governance, including £4,357,885 awarded as grants (2024: £4,076,362).

Expenditure on raising funds was £223,300 (2024: £182,495). Over the past 3 years, on average we have secured £30 of income for every £1 spent on raising funds.

Unrestricted Funds and Free Reserves

At the end of the year our unrestricted funds were £793,263 (2024: £732,151).

The Foundation's Reserves Policy (reviewed in September 2021) is to hold sufficient unrestricted reserves to meet short-term cash flow needs and manage medium-term fluctuations in income.

At the end of the year, free reserves stand at £728,331 (2024: £660,439). This includes designated funds worth £411,900 (2024: £431,345) set aside for investment in our IT systems ,philanthropy development, as well as other purposes linked to our growth and development.

Having considered the medium-term nature of much of the Foundation's funding, the Trustees are satisfied this represents a sustainable position.

Our approach to managing our reserves will be reviewed during 2025/26 to align with our new strategy.

Restricted Funds

Most of our income and expenditure comes from restricted funds supporting our funding programmes and other charitable work.

Restricted income for the year was £4,858,903 (2024: £3,500,291) and expenditure was £4,354,783 (2024: £4,222,987). The excess restricted funds will be used to support grant-making in future years.

At the end of the year £5,498,002 (2024: £4,881,400) was carried forward, including £1,534,306 in the Discovery Community Fund, £980,002 in the HPC Community Fund, and £648,385 in our social investment funds. The fall in funds carried forward reflects how we are deploying funds that were donated in earlier years.

Our SORP requires that we recognise grants provided to organisations where they have been committed to in advance of making the payments (or in most cases recognising the income that the grant payments will be made from).

As a result, our balance sheet includes grants committed to but not yet paid of £2,357,640 (2024: £2,764,725). £1,907,716 of this is due within 1 year and £449,924 in more than 1 year.

Endowment and Investment Policy

Our endowment is invested across 3 investment managers and is held as part of a larger portfolio made up of the endowment funds of 3 other Community Foundations.

During the year, our endowment fund attracted new donations worth £1,945,133 (2024: £910,924). Movements in the markets led to a loss of £104,777 on the value of our investments (2024: gain of £572,737). Following capital withdrawals as part of our total return policy (see

below) at the end of the year our endowment fund was valued at £10,673,644 (2024: £9,082,546).

The aim of our investment policy is to generate a total return on the investments to at least maintain the capital value of the Fund in the long term while generating a surplus for grant-making and supporting the costs of the Foundation. Each year we withdraw a 4% total return for these purposes.

A benchmark of CPI+4% is used as a key performance indicator. The 3-year annualised return was 3.5% (2024: 6.1%) compared to the benchmark of 9.7%, reflecting the impact of high inflation during this period. Over the same period the performance of our investments exceeded the ARC Charity Index, a sector-specific comparator.

FUTURE PLANS

We started to develop a new strategy for the Foundation in December 2023. This work concluded in June 2025 with our Board signing off Strong Roots, Shared Futures – our 10-year strategy to build community-led change. The strategy sets out how we'll become a more impactful organisation and how we'll grow the Foundation to better serve future generations.

It's underpinned by rolling 3-year delivery plans and strategic milestones set for 2028, 2031 and 2035.

Our Strategic Goals for the 10-year period are to:

- Build a more equitable society by funding what matters most to different communities, underpinned by research and insights.
- Build a larger and more diverse community of donors supporting Somerset today and for generations to come.
- Harness our knowledge, insights and networks to influence and help others promote a more equitable society in Somerset.
- Achieve excellence in our governance and operations – ensuring our work is shaped by, and responsive to, the communities we serve.

In the next year our priorities include:

- Building our links with a wider range of professional advisors.
- Building a dedicated legacy campaign.
- Growing our Collective Giving Funds, with a focus on the Somerset Youth Fund.
- Completing our pilot participatory grants programme in Yeovil.
- Implementing our new impact framework to better explain the difference our funding is making.
- Creating a long-term fund for an advocacy service.
- Focusing the Hinkley Point C Community Fund on legacy-building.

- Consolidating our small grants programmes into 1 new fund.

- Completing the transfer to a new CRM database and exploring the potential of AI.
- Establishing an advisory group of people with lived experience relevant to our funding.

You can find a full list of our goals on our website.

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Michael Samuel MBE (Chair)	
	Chris Bishop (retired 31/03/25)	F&G, SI, HPC
	Amanda Ellingworth	TSC
	Francis Clark (appointed 04/08/25)	CI, F&G
	Michelle Ferris	F&G, TSC
	Helen Gulvin	G, HPC
	Kokila Lane (retired 12/08/25)	G
	Angela Kerr	G
	John Lyon CB	F&G, HPC, TSC
	Bruce McIntosh	CI, F&G
	Lucy Nelson DL	
	Louisa Raybould	HPC, G, SI
	James Shakespeare (appointed 14/07/24)	F&G
	David Taylor	G
	Tim Walker (retired 12/07/24)	TSC
	Giles Wood	CI, SI

CI: Co-Investment Committee; F&G: Finance & Governance Committee; G: Grants Committee; HPC: Hinkley Point C Community Fund Awards Panel; SI: Social Investment Committee; TSC: Trustee Search Committee

Chief Executive & Company Secretary	Justin Sargent OBE DL
Philanthropy Director	Laura Blake
Operations Director	Kelly Hall
Programmes Director	Andrew Ridgewell
Registered charity number	1094446
Registered company number	04530979
Registered Office	Yeoman House, Bath and West Showground, Shepton Mallet, BA4 6QN
Auditors	AC Mole LLP, Stafford House, Blackbrook Park Ave, Taunton, TA1 2PX
Bankers	CAF Bank, 25 Kings Hill Ave, Kings Hill, West Malling, ME19 4JQ
Investment Managers	CCLA, Senator House, 85 Queen Victoria Street, London, EC4V 4ET
	Evelyn Partners, Portwall Place, Portwall Lane, Bristol, BS1 6NA
	Sarasin & Partners, Juxon House, 100 St Paul's Churchyard, London EC4M 8BU
Solicitors	Clarke Willmott, Blackbrook Gate, Blackbrook Park Ave, Taunton, TA1 2PG

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees, who are also directors of Somerset Community Foundation (Limited by Guarantee) for the purposes of company law, are responsible for preparing the Trustees' Report (incorporating the directors' report) and the financial statements in accordance with 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).

Company law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Foundation and of the income and expenditure of the Foundation 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 Charity's SORP.
- Make judgements and accounting estimates that are reasonable and prudent.
- State whether applicable United Kingdom Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements.
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Foundation will continue in business.

The Trustees are also responsible for maintaining proper accounting records that disclose with reasonable accuracy at any time the financial position of the Foundation and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Foundation and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the Trustees are aware:

- There is no relevant audit information of which the Foundation's auditor is unaware.
- The Trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

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

Approved by the Trustees on 10 October 2025 and signed on their behalf by

Michael Samuel MBE (Chair of Trustees)

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

Opinion

We have audited the financial statements of Somerset Community Foundation (the 'Charitable company) for the year ended 31 March 2025 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cashflows 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, including Financial Reporting Standard 102: The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as of 31 March 2025 and of its income and expenditure for the period then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- 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 Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the 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 entity'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 auditor's report 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 there is a material misstatement in the financial statements or a material misstatement of the other information. 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

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

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

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

- adequate and proper accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of the trustees

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

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

Our responsibilities for the audit of the financial statements

The trustees have elected for the financial statements to be audited in accordance with the Charities Act 2011 rather than the Companies Act 2006. Accordingly, we have been appointed under section 144 of the Charities Act 2011, and report in accordance with the Acts 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.

Identifying and assessing potential risks of material misstatement due to irregularities

We considered the following when identifying and assessing risks of material misstatement due to irregularities, including fraud and non-compliance with laws and regulations:

- the legal and regulatory framework in which the charitable company operates
- the sector in which the charitable company operates
- the control environment and controls established to mitigate such risks
- the results of our enquiries of management about their identification and assessment of risks of irregularities
- discussions with the audit engagement team about where fraud might occur
- the incentives for fraud.

Laws and regulations which are considered to be significant to the charitable company include those relating to the requirements of financial reporting framework FRS102, the Companies Act 2006, the Charities Act 2011, UK tax legislation, employment law and health and safety. In addition, we consider other laws and regulation which may not directly impact the financial statements but may impact on the operation of the charitable company.

As a result of these procedures we concluded, in accordance with International Auditing Standards, that a risk in relation to the potential for management override of controls existed.

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

Audit responses to risks identified

We undertook audit procedures to respond to the risks identified and designed our audit testing to respond to these risks. The additional procedures we undertook included the following:

- gaining an understanding of the charitable company's procedures for ensuring compliance with laws and regulations
- testing the appropriateness of journal entries and other adjustments
- considering whether accounting estimates were indicative of potential bias
- considering whether any transactions arose outside the normal course of business
- making enquiries of management
- corroborating our enquiries through review of Board Minutes and correspondence.

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

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

A C Mole LLP is eligible for appointment as auditor of the charitable company by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

Use of this report

This report is made solely to the charitable company'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 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.

ACMole LLP

AC Mole LLP (Statutory Auditor)
Chartered Accountants and Registered Auditors
Stafford House
Blackbrook Park Avenue
Taunton
Somerset TA1 2PX

17 October 2025

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2025 – CURRENT YEAR

	Note	Unrestricted Funds	Restricted Funds	Endowment Funds	Total 2025	Total 2024
		£	£	£	£	£
Income from:						
Donations and Legacies	3	578,944	4,434,702	1,945,133	6,958,779	4,322,844
Investments	4	117,255	424,201	-	541,456	485,288
Total		696,199	4,858,903	1,945,133	7,500,235	4,808,132
Expenditure on:						
Raising Funds	5	205,761	13,286	4,253	223,300	182,495
Charitable Activities	6	567,146	4,341,497	-	4,908,643	4,681,489
Total		772,907	4,354,783	4,253	5,131,943	4,863,984
Net (Expenditure)/Income Before Gains and Losses on Investment	7	(76,708)	504,120	1,940,880	2,368,292	(55,852)
Net Gains/(Losses) on Investment	11	4,795	502	(104,777)	(99,480)	597,781
Net Income		(71,913)	504,622	1,836,103	2,268,812	541,929
Transfers Between Funds	20	133,025	111,980	(245,005)	-	-
Net Movement in Funds		61,112	616,602	1,591,098	2,268,812	541,929
Reconciliation of Funds						
Total Funds Brought Forward	17	732,151	4,881,400	9,082,546	14,696,097	14,154,168
Total Funds Carried Forward	17	793,263	5,498,002	10,673,644	16,964,909	14,696,097

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2024 – PREVIOUS YEAR

	Note	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total 2024 £
Income from:					
Donations and Legacies	3	265,740	3,146,180	910,924	4,322,844
Investments	4	131,177	354,111	-	485,288
Total		396,917	3,500,291	910,924	4,808,132
Expenditure on:					
Raising Funds	5	155,475	18,095	8,925	182,495
Charitable Activities	6	476,597	4,204,892	-	4,681,489
Total		632,072	4,222,987	8,925	4,863,984
Net (Expenditure)/Income Before Gains and Losses on Investment	7	(235,155)	(722,696)	901,999	(55,852)
Net Gains on Investment	11	24,855	189	572,737	597,781
Net Income		(210,300)	(722,507)	1,474,736	541,929
Transfers Between Funds	20	158,439	(17,905)	(140,534)	-
Net Movement in Funds		(51,861)	(740,412)	1,334,202	541,929
Reconciliation of Funds					
Total Funds Brought Forward	17	784,012	5,621,812	7,748,344	14,154,168
Total Funds Carried Forward	17	732,151	4,881,400	9,082,546	14,696,097

SUMMARY INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 MARCH 2025

	2025 £	2024 £
Income	5,013,646	3,411,920
Interest and Investment Income	541,456	485,288
Gross Income in the Reporting Period	5,555,102	3,897,208
Total Expenditure in the Reporting Period	(5,127,690)	(4,855,059)
Net Income Before Gains and Losses	427,412	(957,851)
Gains/(Losses) on Investments	5,297	25,044
Transfers	245,005	140,534
Net Income for the Financial Year	677,714	(792,273)

The summary income and expenditure account are derived from the statement of financial activities on page 15 (excluding endowment fund incoming resources and resources expended) which, together with the notes to the financial statements, provides full information on the movements during the year on all the Funds. Excluded from the total net incoming resources in the statement of financial activities to arrive at the above figure is £1,945,133 (2024: £910,924) of endowment income, £4,253 (2024: £8,925) of endowment expenses and loss of £104,777, (2024: gain of £572,737) on investments.

All income and expenditure derive from continuing operations.

The notes form an integral part of these financial statements.

BALANCE SHEET AS AT 31 MARCH 2025

	Notes	2025 £	2024 £
Fixed Assets			
Investments	11	11,030,429	9,416,189
Tangible Fixed Assets	13	64,932	71,712
Total Fixed Assets		11,095,361	9,487,901
Non-Current Assets	12	273,207	389,126
Current Assets			
Investments	12	137,361	105,342
Debtors	14	221,928	357,283
Bank		7,635,659	7,163,287
Total Current Assets		7,994,948	7,625,912
Creditors: Amounts Falling Due Within One Year	15	(1,948,683)	(1,750,067)
Net Current Assets		6,046,265	5,875,845
Creditors: Amounts Falling due after One Year	16	(449,924)	(1,056,775)
Total Net Assets		16,964,909	14,696,097
The Funds of the Charity			
Unrestricted Fund	17	381,363	300,806
Designated Fund	17	411,900	431,345
Restricted Fund	17	5,498,002	4,881,400
Expendable Endowment Fund	17	10,673,644	9,082,546
Total Charity Funds		16,964,909	14,696,097

These accounts have been prepared and delivered in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006 and the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

For the year in question, the charitable company was entitled to exemption from an audit under section 477 of the Companies Act 2006.

The members have not required the charitable company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Act.

The trustees/directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

Approved by the Trustees on 10 October 2025 and signed on their behalf by

..... Michael Samuel MBE

..... Michelle Ferris FCA

Registered Company No: 04530979.

The notes form an integral part of these financial statements.

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 MARCH 2025

	Note	Total 2025 £	Total 2024 £
Cash Flows from Operating Activities:			
Net cash generated from Operating Activities	21	1,647,356	883,943
Cash Flows from Investing Activities			
Dividends and Interest from Investments	4	541,456	485,288
Purchase of Equipment	13	(3,074)	-
Proceeds from Sale of Investments	11	3,040,893	2,853,698
Purchase of Investments	11	(4,711,748)	(3,597,532)
Net cash (used in) Investing Activities		(1,132,473)	(258,546)
Change in Cash and Cash Equivalents in the Reporting Period		514,883	625,397
Cash and Cash Equivalents at the Beginning of the Reporting Period		7,211,254	6,585,857
Cash and Cash Equivalents at the End of the Reporting Period	21	7,726,137	7,211,254

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025

1. Legal Status of the Foundation

The Foundation is a registered charity and a registered company, limited by guarantee, and has no share capital. The guarantors are the members whose liability in the event of a winding-up is limited to £1 each. There were 13 members at the balance sheet date (2024: 14).

2. Accounting Policies

Accounting Convention and Statement of Compliance

These accounts have been prepared in accordance with FRS 102 " The Financial Reporting Standard applicable in the UK and Republic or Ireland" ("FRS 102"), "Accounting and Reporting by Charities" the Statement of Recommended Practice for charities applying FRS 102, the Companies Act 2006, the Charities Act 2011 and UK Generally Accepted Accounting Practice as it applies from 1 January 2019. The Foundation meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

The accounts are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest pound.

The accounts have been prepared on the historical cost convention modified by the investment assets, which are held at fair value. The principal accounting policies are set out below.

Going concern

At the time of approving the accounts, the Trustees have a reasonable expectation that Somerset Community Foundation has adequate resources to continue in operational service for the foreseeable future. Thus, the Trustees continue to adopt the going concern basis of accounting in the preparation of the accounts.

Incoming resources

Income is recognised when the Foundation has entitlement to the funds, any performance conditions attached to the item of income has been met, it is probable that the income will be received, and the amount can be measured reliably. Income from government and other grants, whether 'capital' grants or 'revenue' grants, is recognised in the same way unless it is deferred.

Cash donations are recognised on receipt. Other donations are recognised once the Foundation has been notified of the donation unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid is recognised at the time of the donation.

Legacies are recognised on receipt or when the Foundation has been notified of an impending distribution, the amount is known, and receipt is probable. If the amount cannot be reliably estimated, the legacy is treated as a contingent asset.

Donated professional services and donated facilities are recognised as income when the Foundation 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 Foundation of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), the general time of the volunteers is not recognised. Refer to the Trustees' annual report for more information about their contribution.

On receipt, donated professional services and donated facilities are recognised on the basis of the value of the gift to the Foundation which is the amount the Foundation would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

Resources expended

Expenditure is accounted for on an accruals basis and has been included under expenses categories that aggregate all costs for allocation to activities.

Where costs cannot be directly attributed to particular activities, they have been allocated on a basis consistent with the use of the resources.

Support costs are those costs incurred directly in support of expenditure on the objects of the Foundation and include project management carried out at the Foundation's offices.

Governance costs are those incurred in connection with the administration of the Foundation and compliance with constitutional and statutory requirements.

Costs of charitable activities comprise grants payable and support costs. Grants payable are included in resources expended once the grant application has been approved by the grants committee and this has been communicated to the grant recipient, except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attached are fulfilled. Grants offered subject to conditions which have not been met at the year-end are noted as a commitment, but not accrued as expenditure. Where multi-year grants are offered, these are accounted for in full under the criteria noted above.

Fixed assets and depreciation

All capital assets with a value of less than £1,000 are expensed in the statement of financial activities. Tangible fixed assets are initially measured at cost and subsequently measured at cost, net of depreciation and any impairment losses. Depreciation on computer equipment is 3 years to reflect the useful life of the assets.

- Leasehold Property and Improvements
  - 25 years (straight line)
- Furniture and Equipment
  - 3 years (straight line)

Fixed asset investments

Listed investments are included in the balance sheet at their market value at the balance sheet date. Realised and unrealised gains and losses on investments are included in the statement of financial activities in the year in which they arise. Investment income is credited to income on an accruals basis.

Non-current asset investments

Non-current assets investments are the proportion of concessionary loans (treated as mixed motive investments), which are due after more than 12 months from the balance sheet date. The concessionary loans are initially recognised at the amount paid out, with the carrying amount adjusted in subsequent years to reflect repayments and any accrued interest, adjusted, if necessary, for any impairment.

Concessionary loans are assessed for evidence of impairment at the end of each year. Last year, the charity was gifted some land. The land was valued at fair value at the date of the gift, with the value included in the accounts, and the value considered at each subsequent year end.

Current assets investments

Current assets investments are the proportion of concessionary loans (treated as mixed motive investments) which are due within 12 months of the balance sheet date. The concessionary loans are initially recognised at the amount paid out, with the carrying amount adjusted in subsequent years to reflect repayments and any accrued interest, adjusted, if necessary, for any impairment. Concessionary loans are assessed for evidence of impairment at the end of each year.

Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks and other short-term liquid assets.

Financial instruments

The Foundation has elected to apply the provisions of Section 11 'Basic Financial Instruments' FRS102 to all of its financial instruments. Financial instruments are recognised when the Foundation becomes party to the contractual provisions of the instrument.

The charity only holds basic financial instruments as defined in FRS102. The financial assets and liabilities of the charity and their measurements are as follows:

Basic financial assets

Basic financial assets, which include trade and other receivables and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method.

The charity uses a total return approach to its investment which is disclosed in note 23. Trade, other debtors and loans (mixed motive investments) are basic financial instruments and are debt instruments measured at amortised cost as disclosed in note 24. Investment portfolios are basic financial instruments measured at fair value

through the income and expenditure account. Prepayments are not financial instruments. Cash at bank and as part of the investments are classified as basic financial instruments and are measured at fair value.

Basic financial liabilities

Basic financial liabilities, including trade and other payables, are initially recognised at transaction price. Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade payables are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Accounts payable are classified as current liabilities if payment is due within 1 year or less. Trade payables are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Trade creditors, accruals and other creditors are financial instruments and are measured at amortised cost as detailed in note 24. Taxation and social security are not included in the financial instrument's disclosure definition. Deferred income is not deemed to be a financial liability, as the cash settlement has already taken place and there is an obligation to deliver services rather than cash or another financial instrument.

Pension costs

The Foundation contributes to a defined contribution pension scheme, the assets of which are held separately from those of the Foundation. The scheme is independently administered. Contributions are charged in the statement of financial activities as they fall due in accordance with the scheme rules.

Operating Lease Agreements

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

Fund accounting

Funds held by the Foundation are either:

- Unrestricted general funds – these are funds which can be used in accordance with the charitable objects at the discretion of the Trustees.
- Designated funds – these are funds set aside by the Trustees out of unrestricted general funds for specific future purposes or projects.
- Restricted funds – these are funds that can only be used for particular, restricted purposes within the objects of the Foundation. Restrictions arise when specified by the donor or when funds are raised for particular, restricted purpose.
- Endowment Funds – these are funds whose assets provide a long-term source of income to support the Foundation's objects. Individual donations to the endowment fund may be unrestricted or restricted if the donor has specified how the income arising should be spent. The Trustees have the power to spend the capital if they so determine.

In many cases, and with the prior agreement of the donor, 1 donation may be divided between various funds. Further explanation of the nature and purpose of each fund is included in note 17 to the financial statements.

Significant judgements and eEstimates

The Trustees have reviewed the operations of the charity and have concluded that there are no areas of significant management judgement or key areas of estimation or uncertainty required to be disclosed.

Tax status

The Foundation is exempt from any taxation in relation to its charitable activities except for Value Added Tax.

Loans advanced

One of the objectives of the Foundation is to support existing and emerging enterprises through the making of grants and loans. Loans receivable by the Foundation are recognised when funds are advanced to borrowers. Amounts due for repayment after more than 1 year from the balance sheet date are shown as long-term debtors within current assets.

Fees charged in respect of loan applications are recognised in full when funds are advanced to borrowers. Interest receivable on loans is recognised on an accruals basis when funds are repaid and not when loans are advanced. Fees and interest are deemed to be restricted income, to be utilised in the making of future loans in accordance with the fund objectives.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025

3. Donations and Legacies	2025	2024
	£	£
Bishop Fox's Trust	262,608	50,000
Corton Hill Trust	-	1,000,000
Field House Trust	-	106,000
The Gooch Charitable Trust	1,982,646	-
HPC Community Fund	1,670,940	1,632,479
Hunt's Food Group	50,000	50,000
ICB Community Resilience Fund	78,656	56,250
Old Mill Fund	-	53,529
Quartet to Wessex Water	43,600	42,238
SCC to Cost of Living	-	400,000
Somerset Council to Accelerating Reform Fund	616,418	-
Somerset Council to Care Leavers	213,750	-
Somerset Council to Help Through Winter	1,400,000	-
Police and Crime Commissioner Fund	295,000	-
Other Donations and Grants (< £70,000)	345,161	932,348
	6,958,779	4,322,844

We are grateful to the following for their support during the year: Clarke Willmott, Albert Goodman, Andy Jennings (Andelli Art and Design).

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025

4. Investment Income

	2025 £	2024 £
Dividends on Equities and Fixed Interest Securities	210,183	205,228
Interest on Cash Deposits	331,273	280,060
	541,456	485,288

5. Expenditure on Raising Funds – Current Year

The costs comprise:	Unrestricted £	Restricted £	Endowment £	2025 £
Staff Salaries	167,660	-	-	167,660
Support Costs				
Staff Expenses and Other Costs	2,366	-	-	2,366
Staff Training and Recruitment	1,588	-	-	1,588
Event Costs	3,190	-	-	3,190
Marketing and Promotion	3,776	-	-	3,776
Rent and Utilities	2,873	-	-	2,873
Postage, Printing and Stationery	425	-	-	425
IT Support	4,418	-	-	4,418
Bookkeeping and Accountancy Support	373	-	-	373
Subscriptions	5,774	-	-	5,774
Finance Charges and Insurance	1,799	49	-	1,848
Building Maintenance	830	-	-	830
Depreciation	9,853	-	-	9,853
Professional Fees	733	13,132	-	13,865
Investment Manager's Fees	103	105	4,253	4,461
	205,761	13,286	4,253	223,300

5. Expenditure on Raising Funds – Previous Year

The costs comprise:	Unrestricted £	Restricted £	Endowment £	2024 £
Staff Salaries	104,765	15,735	-	120,500
Support Costs				
Staff Expenses and Other Costs	1,028	263	-	1,291
Staff Training and Recruitment	963	407	-	1,370
Event Costs	4,496	-	-	4,496
Marketing and Promotion	1,100	-	-	1,100
Rent and Utilities	2,030	266	-	2,296
Postage, Printing and Stationery	649	99	-	748
IT Support	3,758	377	-	4,135
Bookkeeping and Accountancy Support	325	135	-	460
Subscriptions	4,281	352	-	4,633
Finance Charges and Insurance	4,469	362	-	4,831
Building Maintenance	6,483	-	-	6,483
Unrestricted Grant Making	-	-	-	-
Depreciation	8,828	-	-	8,828
Professional Fees	12,131	-	-	12,131
Investment Manager's Fees	169	99	8,925	9,193
	155,475	18,095	8,925	182,495

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025

6. Charitable Activities

Detailed by Fund

	Unrestricted £	Restricted £	Endowment £	2025 £	2024 £
Grant Making	-	4,357,885	-	4,357,885	4,076,362
Direct Support Costs					
Staff Salaries	384,538	-	-	384,538	348,867
Staff Expenses and Other Costs	5,670	-	-	5,670	4,834
Rent and Utilities	15,338	-	-	15,338	40,815
Marketing and Promotion	17,218	885	-	18,103	22,304
Postage, Printing and Stationery	1,698	-	-	1,698	3,396
Staff Training and Recruitment	4,409	-	-	4,409	5,934
IT Support	17,672	-	-	17,672	18,082
Bookkeeping and Accountancy Support	1,493	-	-	1,493	1,465
Subscriptions	23,096	-	-	23,096	19,972
Social Investment Loan Write-Off	-	-	-	-	11,987
Finance Charges and Insurance	2,490	71	-	2,561	3,603
CCLA Capital Drawdown	-	(30,115)	-	(30,115)	(20,055)
Professional Fees	3,346	11,271	-	14,617	47,764
	476,968	(17,888)	-	459,080	508,968
Sub Total	476,968	4,339,997	-	4,816,965	4,585,330
Governance Costs					
Management	73,560	-	-	73,560	81,366
Audit	14,100	-	-	14,100	12,240
Other Costs	2,518	1,500	-	4,018	2,553
Total	90,178	1,500	-	91,678	96,159
Total Expenditure on Charitable Activities	567,146	4,341,497	-	4,908,643	4,681,489

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025

6. Charitable Activities – Previous year

	Unrestricted £	Restricted £	Endowment £	2024 £
Grant Making	-	4,076,362	-	4,076,362
Direct Support Costs				
Staff Salaries	275,009	73,858	-	348,867
Staff Expenses and Other Costs	2,704	2,130	-	4,834
Rent and Utilities	34,060	6,755	-	40,815
Marketing and Promotion	5,394	16,910	-	22,304
Postage, Printing and Stationery	2,595	801	-	3,396
Staff Training and Recruitment	2,641	3,293	-	5,934
IT Support	15,033	3,049	-	18,082
Bookkeeping and Accountancy Support	1,300	165	-	1,465
Subscriptions	17,124	2,848	-	19,972
Social Investment Loan Write-Off	-	11,987	-	11,987
Finance Charges and Insurance	2,598	1,005	-	3,603
CCLA Capital Drawdown	-	(20,055)	-	(20,055)
Professional Fees	49,199	(1,435)	-	47,764
	407,657	101,311	-	508,968
Sub Total	407,657	4,177,673	-	4,585,330
Governance Costs				
Management	56,747	24,619	-	81,366
Audit	9,640	2,600	-	12,240
Other Costs	2,553	-	-	2,553
Total	68,940	27,219	-	96,159
Total Expenditure on Charitable Activities	476,597	4,204,892	-	4,681,489

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025

7. Net Income/(Expenditure)

Net Income/(Expenditure) is stated after charging:

	2025	2024
	£	£
Auditor's Remuneration:		
Audit of Statutory Financial Statements	14,100	12,240
	14,100	12,240

8. Trustees Expenses and Remuneration

During the year, Trustees were reimbursed £nil (2024: £85 travel to 1 trustee) in expenses relating to their role as Trustee.

9. Related Party Transactions

During the year, the Foundation made grants worth £50,000 (2024: £45,500) to The Nelson Trust, a charity of which J Sargent, Chief Executive, is a Trustee. The Foundation also made grants worth £300,083 (2024: £108,000) to Citizens Advice Somerset, a charity of which A Kerr, Trustee, is a CEO. The terms of, and process for providing these grants are the same as all other grants made in the year.

10. Staff Costs

Employee Information	2025	2024
	£	£
Salaries	550,455	487,210
Employer's National Insurance Contributions	49,727	43,056
Employer's Pension Contributions	25,576	20,467
	625,758	550,733

There were 18 employees during the year calculated on an average basis (2024: 15). The key management personnel of the Foundation comprise the Chief Executive, Operations Director, Programmes Director and Philanthropy Director. The total employee benefits of the key management personnel of the Foundation were £272,588 (2024: £257,950). This year the charity has made £nil ex-gratia payments (2024: £2,126 payment to one employee on health grounds). There were no amounts outstanding at the year-end (2024: £nil)

The number of employees whose annual emoluments were £60,000 or more were:

	2025	2024
£70,000 - £80,000	1	-
£60,000 - £70,000	-	1

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025

11. Investments

Fixed Asset Investments	2025	2024
	£	£
Listed Investments	10,939,951	9,368,222
Cash Held in Investment Portfolio	90,478	47,967
	11,030,429	9,416,189

Listed Investments are made up as follows:	2025 £	2024 £
Market Value brought forward	9,368,222	8,027,254
Acquisitions at Costs	4,711,748	3,597,532
Sale Proceeds	(3,040,893)	(2,853,698)
Realised (Losses)	(6,452)	(84,118)
Unrealised (Losses)/Gains	(92,674)	681,252
Market Value Carried Forward	10,939,951	9,368,222
Book Cost Carried Forward	9,905,787	8,455,744

The above investments comprise fixed asset interest securities and equities of which £3,531,619 (2024: £3,033,428) are UK Investments and £7,408,332 (2024: £6,334,794) relate to investments held outside the UK.

Additional realised losses of £354 (2024: £647 gain) are shown in the Statement of Financial Activities which relate to foreign exchange settlements and cash distributions.

Shareholdings which individually represent more than 5% of the charity's investments are:

No. Of Shares	Investments	Market Value
108,092	COIF Communities First SCF	£2,105,691
3,272,592	Sarasin Endowments Fund Class A NIC	£4,087,467

12. Non-Current Assets

	2025 £	2024 £
Social Investment Loans at Beginning of the Year	404,468	444,895
New Loans	31,800	80,800
Loan Repayments	(135,106)	(135,484)
Loan Write Off	-	(11,987)
Loan Interest	19,406	26,244
Social Investment Loans at end of the Year	320,568	404,468
Land Gifted to the charity	90,000	90,000
Sub Total	410,568	494,468
Non-Current Asset	273,207	389,126
Current Asset	137,361	105,342

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025

13. Tangible Fixed Assets

	Leasehold & Property improvements	Furniture & Equipment	Total
	£	£	£
Cost			
At the Beginning of the Year	167,500	26,167	193,667
Additions	-	3,074	3,074
Disposals	-	(10,292)	(10,292)
At the End of the Year	**167,500**	**18,949**	**186,449**
Depreciation			
At the Beginning of the Year	97,918	24,037	121,955
Charge for the Year	6,700	3,153	9,853
Disposals	-	(10,291)	(10,291)
At the End of the Year	**104,618**	**16,899**	**121,517**
Net Book Value			
At the Beginning of the Year	69,582	2,130	71,712
At the End of the Year	**62,882**	**2,050**	**64,932**

14. Debtors

	2025	2024
	£	£
Other Debtors	210,013	342,532
Prepayments	11,915	14,751
	221,928	357,283

15. Creditors: Amounts falling due within one year

	2025	2024
	£	£
Grants Payable	1,907,716	1,707,950
Accruals and Deferred Income	25,226	26,826
Other Tax and Social Security	15,741	15,291
	1,948,683	1,750,067

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

	2025	2024
	£	£
Grants Payable	449,924	1,056,775

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025

17. Statement of Funds (Current Year)

	Balance B/fwd £	Incoming Resources £	Resources Expended £	Unrealised/Realised Gains/(Losses) £	Transfers £	Balance C/fwd £
Unrestricted Fund – General Funds	300,805	687,961	(747,626)	2,398	137,825	381,363
Designated Funds:						
Building and Maintenance Fund	20,810	343	(9)	100	(4,800)	16,444
Yeoman House Fund	59,800	-	(5,980)	-	-	53,820
Raising Aspirations Research Fund	23	-	-	-	-	23
SYVN	2,100	-	-	-	-	2,100
Hidden Somerset	11,000	-	-	-	-	11,000
Digital Transformation	81,823	2,000	(19,140)	-	23,920	88,603
Legacy Designate	255,790	5,895	(152)	2,297	(23,920)	239,910
Total Designated Funds	431,346	8,238	(25,281)	2,397	(4,800)	411,900
Total Unrestricted Funds	732,151	696,199	(772,907)	4,795	133,025	793,263
Restricted Funds						
The Growth Fund	298,126	-	-	-	-	298,126
Discovery Fund	1,981,770	14,036	(461,500)	-	-	1,534,306
HPC Community Fund	325,761	1,613,325	(959,085)	-	-	980,001
Raising Aspirations	991	-	-	-	-	991
Somerset Social Enterprise Fund	325,354	24,462	-	-	(320,354)	29,462
Somerset Social Investment Programme	-	-	-	-	295,354	295,354
Support Costs CSC	3,000	-	-	-	-	3,000
VCSE Strategic coordinator	5,369	-	-	-	-	5,369

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025

17. Statement of Funds (Current Year)

	Balance B/fwd £	Incoming Resources £	Resources Expended £	Unrealised/Realised Gains/(Losses) £	Transfers £	Balance C/fwd £
Other Restricted Funds						
Discretionary (11 funds)	499,127	120,058	(185,629)	-	(261)	433,295
Donor Advised (25 Funds)	729,940	530,702	(982,945)	-	119,537	397,234
Donor Directed (7 Funds)	55,491	47,141	(35,470)	502	(141)	67,523
Field of Interest (10 Funds)	191,540	2,185,364	(1,368,878)	-	(8,117)	999,909
Sub Total Restricted Funds	4,416,469	4,535,088	(3,993,507)	502	(25,000)	4,933,552
Endowment Income Funds						
Discretionary (7 Funds)	33,691	39,629	(7,209)	-	(12,263)	53,848
Donor Advised (34 Funds)	256,533	204,844	(256,226)	-	44,242	249,393
Donor Directed (2 Fund)	26,315	5,472	(10,699)	-	1,460	22,548
Field of Interest (15 Funds)	148,392	73,870	(87,142)	-	(7,477)	127,643
Sub Total Endowment Income Funds	464,931	323,815	(361,276)	-	136,980	564,450
TOTAL RESTRICTED FUNDS	4,881,400	4,858,903	(4,354,783)	502	111,980	5,498,002

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025

17. Statement of Funds (Current Year)

Endowment Funds	Balance B/fwd £	Incoming Resources £	Resources Expended £	Unrealised Gains/(Losses) £	Transfers £	Balance C/fwd £
Unrestricted Fund – General Funds	72,291	-	(46)	517	-	72,762
Restricted Funds (over £90,000)						
C&JP Fund CF	215,796	(1,754)	-	(9,966)	-	204,076
Churchstanton Community Fund CF	219,961	(1,757)	-	(10,160)	-	208,044
Chris and Heather Virgin GG CF	99,811	(258)	(42)	(956)	(1,102)	97,453
Clarke Willmott	163,018	(814)	(37)	(4,156)	(1,017)	156,994
Corton Hill Endowment Fund	919,900	-	(299)	(7,518)	(100,000)	812,083
David Medlock CF	302,339	(2,457)	(1)	(13,963)	-	285,918
David Price GG CF	622,212	(2,215)	(274)	(9,227)	93,386	703,882
Donald Lake Memorial Fund GG	145,337	-	-	-	(145,337)	-
Dyke Exhibition fund	108,009	-	(66)	812	(1,749)	107,006
Eagle House GG	672,285	-	(410)	5,139	(17,636)	659,378
Exmoor Community Trust CF	158,258	(1,286)	(22)	(7,047)	34,829	184,732
Gamble Fund	120,890	-	(74)	909	(1,958)	119,767
Get Set Go	136,797	-	(83)	1,028	(2,216)	135,526
Glemsford Fund CF	498,450	(1,869)	(165)	(8,606)	(4,347)	483,463
The Gooch Charitable Fund	-	1,924,110	(541)	(26,061)	(22,857)	1,874,651
Graham Burrough Charitable Trust	376,976	-	(230)	2,834	(6,106)	373,474
Grave Family Fund GG CF	132,832	(119)	(71)	211	(1,914)	130,939
Hobhouse	104,313	-	(64)	784	(1,689)	103,344
John Knowes Exhibition	272,052	-	(110)	1,368	(2,949)	270,361
McGreevy Charitable Trust GG	148,310	-	(90)	1,115	(2,402)	146,933
Millennium Fund CF	251,264	(2,042)	1	(11,604)	-	237,619

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025

17. Statement of Funds (Current Year)

Endowment Funds	Balance B/fwd £	Incoming Resources £	Resources Expended £	Unrealised Gains/(Losses) £	Transfers £	Balance C/fwd £
The Pinniger Endowment Fund	214,670	31,421	(135)	1,159	(3,715)	243,400
Somerset Forever Fund	-	-	(169)	2,078	273,763	275,672
Somerset Fund for Deaf and Hard of Hearing CF	279,621	(2,252)	(1)	(12,915)	-	264,453
Somerset Grassroots Grants Endowment GG	239,212	-	(2)	-	(239,210)	-
Somerset Masonic Fund GG	284,376	-	(174)	2,138	(4,606)	281,734
Somerset Older People's Endowment Fund	-	-	(88)	1,087	142,981	143,980
Somerset Youth Fund	207,580	8,063	(39)	(9,075)	55,025	261,554
Summerfield & Tauntfield GG CF	149,818	(119)	(82)	339	(2,189)	147,767
T & PJ (Milborne Port)	373,759	-	(229)	2,810	(6,053)	370,287
The Richard Huish Foundation Fund	116,731	-	(71)	870	(1,894)	115,636
Welkin Fund	182,919	-	(111)	1,375	(2,963)	181,220
WCS Pickford Trust	221,783	-	(137)	1,667	(3,592)	219,721
Other Endowment Funds						
Discretionary (4 Funds)	84,645	(14)	(40)	506	(18,367)	66,730
Donor Directed (1 Funds)	87,626	-	(53)	650	(1,423)	86,800
Field of Interest (3 Funds)	60,420	-	(13)	165	(38,887)	21,685
Donor Advised (22 Funds)	838,285	(1,505)	(285)	(3,084)	(208,811)	624,600
Total Endowment Funds	9,082,546	1,945,133	(4,253)	(104,777)	(245,005)	10,673,644
Total Funds	14,696,097	7,500,235	(5,131,943)	(99,480)	-	16,964,909

In some Funds you can see negative funds in the Incoming Resources. This is a reallocation of income between Funds reflecting the purpose to which they were applied.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025

17. Statement of Funds (Previous Year)

	Balance B/fwd	Incoming Resources	Resources Expended	Unrealised/Realised Gains/(Losses)	Transfers	Balance C/fwd
	£	£	£	£	£	£
Unrestricted Fund – General Funds	287,621	425,903	(560,324)	2,387	145,218	300,805
Designated Funds:						
Building and Maintenance Fund	56,685	(36,699)	(21)	845	-	20,810
Yeoman House Fund	65,780	-	(5,980)	-	-	59,800
Raising Aspirations Research Fund	23	-	-	-	-	23
SYVN	2,100	-	-	-	-	2,100
Hidden Somerset	11,000	-	-	-	-	11,000
Digital Transformation	32,785	-	(65,206)	-	114,244	81,823
Legacy Designate	328,018	7,713	(541)	21,623	(101,023)	255,790
Total Designated Funds	496,391	(28,986)	(71,748)	22,468	13,221	431,346
Total Unrestricted Funds	784,012	396,917	(632,072)	24,855	158,439	732,151
Restricted Funds						
The Growth Fund	258,126	40,000	-	-	-	298,126
Discovery Fund	1,997,602	58,681	(74,513)	-	-	1,981,770
Enhance Social Enterprise Fund	16,276	(16,276)	-	-	-	-
HPC Community Fund	529,388	1,719,809	(1,923,436)	-	-	325,761
Raising Aspirations	991	-	-	-	-	991
Somerset Social Enterprise Fund	349,365	49,663	(53,674)	-	(20,000)	325,354
Support Costs CSC	3,000	-	-	-	-	3,000
VCSE Strategic coordinator	5,369	-	-	-	-	5,369

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025

17. Statement of Funds (Previous Year)

	Balance B/fwd £	Incoming Resources £	Resources Expended £	Unrealised/Realised Gains/(Losses) £	Transfers £	Balance C/fwd £
Other Restricted Funds						
Discretionary (22 funds)	736,870	521,981	(759,724)	-	-	499,127
Donor Advised (43 Funds)	1,155,424	640,991	(1,066,475)	-	-	729,940
Donor Directed (8 Funds)	14,090	54,217	(13,005)	189	-	55,491
Field of Interest (19 Funds)	74,194	155,576	(38,230)	-	-	191,540
Sub Total Restricted Funds	5,140,695	3,224,642	(3,929,057)	189	(20,000)	4,416,469
Endowment Income Funds						
Discretionary (6 Funds)	31,158	31,025	(31,948)	-	3,456	33,691
Donor Advised (33 Funds)	271,132	165,233	(185,597)	-	5,765	256,533
Donor Directed(2 Fund)	13,913	18,798	(8,172)	-	1,776	26,315
Field of Interest (15 Funds)	164,914	60,593	(68,213)	-	(8,902)	148,392
Sub Total Endowment Income Funds	481,117	275,649	(293,930)	-	2,095	464,931
TOTAL RESTRICTED FUNDS	5,621,812	3,500,291	(4,222,987)	189	(17,905)	4,881,400

17. Statement of Funds (Previous Year)

Endowment Funds	Balance B/fwd £	Incoming Resources £	Resources Expended £	Unrealised Gains(Losses) £	Transfers £	Balance C/fwd £
Unrestricted Fund - General Funds	110,417	-	(184)	7,279	(45,221)	72,291
Restricted Funds (over £90,000)						
C&JP Fund CF	198,469	(585)	-	17,912	-	215,796
Churchstanton Community Fund CF	202,329	(626)	-	18,258	-	219,961
Clarke Willmott	152,218	(272)	(98)	12,185	(1,015)	163,018
David Medlock CF	278,062	(819)	-	25,096	-	302,339
David Price GG CF	561,414	23,012	(516)	43,654	(5,352)	622,212
Donald Lake Memorial Fund GG	138,963	-	(228)	8,949	(2,347)	145,337
Dyke Exhibition fund	103,272	-	(169)	6,650	(1,744)	108,009
Eagle House GG	649,309	-	(1,061)	41,454	(17,417)	672,285
Exmoor Community Trust CF	145,551	(429)	-	13,136	-	158,258
Glemsford Fund CF	468,207	(623)	(420)	35,621	(4,335)	498,450
Graham Burrough Charitable Trust	360,443	-	(590)	23,212	(6,089)	376,976
Grave Family Fund GG CF	126,472	(40)	(185)	8,493	(1,908)	132,832
Hobhouse	99,738	-	(163)	6,423	(1,685)	104,313
McGreevy Charitable Trust GG	141,805	-	(232)	9,132	(2,395)	148,310
Millennium Fund CF	231,089	(681)	-	20,856	-	251,264
Ringham Fund	105,708	(311)	-	9,540	-	114,937

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025

17. Statement of Funds (Previous Year)

Endowment Funds	Balance B/fwd £	Incoming Resources £	Resources Expended £	Unrealised Gains/(Losses) £	Transfers £	Balance C/fwd £
Somerset Fund for Deaf and Hard of Hearing CF	257,188	(777)	-	23,210	-	279,621
Somerset Grassroots Grants Endowment GG	228,720	-	(374)	14,729	(3,863)	239,212
Somerset Masonic Fund GG	271,904	-	(445)	17,510	(4,593)	284,376
Summerfield & Tauntfield GG CF	142,713	(40)	(211)	9,539	(2,183)	149,818
T & PJ (Milborne Port)	357,368	-	(585)	23,013	(6,037)	373,759
The Richard Huish Foundation Fund	111,590	-	(183)	7,213	(1,889)	116,731
WCS Pickford Trust	212,056	-	(347)	13,656	(3,582)	221,783
Other Endowment Funds						
Discretionary (4 Funds)	80,871	900,000	(279)	25,294	(1,339)	1,004,547
Donor Directed (2 Funds)	214,592	-	(352)	13,870	(3,686)	224,424
Field of Interest (5 Funds)	348,856	(58)	(440)	23,916	(4,541)	367,733
Donor Advised (22 Funds)	1,449,020	(6,827)	(1,863)	92,937	(19,313)	1,513,954
Total Endowment Funds	7,748,344	910,924	(8,925)	572,737	(140,534)	9,082,546
Total Funds	14,154,168	4,808,132	(4,863,984)	597,781	-	14,696,097

In some Funds you can see negative funds in the Incoming Resources. This is a reallocation of income between Funds reflecting the purpose to which they were applied.

Designated Funds

Building and Maintenance Fund – for the upkeep and maintenance of Yeoman House

SYVN (Somerset Youth Volunteer Network) – to support youth volunteers in Somerset

Raising Aspirations Research Fund – to fund research in support of the Raising Aspirations mentoring programme

Yeoman House – Funds donated to purchase Yeoman House. The funds have been fully spent on acquiring the leasehold property, Yeoman House. The fund balance will be reduced by depreciation over the life of the lease

Digital Transformation – Funds donated by legacy and designated to complete a rebranding exercise, commission the build of a new website, and to introduce an updated CRM package.

Hidden Somerset – Funds to support research and analysis on issues facing Somerset communities.

Legacy Designate – Funds set aside for investment in philanthropy development.

Restricted Funds & Endowment Funds

Somerset Forever Fund – supporting the long-term development and growth of SCF's philanthropy.

All other restricted and endowment funds that support our funding programmes are listed with brief descriptions on our website.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025

18. Analysis of Net Assets between Funds – Current Year

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total Funds £
Investments	200,918	70,068	10,759,443	11,030,429
Fixed Assets	64,932	-	-	64,932
Non-Current Assets	-	273,207	-	273,207
Current Assets	527,413	5,604,651	(85,799)	6,046,265
Non-Current (Liabilities)	-	(449,924)	-	(449,924)
	793,263	5,498,002	10,673,644	16,964,909

18. Analysis of Net Assets between Funds – Previous Year

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total Funds £
Investments	97,717	67,516	9,250,956	9,416,189
Fixed Assets	71,712	-	-	71,712
Non-Current Assets	-	389,126	-	389,126
Current Assets	562,722	5,481,533	(168,410)	5,875,845
Non-Current (Liabilities)	-	(1,056,775)	-	(1,056,775)
	732,151	4,881,400	9,082,546	14,696,097

19. Financial Commitments

Operating lease commitments

At 31 March 2025, the Foundation had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2025 £	2024 £
Within 1 year	8,277	8,316
Between 2 - 5 years	23,464	28,062
Over 5 years	22,865	26,131
	54,606	62,509

Amounts recognised in the statement of financial activities as a cost during the period in respect of operating lease arrangements amounted to £8,393 (2024-£7,632).

20. Transfers – Current Year

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total Funds £
Income Fund	108,025	(108,025)	-	-
Capt Drawdown	-	245,005	(245,005)	-
Other	25,000	(25,000)	-	-
	133,025	111,980	(245,005)	-

20. Transfers – Previous year

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total Funds £
Income Fund	93,218	(93,218)	-	-
Capt Drawdown	45,221	95,313	(140,534)	-
Other	20,000	(20,000)	-	-
	158,439	(17,905)	(140,534)	-

Income Fund relates to contributions to operational costs applied from the restricted endowment income funds, in line with the terms of the funds. Capital Drawdown is the amount of capital withdrawn from our Endowment Fund and moved into Endowment Income funds in line with our total return policy. It also includes withdrawal of unrestricted funds for capital projects. Other relates to the transfer of funds from restricted funds to cover the operational costs of specific programmes.

21. Reconciliation of Net Income to Net Cash Flow from Operating Activities

		2025 £	2024 £
Net Income for the Reporting Period (as per the Statement of Financial Activities)		2,268,812	541,929
Adjustments for:			
Depreciation Charges	13	9,854	8,828
Losses/(Gains) on Investments	11	99,126	(597,134)
Dividends and Interest from Investments	4	(541,456)	(485,288)
Decrease in Debtors		135,355	1,166,346
(Increase)/Decrease in Creditors		(408,235)	208,835
Decrease in Social Investments		83,900	40,427
Net Cash provided by Operating Activities		1,647,356	883,943
Analysis of Cash and Cash Equivalents			
Cash in Hand		7,635,659	7,163,287
Cash Held in Investment Portfolio		90,478	47,967
Total Cash and Cash Equivalents		7,726,137	7,211,254

22. Contingent assets

The charity has funding from EDF in relation to the Hinkley Point C Community Fund programme. Approximately £6 million (2024: £8 million) has been committed to the charity but is not recognised in these accounts as the conditions for recognition are not met.

During the year the charity was notified of entitlement to a legacy gift. This has not been recognised within the accounts as we are not yet able to reliably estimate the value.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025

23. Total Return Disclosure

The charity uses a total return approach to the investment of the endowment. The return is 4% which is disclosed as below.

Current Year	Trust for Investment	Unapplied Total Return	Total Endowment
	£	£	£
As at 1 April 2024:			
Gift component of the endowment	8,659,268	-	8,659,268
Unapplied total return	-	423,278	423,278
Total	8,659,268	423,278	9,082,546
Movements in the reporting period:			
Gift of endowment funds	1,945,133	-	1,945,133
Investment return: realised and unrealised gains and (losses)	-	(104,777)	(104,777)
Less: investment management costs	-	(4,253)	(4,253)
Total	1,945,133	(109,030)	1,836,103
Unapplied total return allocated to income in the reporting period	-	(245,005)	(245,005)
Net movements in reporting period	1,945,133	(354,035)	1,591,098
As at 31 March 2025:			
Gift component of the endowment	10,604,401	-	10,604,401
Unapplied total return	-	69,243	69,243
Total	10,604,401	69,243	10,673,644

23. Total Return Disclosure continued

Previous Year	Trust for Investment	Unapplied Total Return	Total Endowment
	£	£	£
As at 1 April 2023:			
Gift component of the endowment	7,748,344	-	7,748,344
Unapplied total return	-	-	-
Total	7,748,344	-	7,748,344
Movements in the reporting period:			
Gift of endowment funds	910,924	-	910,924
Investment return: realised and unrealised gains and (losses)	-	572,737	572,737
Less: investment management costs	-	(8,925)	(8,925)
Total	910,924	563,812	1,474,736
Unapplied total return allocated to income in the reporting period		(140,534)	(140,534)
Net movements in reporting period	910,924	423,278	1,334,202
As at 31 March 2024:			
Gift component of the endowment	8,659,268	-	8,659,268
Unapplied total return	-	423,278	423,278
Total	8,659,268	423,278	9,082,546

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025

24. Financial Instruments

Categorisation of financial instruments

	2025 £	2024 £
Financial assets measured at fair value through income and expenditure account	10,939,951	9,368,222
Financial assets that are debt instruments measured at amortised cost	8,256,719	7,958,254*
	19,196,670	17,326,476
Financial liabilities measured at amortised cost	2,382,867	2,791,551

*The 2024 prior year comparator has been amended from the 2023/24 accounts (from £7,973,005), due to a calculation error that has been identified subsequent to their publication.

Item of income, expenditure, gain or losses

2025	Income £	Expense £	Net gains £	Net losses £
Financial assets measured at fair value through income and expenditure account	541,456	-	-	99,126
	541,456	-	-	99,126

2024	Income £	Expense £	Net gains £	Net losses £
Financial assets measured at fair value through income and expenditure account	485,288	-	597,134	-
	485,288	-	597,134	-

25. Grants payable

	2025 £	2024 £
Organisations	4,436,049	3,964,527
Individuals	136,750	221,494
Grants to Individuals from Unrestricted Fund	-	-
Returned Grants to Groups and Individuals	(214,914)	(109,659)
Total Grants Payable	4,357,885	4,076,362

Grants to Groups >£2000	2025 Amount £
1st Watchet Sea Scout Group	2,500
2BU Somerset	4,000
Age UK Somerset (4 Grants)	28,700
Albermarle Centre (2 Grants)	25,000
Arc	5,000
ARK at Egwood	5,000
Art Care Education	5,000
Art Experience Days CIC	4,900
Arts Taunton (2 Grants)	7,500
Ashill Village Hall Committee (2 Grants)	5,540
Awe and Wonder	3,000
Axe Valley Men's Shed	2,500
BIBIC	5,000
Bishop Fox's School	10,000
Black Artists on the Move (2 Grants)	11,000
Blackdown Support Group (2 Grants)	9,500
Bournemouth Churches Housing Association	5,000
Brainwave	10,000
Brent Knoll Community Shop Limited	2,500
Bridgwater and Albion Rugby Football Club	2,000
Broadway and Horton Cricket Club	10,000
Brompton Regis Village Shop	5,000
Burnham and Highbridge Community Association	18,000
Cannington United Reformed Church (2 Grants)	2,100

Cary Cares	5,000
Caryford Community Hall	10,000
Carymoor Environmental Trust	2,000
Centre for Sustainable Energy	11,000
Chard CommuniTea Waffle (3 Grants)	10,400
Chard Community Hub (4 Grants)	33,400
Chard WATCH (3 Grants)	15,500
CHARIS (5 Grants)	34,770
Children's World (2 Grants)	8,900
Citizens Advice Somerset (3 Grants)	106,700
Climate Action Taunton	4,500
Community Council for Somerset (3 Grants)	43,000
Community Counselling CIC	5,000
Compass Disability Services (2 Grants)	3,090
Connect Community Church, Wells (3 Grants)	23,400
Court Fields School	9,216
Create & Thrive	5,000
Creative Innovation Centre	5,000
Crewkerne Community Kitchen (2 Grants)	5,400
Crewkerne In Bloom	2,000
Crispin Hall Trust (2 Grants)	20,400
Curry Mallet & Beercrocombe Village Hall	2,500
Defence Medical Welfare Service	5,000
Devon Community Foundation	3,300
Discovery	436,000
Diversity Voice	2,500
DofE Somerset Committee	20,000
Donate IT	5,000
Dorset Community Foundation	19,250
Edventure Frome	4,000
Engineering Development Trust	4,250
Escapeline (2 Grants)	16,000
ESS Education and Support Services (2 Grants)	2,300
Evolve Music	5,000
Exmoor Community Youth Club	3,000
Fair Frome	20,000

Fight Against Blindness	4,000
FordHaven (3 Grants)	15,400
Frome and District Day Centre	4,000
Frome Birth Talk (3 Grants)	8,250
Frome Community Productions CIC	2,500
Geranium Trust	2,500
Glastonbury (Wyrral Park) Bowls	2,500
Glastonbury Mental Health Network (2 Grants)	7,000
Glastonbury Repair Café	5,000
Good Fellowship Club	5,000
Got Your Six UK CIC	10,000
Growing Space (3 Grants)	5,500
Guildhall Young Artists Taunton	20,000
Headway Somerset	2,500
Health Connections Mendip	28,600
Henhayes Centre (2 Grants)	8,000
Homes in Sedgemoor	16,500
Home-Start Blackmore Vale	2,000
Home-Start West Somerset	20,000
I Can and I Am	2,500
Ilminster Bowling and Tennis Club	5,000
In Charley's Memory (2 Grants)	11,081
In the Mix Youth Project (6 Grants)	18,847
Julian House	15,000
Kingsmead School	10,000
Knights Templar School and Community Association (KTSCA)	2,500
Langport Church Community Trust (2 Grants)	8,700
Life Education Wessex	2,345
LiveWest Homes	2,500
Living Paintings	2,000
Long Sutton Village Hall	2,500
Love Community CIC	20,000
Love Glastonbury	6,000
Loveable CIC (2 Grants)	5,900
Make the Sunshine CIC (2 Grants)	3,400

MC Inspired Together	3,000
Mendip Community Credit Union	5,000
MHA Communities Mendip (3 Grants)	9,400
MHA Communities South Somerset (5 Grants)	23,473
Mind in Somerset (2 Grants)	30,000
Minehead EYE (2 Grants)	21,250
Mingle Bristol CIC (2 Grants)	3,400
Monkton Wood Academy	13,618
Moor Outdoor CIC	4,000
Moorland Food Bank (2 Grants)	9,000
Motiv8 Productions	2,500
Move the Mind Foundation CIO	3,000
Museum To You CIC (2 Grants)	3,380
Neroche Woodlanders Ltd	9,500
NeuroConnect CIC	2,000
North Curry Music Festival	2,500
North Taunton Partnership (5 Grants)	26,700
Oake & District Community Shop Ltd	2,000
Oake and District Village Hall and Recreation Ground	2,000
Oake Parish Council	2,000
Octagon Theatre	2,500
OpenStoryTellers (3 Grants)	55,695
OSR Projects Art & Culture CIC	2,480
Parochial Church Council of Lydford on Fosse	2,500
Pawlett Village Hall	2,500
Porlock Vale CIC (3 Grants)	8,500
Prodigal Bikes	3,000
PROMISEworks (2 Grants)	27,000
Purple Elephant Family Support (3 Grants)	15,742
Pyrland School	10,000
Quartet Community Foundation (4 Grants)	228,643
Red Brick Building (2 Grants)	23,500
Reimagining the Levels	6,739
Reminiscence Learning (3 Grants)	17,900
ROC Taunton Deane (2 Grants)	10,000
Root Connections (3 Grants)	15,400

Rusty Road to Recovery (2 Grants)	3,400
Second Step	7,500
Sedgemoor Community Partnership (3 Grants)	32,760
Sense	2,500
Shepton Mallet Town Council	5,000
Social Circles	5,000
Somerset Activity and Sports Partnership (2 Grants)	227,440
Somerset and Avon Rape and Sexual Abuse Support	20,000
Somerset Art Works	5,000
Somerset Community Credit Union	20,000
Somerset Council	90,000
Somerset Counselling Centre	4,444
Somerset Sight	20,000
Somerset Youth Theatre CIC (4 Grants)	10,201
Somerset Youth Volunteer Network	10,000
Somerton Music and Arts Festival	2,000
Sounds Joyful CIC	4,851
South Barrow Recreation Trust (2 Grants)	19,966
South Somerset Astronomical Society	2,500
South Somerset Community Accessible Transport	5,000
Spark Somerset (3 Grants)	46,000
Spirit Gymnastics Academy Ltd	5,000
SSAFA Somerset	6,600
St Benedict's Church, Glastonbury (2 Grants)	8,000
St George's Church, Wilton (2 Grants)	6,000
St George's Wilton Taunton	2,500
St Margaret's Hospice Care (2 Grants)	35,000
St Mary's Church, Ilminster	20,606
St Mary's, Bridgwater (3 Grants)	15,400
St Peter's Community Centre	15,000
Stacked Wonky	7,500
Stand Against Racism & Inequality	5,000
Stand Against Violence (2 Grants)	8,000
State of Trust (2 Grants)	7,450
Stogursey Community Network	3,000
Stoke St Gregory Recreation and Playing Field	2,500

Sustainable Frome	2,500
SWEDA	4,721
Sweet Track Counselling Agency CIC	4,220
Talk Club	5,000
TASCC - Taunton Adventurous Sports & Canoe Club	2,500
Taunton Area Debt Advice	2,500
Taunton East Development Trust	20,000
Taunton Opportunity Group	4,000
Taunton Pride	2,500
Taunton Theatre Association Ltd	3,500
Terrestrial	20,000
The Balsam Centre (3 Grants)	23,890
The Castle School	10,000
The Charltons Community Centre Trust	2,168
The Community Youth Project (Somerset)	4,988
The Good Heart Frome (2 Grants)	25,000
The Heard Therapy CIC (3 Grants)	5,750
The Hub at Bridgwater	3,000
The Meeting House Arts Centre	4,453
The Nelson Trust (4 Grants)	50,000
The Old Stores Studio	4,000
The Open Door Taunton (2 Grants)	16,750
The Pod Youth Club (2 Grants)	8,500
The Reanella Trust	5,000
The Rubbish Art Project	17,500
The Somerscience Trust	5,000
The Space (2 Grants)	15,000
The Thomas Poole Library Nether Stowey (2 Grants)	5,500
The Volunteer Network	5,000
The Waffle Hub (2 Grants)	26,250
The Warehouse Trust	3,000
The Wells Cathedral Chorister Trust	32,975
This Living Place (2 Grants)	7,000
Timberscombe Parish Council	3,000
Towards Tomorrow Together	5,000

Transition Town Wellington	2,000
Ups and Downs Southwest	4,995
Victoria Park Community Centre (2 Grants)	11,350
VOICES	2,000
Wedmore Tuesday Club	2,200
Wedmore Village Farm	2,500
Wellington Community Food	4,000
Wells Art Contemporary Ltd	2,000
Wells Community Network	3,000
West Somerset Green Forum (Forum 21) (2 Grants)	12,859
Westfield United Reformed Church, Bridgwater (2 Grants)	13,300
Williton Parish Council	5,000
Wiltshire Community Foundation	3,300
Wincanton Cares	3,000
Windsor Hill Wood (2 Grants)	9,900
Wiveliscombe Area Partnership	5,000
Wivey Cares (4 Grants)	22,000
Wivey Kitchen CIO (2 Grants)	9,300
Women's Work Lab	27,000
Words in Watchet	2,000
Yeast Scrapstore Ltd	3,000
Yeovil Art Space	12,500
Yeovil Community Church (2 Grants)	20,300
Yeovil Opportunity Group (2 Grants)	10,000
Yeovil Rivers Community Trust	2,000
Yeovil Shopmobility	3,000
YMCA Brunel Group (4 Grants)	30,150
YMCA Dulverton Group	20,000
Young Somerset (2 Grants)	10,365
Youth Adventure Trust	2,500
Total Grants	**3,309,661**
82 Grants to Groups<£2000	**63,234**
Total Grants to Groups	**3,372,895**

HPC Grants	
1st Huntspill and Highbridge Scout Group	8,880
1st Watchet Sea Scout Group	10,000
Adventure Therapy	47,288
ARK at Egwood	105,652
Bowmen of Danesfield	10,000
Brent Knoll Community Shop Limited	3,500
Bridgwater Armed Forces and Veterans Breakfast Club	1,500
Bridgwater Division Guides Association	2,415
Churchfield Friends & Community	9,000
Citizens Advice Somerset	193,383
Eco Centre CBS Limited	5,000
Enmore Memorial Hall	6,070
FusePerformance (2 Grants)	7,180
Hardknox boxing CIC	9,750
Knights Templar School and Community Association (KTSCA)	2,500
Loveable CIC	10,000
Mingle Bristol CIC	10,000
North Petherton Community Centre	10,000
Quantock Orienteers	3,460
Restore Hope West Somerset	1,420
Somerset Cricket Foundation	50,000
Somerset Youth Theatre CIC	10,000
St George's Wembdon, Parish Centre	6,000
St Margaret's Hospice	132,294
St Mary's, Bridgwater	20,000
Stacked Wonky	10,000
Stand Against Violence	4,000
Stogursey Community Network	2,500
Stogursey Football club	6,500
SWCP United	9,000
Taunton Street Pastors	15,000
Taunton Welcomes Refugees	4,250
The Hub at Bridgwater	10,000
The Valley Kings Foundation	10,000

Victoria Park Community Centre	46,627
Wembdon Village Hall & Playing Fields Trust	100,000
Weston Hospicecare	150,000
Williton Allotments	10,000
Xcelerate CIO (formerly Lower Lakes)	9,985
Total HPC CF Grants	**1,063,154**
Grants to Groups	**4,436,049**
Grants to Individuals	**136,750**
Grant Payment Returns and Reversals to Organisations	**(208,797)**
Grant Payment Returns and Reversals to Individuals	**(6,117)**
Total Grants	**4,357,885**
Somerset Social Investment Programme Loans[1]	**£**
Root Connections	**30,000**

[1] The Somerset Social Enterprise Fund grants and loans are made possible due to support from Somerset Council and The Growth Fund, a £50 million partnership which uses a combination of grant funding, made possible thanks to National Lottery players, and loan finance from Big Society Capital and other co-investors, to address specific gaps in the social investment market. The programme is delivered by Access through a range of social investors. Funds from The National Lottery Community Fund, under the Growth Fund programme have been treated as restricted funds, in these accounts.

SOMERSET COMMUNITY FOUNDATION

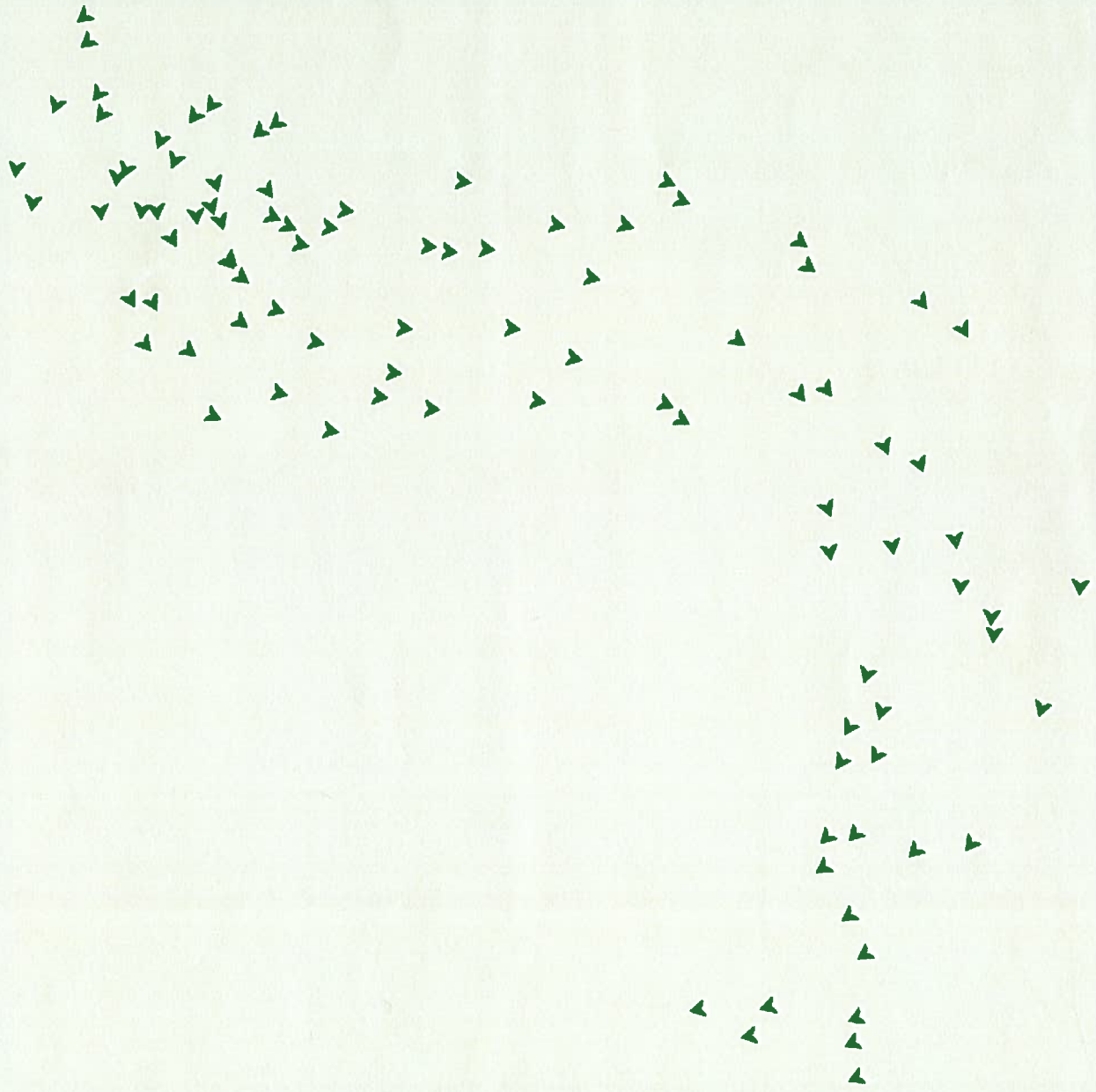
England & Wales - Charity number 1094446

Accounts

Somerset Community Foundation

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2024



Registered company number 04530979 | Registered charity number 1094446

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CHAIRMAN'S STATEMENT

It gives me great pleasure to present the Somerset Community Foundation Trustees' Annual Report and Financial Statements for the year ended March 31, 2024.

The groups we support have a unique role in the wellbeing of our communities. They are run by people who know their local communities exceptionally well and can make the most of the opportunities to help others towards a better life. There is something very special about a handful of people coming together to make the world on their doorstep a little better. The local charities and groups we support are under incredible pressure: falling incomes, rising costs and increasing demand for their services. We know that our funding, and the way we deliver it, makes an enormous difference to their work and to the lives of thousands of people who need a helping hand in our wonderful county.

Of course, we would be unable to do this without the very generous support of our donors and partners, who work with us to fund these local organisations. On behalf the Board of Trustees, I would like to thank everyone that has supported and worked with us during the past year.

Like us, they care deeply about our county and the people that live here. They understand, like us, that there is a level of need that is all too often hidden but very real, and they share our passion to help communities respond.

We have benefitted enormously from public sector funding and national appeals during the pandemic and cost-of-living crisis. This enabled us to award funding of over £5 million during each of the previous two years. However, it is significant as we return to 'business as usual' we have still been able to award over £4 million in the past year thanks to all the donors that support us.

We know there is much more we can and should do. The challenges we see today cannot be solved overnight, and as some – thankfully – will reduce, others will emerge. That is why we are committed to building the Foundation to be here, alongside our communities, for the long-term.

Our new brand and website reflect our ambition to grow the Foundation and increase our impact and influence. Funding hundreds of organisations, not to mention an increasing number of individuals, gives us unparalleled insights into what is happening in our communities.

I would like to thank my fellow Trustees and our staff for everything they do to make the Foundation such an important charity for Somerset. In particular, I would like to thank Kevin Whitmarsh for his contributions as a Trustee before he retired from the Board, and welcome Amanda Ellingworth and Louisa Raybould as we embark on the next phase of our exciting journey.

The Hon. Michael Samuel MBE
Chairman

TRUSTEES' REPORT

The Trustees present their report and financial statements for the year ended 31 March 2024. The Trustees' Report also incorporates the requirement under Company Law of a Directors' Report. The financial statements have been prepared in accordance with the accounting policies set out in note one to the accounts and comply with the charity's Articles of Association, the Companies Act 2006 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

Introduction

The 2023/24 year saw the conclusion to our responses to the cost-of-living crisis in our communities and to the impact of high inflation on many of the organisations we fund.

We have largely, however, continued to return to 'business as usual', attracting new philanthropy for our county, giving a long-term future to existing assets, and providing vital funding to local charities, community groups, individuals and social enterprises.

There is no doubt that many of these groups are facing sustained (and sometimes unsustainable) pressures of rising costs, falling incomes and increased demand, yet they remain vital to the wellbeing of Somerset residents of all ages and backgrounds.

This presents both a challenge and an opportunity for the Foundation as we seek to increase our impact in the county. Overall Somerset Community Foundation is in a strong position to meet these and future challenges.

We have also taken the opportunity to undertake our first proper branding exercise and commission a new website. The insights from stakeholders were invaluable in this process and we start 2024/2025 with a fresh look and a much-improved website.

Alongside this we adopted a set of new values to guide us in the way we deliver our work. They are:

- **We're here for everyone**
- **We drive equity**
- **We act with integrity**
- **We lead with kindness**
- **We strive to be better**

In this report we set out our progress against the strategic goals we set out in our 2021-2025 Stronger Communities strategy, which continues to guide us in our work.

1. DELIVERING MORE TARGETED AND EFFECTIVE FUNDING FOR OUR COMMUNITIES

Key Facts and Figures		
	2023/24	2022/23
Funding Awarded (incl. social investments)	£4,266,022	£5,219,408
No. of organisations funded	421	526
% Applications that were successful	68%	68%

The year saw us award £4,266,022 (2023: £5,219,408) of funding to 421 organisations (2023: 526) and 391 individuals (2023: 184).

Although we award an increasing number of larger grants and support some relatively large organisations, we continue to focus on funding smaller 'grassroots' organisations that are set up from within communities in response to local needs and opportunities. The year also saw a significant increase in the number of individuals we're helping as we formed a partnership with the Bishop Fox's Educational Foundation.

While our grants to organisations range from £200 to £220,000 the typical (median) award is £3,000 and the typical organisation we fund:

- supports 100 people
- is run by 2 part time staff and 9 volunteers
- has an annual income of just over £50,000

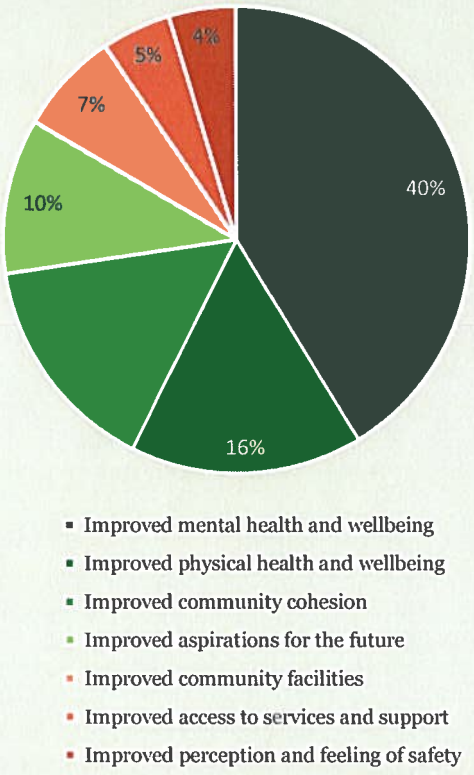
The funding we award is made available from 80 Funds created by individuals, local companies, charitable trusts and public sector partners. In many cases we support our funding partners' own panels to award grants, but our Main Grants programme utilises a range of funds, particularly income generated from funds that are invested for the long-term. These grants are awarded by our own panel of Trustees and volunteers from the community.

£1,859,830 was paid from the Hinkley Point C Community Fund, taking the total awarded since 2017 to over £9 million. At the end of the year, we had commenced a process to help define what the remaining years of the programme should focus

£1,859,830 was paid from the Hinkley Point C Community Fund, taking the total awarded since 2017 to over £9 million. At the end of the year, we had commenced a process to help define what the remaining years of the programme should focus on, to create a lasting legacy for communities closest to the new power station.

We also made our final social investment from the Somerset Social Enterprise Fund before we closed it to new applications. Over the course of 7 years, we made 29 social investments worth £1.3 million of blended social finance to local organisations. At the end of 2023/24 we had submitted a proposal to our key partner, Somerset Council, for a more focused social investment programme which we hope to launch in 2024/25.

Our funding supports a wide diversity of causes throughout the year and many of the organisations create multiple benefits. The following chart reflects the primary purpose behind our funding decisions in 2023/24.



Every year we conduct a survey of organisations that have applied to us for funding to understand how we could better support them. Overall, 89% of the 92 respondents said that they were satisfied or very satisfied with the service they received from us. In addition:

- 93% said they found our application form easy to complete,
- 80% said they received helpful feedback during the process
- 72% said that our reporting requirements are relevant to their work.

In response to some of the feedback, we will be working to improve the speed of decision-making and deployment of grants, and we are reviewing our reporting requirement alongside the development of a new impact framework.

2. USING OUR KNOWLEDGE AND INSIGHT

An important part of our strategy is to use the knowledge and insights we are privileged to have access to through our funding programmes to raise the profile of the unique value of local charities, voluntary organisations, and social enterprises. We also seek to increase awareness of the challenges they see in their communities and the opportunities they create to make a difference.

During the past 3 years, the pressures of the pandemic and cost-of-living crisis has reduced our capacity in this regard. However, during 2023/24 we reconvened the Somerset Funders Forum, bringing together representatives of local, regional and national funders to consider priorities in Somerset and explore ways in which we might all work together more effectively.

Our CEO has also continued to work with partners on the theme of rural philanthropy, with the first meeting of national stakeholders planned for early 2024/25.

Looking forward, with the support of a local philanthropist we have been able to employ our first Research and Insights Manager, increasing our capacity to undertake vital research and impact analysis in the future.

3. SIGNIFICANTLY GROWING OUR FUNDING FOR COMMUNITIES

Key Facts and Figures		
	2023/24	2022/23
Income received	£4,808,132	£5,781,122
...of which is endowment	£910,924	£135,472
Number of Funds supporting funding	131	125
Number of new Funds	7	9

The year saw us continue to increase our focus on our regular philanthropy development, most notably through the establishment of 7 new Funds and the continued support of existing fund holders.

The long-term goal of the Foundation is to build a significant endowment to provide medium to long-term support for our communities. During the year we received our first £1 million donation from a private individual through their Charitable Fund. It is designed to be used as an 'expendable endowment', invested carefully but spent down within ten years.

We also commenced discussions with Trustees of 2 local charitable trusts with a view to transferring their assets to the Foundation. Shortly after the year end, the first of these, with assets of around £2 million, successfully transferred to the Foundation.

Towards the end of the year, we received notification that we had secured the first tranche of a 3-year funding programme to support young people leaving the care system. An offer of funding from CCLA has been matched by new donations which means, including our Eagle House Fund, we should be able to award at least £250,000 over the next 3 years.

We also continue to run funding programmes that enable a much wider range of people to contribute to philanthropy in Somerset. In particular, our annual Surviving Winter appeal saw another strong response with £176,277 of new donations raised from members of the public.

Referrals from local solicitors and financial planners continues to be important, and we have been able to secure several legacy pledges as well as life-time gifts as a result.

Underpinning our work on philanthropy is the way we engage our fundholders in the impact of the Funds they set up with us. In our most recent fundholder survey, 80% of our respondents gave us a score of 8 out of 10 or higher for their level of satisfaction with our service to them.

At a regional level we continue to work closely with neighbouring Community Foundations on several Funds and donor relationships, including the Old Mill Fund, the Somerset High Sheriff Fund, and the Preventing Victims Fund (funded by the Avon and Somerset Office of the Police and Crime Commissioner), ensuring there is a consistent approach to the delivery of the funding programmes across county boundaries.

4. BUILDING AN ORGANISATION THAT IS FIT FOR THE FUTURE

During the year, we developed a new website underpinned by a thorough rebrand exercise. We consulted donors, grant recipients and other partners who provided us with tremendous feedback and insight, most notably that they felt we should have a stronger identity and clear purpose.

The new brand has put our strapline 'Directing Funds, Driving Change' at the heart of our new website which was launched in early 2024/25. The website will help us be more efficient and effective as a funder of local organisations and as a vehicle for philanthropy within Somerset.

In recognition of our wider impact in the world beyond Somerset, we have strengthened our investment policy to define categories of investments that we wish to screen out on ethical grounds and our commitment to working with investment managers that take an active role in environmental, social and governance considerations.

We continue to work on improving our performance on Diversity, Equity and Inclusion (DEI). Responsibility for this now rests with the CEO who will work with the Board and staff teams to ensure that DEI is taken into consideration in everything we do.

We have published our second DEI report on our website which includes a progress report and a breakdown of the diversity within the organisation. Highlights include providing funding to Diverse Communities to distribute to groups led by and for ethnic minorities in Somerset and improving the accessibility of our own office with the inclusion of disabled bathroom facilities.

GOVERNANCE

SCF is a registered private company, limited by guarantee (no.0453979) and a registered charity (no.1094446) governed by its Memorandum and Articles of Association. The Directors of SCF are also its Trustees for the purposes of charity law and are referred to as 'Trustees' throughout this report.

The Foundation's charitable objects, as defined in our Memorandum and Articles of Association are to:

- promote charitable purposes for the benefit of the community in the area served by Somerset Council, and in particular the relief of poverty and advancement of education; and
- promote other charitable purposes in the United Kingdom and elsewhere.

Key Facts and Figures		
	2023/24	2022/23
% of core costs covered by Fund contributions	77%	94%
SCF Board Gender Balance (female/male)	50 / 50	40 / 60
Highest: Median Salary ratio	2.21 : 1	2.03 : 1

The Trustees confirm that they have referred to guidance produced by the Charity Commission on public benefit when reviewing the Foundation's objectives and in planning future activities and are satisfied that the requirements are met.

Board of Trustees

During the year, 6 sub-committees were in operation as follows:

- Co-Investment*
- Finance and Governance
- Grants
- HPC Community Fund Awards Panel
- Loans
- Trustee Search Committee

**The Foundation has 2 Trustees represented on the Co-Investment Committee which also includes representatives from 3 other Community Foundations overseeing the implementation of our joint investment policy.*

These committees are responsible for the detailed oversight of strategy and activities within their areas of responsibility, with their own terms of reference and delegated powers, including powers to appoint additional non-Trustees as members of these committees.

We are a quality accredited member of UK Community Foundations, the membership organisation that supports and promotes the 47 community foundations operating across the UK. With endowment funds over £693 million and annual grant making of over £98 million, the network is one of the UK's most significant funders.

Management and staff remuneration

The day-to-day management of the Foundation is delegated to our Chief Executive, who is also responsible for the implementation of the strategy.

At the end of the year, we employed 15 members of staff (12.06 full-time equivalents) who undertake the core functions of the Foundation: grant-making, development, finance, administration, marketing and communications. During the year we also worked with a number of freelance 'External Grant Assessors' and our Social Investment Consultant.

Remuneration of the staff, including key management personnel, is reviewed by the Finance and Governance Committee as part of the annual budgeting process and any other time as required, taking account of cost of living, performance, and benchmarking against similar roles externally. During the year a revised Pay Policy was approved by the Board ensuring we have a transparent, fair and consistent approach to remuneration within the charity.

Managing risk

We maintain a comprehensive risk register covering the breadth of the Foundation's work. This is reviewed in detail at every Finance and Governance Committee meeting and is also considered at every Board meeting. It lists the most significant risks, scored on a mix of probability and impact, with updates on mitigation measures.

During the year, the major risks facing the Foundation related to our dependence on a small number of key senior personnel and the potential impact of public sector funding cuts. To mitigate these risks, we have built a strong senior leadership team to ensure we have more 'strength in depth' within our executive, and our focus on growing income from private and corporate donors has reduced our reliance on public sector funding.

FINANCIAL REVIEW

The Foundation had a strong financial year, with an overall income of £4,808,132 (2023:

£5,781,122). While this is a fall in income, it reflects a strong underlying trend after taking account of the additional funds donated to us in response to the pandemic.

Our expenditure was £4,863,984 (2023: £5,772,993) with 96% (2023:97%) of this on charitable activities and governance, including £4,076,362 awarded as grants (2023: £5,089,632). Again, after taking account of the exceptional grant of £1.25 million awarded in 2022/23, this reflects a strong and sustained impact.

Expenditure on raising funds was £182,495 (2023: £189,916). Over the past 3 years, on average we have secured £30 of income for every £1 spent on raising funds.

Unrestricted Funds and Free Reserves

At the end of the year our unrestricted funds were £732,151 (2023: £784,012). This includes designated funds worth £485,623 (2023: £496,391).

The Foundation's Reserves Policy (reviewed in September 2021) is to hold sufficient unrestricted reserves to meet short-term cash flow needs, manage medium-term fluctuations in income and, if necessary, enable the Foundation to manage a long-term decline in income. The Board reviews the level of 'free' unrestricted reserves annually, considering income forecasts and assessment of risk.

Designated funds include funds set aside to invest in improving our website and digital marketing and to produce further Hidden Somerset (or similar) reports.

At the end of the year, free reserves stand at £302,936 (2023: £291,877). Having considered the medium-term nature of much of the Foundation's funding, the Trustees are satisfied this represents a sustainable position. The position is strengthened through the building of a Fund, from legacies, within our endowment that supports the operational costs of the Foundation.

Restricted Funds

Most of our income and expenditure is in the form of restricted funds supporting our funding programmes and other charitable work. Restricted income for the year was £3,500,291 (2023: £5,224,540) and expenditure was £4,222,987 (2023: £5,265,945).

At the end of the year £4,881,400 (2023: £5,621,812) was carried forward, including £325,761 in the HPC Community Fund and £1,981,770 in the Discovery Community Fund. The fall in funds carried forward reflects how we are deploying funds that were donated in earlier years.

The Charities SORP requires that we recognise grants provided to organisations where they have been committed to in advance of making the payments (or in most cases recognising the income that the grant payments will be made from). As a result, the charity's balance sheet shows grants committed to but not yet paid of £2,764,725 (2023: £2,555,307). £1,707,950 of this is due within 1 year and £1,056,775 in more than 1 year (2023: £1,396,386 within 1 year and £1,158,921 in more than 1 year).

Endowment and Investment Policy

Our endowment is invested across 3 investment managers and is held as part of a larger portfolio made up of the endowment funds of three other Community Foundations.

During the year, our endowment fund attracted new donations worth £910,924 (2023: £135,472). We experienced a net gain on our investments of £572,737 (2023: net loss of £284,148). Following capital withdrawals as part of our total return policy (see below) at the end of the year our endowment fund was valued at £9,082,546 (2023: £7,748,344).

The aim of our investment policy is to generate a total return on the investments to at least maintain the capital value of the Fund in the long-term while generating a surplus for grant-making and supporting the costs of the Foundation. Each year we withdraw a 4% total return for these purposes.

A benchmark of CPI+4% is used as a key performance indicator. The 3-year annualised return was 6.1% (2023: 10.3%) compared to the benchmark of 10.9%, reflecting the impact of high inflation during this period. Encouragingly the total return for the year was 11.1% (2023: -1.4%) compared to the benchmark of 7.6%.

FUTURE PLANS

We have made good progress against the goals set out in our 2021-2025 strategy, and we will continue to follow the path we have set out, while responding to changing circumstances. In

particular, during 2024/25, we have set the following goals:

Delivering more targeted and effective funding

Over and above the management of our regular programmes we will continue to seek opportunities to increase the number and value of unrestricted/core cost and multi-year grants that we award.

We are exploring ways in which we can provide more consistent approaches to the way we manage our place-based Funds.

Using our knowledge and insight

During the year we aim to produce 2 new Hidden Somerset reports. We will also define priorities for our new Collective Giving Funds.

We will continue to convene the Somerset Funders Forum in order to facilitate the exchange of knowledge and good practice between funders operating in Somerset and explore opportunities for collaboration.

Significantly growing funding for our communities

Most importantly we will complete the transfer of 2 local charitable trusts to our endowment with a combined value of around £3 million.

We will also continue to focus on developing strong relationships with professional advisers in Somerset in order to facilitate more local philanthropy in the long-term, and we will, for the first time, start to implement a legacy strategy.

In addition, we will put resources into building our first Collective Giving Funds, starting with the Somerset Youth Fund.

Building an organisation that is fit for the future

During the coming year we will complete the process of setting up a new Customer Relationship Management database which will improve the user experience for grant applicants, enhance the services we can offer to donors and strengthen the way we will monitor the impact of our funding.

We will also introduce a new recruitment policy for staff and Trustees to ensure our practices enable us to attract the skills, expertise and experience we need to grow and develop the Foundation.

Finally, we will be developing a bold and ambitious 10-year strategy for the Foundation, drawing on the growth and experience from recent years to build a more impactful Somerset Community Foundation for future generations.

LEGAL AND ADMISTRATIVE INFORMATION

Trustees	Michael Samuel MBE (Chair)	
	Chris Bishop	F&G, L, HPC
	Amanda Ellingworth (appointed 27 January 2024)	
	Michelle Ferris	F&G, TSC
	Helen Gulvin	G, HPC
	Kokila Lane	G
	Angela Kerr	G
	John Lyon CB	F&G, HPC, TSC
	Bruce McIntosh	CI, F&G
	Lucy Nelson DL	
	Louisa Raybould (appointed 6 October 2023)	HPC, G
	David Taylor	G
	Tim Walker	TSC
	Giles Wood	CI
	Kevin Whitmarsh (resigned 25 January 2024)	
	CI: Co-Investment Committee; F&G: Finance & Governance Committee; G: Grants Committee; HPC: Hinkley Point C Community Fund Awards Panel; L: Loans Committee; TSC: Trustee Search Committee	
Chief Executive & Company Secretary	Justin Sargent OBE DL	
Philanthropy Director	Laura Blake	
Operations Director	Mary Hancock	
Programmes Director	Andrew Ridgewell	
Registered charity number	1094446	
Registered company number	04530979	
Registered Office	Yeoman House, Bath and West Showground, Shepton Mallet, Somerset, BA4 6QN	
Auditors	AC Mole LLP, Stafford House, Blackbrook Park Ave, Taunton, Somerset, TA1 2PX	
Bankers	CAF Bank, 25 Kings Hill Ave, Kings Hill, West Malling, ME19 4JQ	
	CCLA, Senator House, 85 Queen Victoria Street, London, EC4V 4ET	
Investment Managers	CCLA, Senator House, 85 Queen Victoria Street, London, EC4V 4ET	
	Evelyn Partners, Portwall Place, Portwall Lane, Bristol, BS1 6NA	
	Sarasin & Partners, Juxon House, 100 St Paul's Churchyard, London EC4M 8BU	
Solicitors	Clarke Willmott, Blackbrook Gate, Blackbrook Park Ave, Taunton, TA1 2PG	

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees, who are also directors of Somerset Community Foundation (Limited by Guarantee) for the purposes of company law, are responsible for preparing the Trustees' Report (incorporating the directors' report) and the financial statements in accordance with 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).

Company law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Foundation and of the income and expenditure, of the Foundation, 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 judgements and accounting estimates that are reasonable and prudent
- State whether applicable United Kingdom Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements, and
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Foundation will continue in business

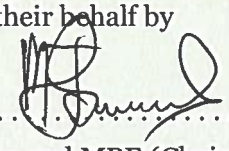
The Trustees are also responsible for maintaining proper accounting records that disclose with reasonable accuracy at any time the financial position of the Foundation and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Foundation and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the Trustees are aware:

- There is no relevant audit information of which the Foundation's auditor is unaware, and
- The Trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

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

Approved by the Trustees on 11 October, 2024 and signed on their behalf by



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Michael Samuel MBE (Chair of Trustees)

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

Opinion

We have audited the financial statements of Somerset Community Foundation (the 'Charitable company) for the year ended 31 March 2024 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cashflows 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, including Financial Reporting Standard 102: The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as of 31 March 2024 and of its income and expenditure for the period then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- 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 Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the 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 society'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 auditor's report 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 there is a material misstatement in the financial statements or a material misstatement of the other information. 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

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

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

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

- adequate and proper accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of the trustees

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

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

Our responsibilities for the audit of the financial statements

The trustees have elected for the financial statements to be audited in accordance with the Charities Act 2011 rather than the Companies Act 2006. Accordingly, we have been appointed under section 144 of the Charities Act 2011, and report in accordance with the Acts 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.

Identifying and assessing potential risks of material misstatement due to irregularities

We considered the following when identifying and assessing risks of material misstatement due to irregularities, including fraud and non-compliance with laws and regulations:

- the legal and regulatory framework in which the charitable company operates
- the sector in which the charitable company operates
- the control environment and controls established to mitigate such risks
- the results of our enquiries of management about their identification and assessment of risks of irregularities
- discussions with the audit engagement team about where fraud might occur
- the incentives for fraud.

Laws and regulations which are considered to be significant to the charitable company include those relating to the requirements of financial reporting framework FRS102, the Companies Act 2006, the Charities Act 2011, UK tax legislation, employment law and health and safety. In addition, we consider other laws and regulation which may not directly impact the financial statements but may impact on the operation of the charitable company.

As a result of these procedures we concluded, in accordance with International Auditing Standards, that a risk in relation to the potential for management override of controls existed.

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

Audit responses to risks identified

We undertook audit procedures to respond to the risks identified and designed our audit testing to respond to these risks. The additional procedures we undertook included the following:

- gaining an understanding of the charitable company's procedures for ensuring compliance with laws and regulations
- testing the appropriateness of journal entries and other adjustments
- considering whether accounting estimates were indicative of potential bias
- considering whether any transactions arose outside the normal course of business
- making enquiries of management
- corroborating our enquiries through review of Board Minutes and correspondence.

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

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

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

Use of this 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 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.

A C Mole LLP

AC Mole LLP (Statutory Auditor)
Chartered Accountants and Registered Auditors
Stafford House
Blackbrook Park Avenue
Taunton
Somerset TA1 2PX

11 October 2024

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2024- CURRENT YEAR

	Note	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total 2024 £	Total 2023 £
Income from:						
Donations and Legacies	3	265,740	3,146,180	910,924	4,322,844	5,521,599
Investments	4	131,177	354,111	-	485,288	259,523
Total		396,917	3,500,291	910,924	4,808,132	5,781,122
Expenditure on:						
Raising Funds	5	155,475	18,095	8,925	182,495	189,916
Charitable Activities	6	476,597	4,204,892	-	4,681,489	5,583,077
Total		632,072	4,222,987	8,925	4,863,984	5,772,993
Net (Expenditure)/Income Before Gains and Losses on Investment	7	(235,155)	(722,696)	901,999	(55,852)	8,129
Net Gains/(Losses) on Investment	11	24,855	189	572,737	597,781	(296,333)
Net Income		(210,300)	(722,507)	1,474,736	541,929	(288,204)
Transfers Between Funds	20	158,439	(17,905)	(140,534)	-	-
Net Movement in Funds		(51,861)	(740,412)	1,334,202	541,929	(288,204)
Reconciliation of Funds						
Total Funds Brought Forward	17	784,012	5,621,812	7,748,344	14,154,168	14,442,372
Total Funds Carried Forward	17	732,151	4,881,400	9,082,546	14,696,097	14,154,168

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2023- PREVIOUS YEAR

	Note	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total 2023 £
Income from:					
Donations and Legacies	3	367,052	5,019,075	135,472	5,521,599
Investments	4	54,058	205,465	-	259,523
Total		421,110	5,224,540	135,472	5,781,122
Expenditure on:					
Raising Funds	5	95,726	68,701	25,489	189,916
Charitable Activities	6	385,833	5,197,244	-	5,583,077
Total		481,559	5,265,945	25,489	5,772,993
Net Income Before Gains and Losses on Investment	7	(60,449)	(41,405)	109,983	8,129
Net Gains/(Losses) on Investment	11	(9,085)	(3,100)	(284,148)	(296,333)
Net Income		(69,534)	(44,505)	(174,165)	(288,204)
Transfers Between Funds	20	117,622	8,143	(125,765)	-
Net Movement in Funds		48,088	(36,362)	(299,930)	(288,204)
Reconciliation of Funds					
Total Funds Brought Forward	17	735,924	5,658,174	8,048,274	14,442,372
Total Funds Carried Forward	17	784,012	5,621,812	7,748,344	14,154,168

SUMMARY INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 MARCH 2024

	2024 £	2023 £
Income	3,411,920	5,386,127
Interest and Investment Income	485,288	259,523
Gross Income in the Reporting Period	3,897,208	5,645,650
Total Expenditure in the Reporting Period	(4,855,059)	(5,747,504)
Net Income Before Gains and Losses	(957,851)	(101,854)
Gains/(Losses) on Investments	25,044	(12,185)
Transfers	140,534	125,765
Net Income for the Financial Year	(792,273)	11,726

The summary income and expenditure account are derived from the statement of financial activities on page 17 (excluding endowment fund incoming resources and resources expended) which, together with the notes to the financial statements provides full information on the movements during the year on all the funds. Excluded from the total net incoming resources in the statement of financial activities to arrive at the above figure is £910,924(2023: £135,472) of endowment income, £8,925 (2023: £25,489) of endowment expenses and gain of £572,737, (2023: loss of £284,148) on investments.

All income and expenditure derive from continuing operations.

The notes form an integral part of these financial statements.

BALANCE SHEET AS AT 31 MARCH 2024

	Notes	2024 £	2023 £
Fixed Assets			
Investments	11	9,416,189	8,211,157
Tangible Fixed Assets	13	71,712	80,540
Total Fixed Assets		9,487,901	8,291,697
Non-Current Assets	12	389,126	453,676
Current Assets			
Investments	12	105,342	81,219
Debtors	14	357,283	1,523,629
Bank		7,163,287	6,401,954
Total Current Assets		7,625,912	8,006,802
Creditors: Amounts Falling Due Within One Year	15	(1,750,067)	(1,439,086)
Net Current Assets		5,875,845	6,567,716
Creditors: Amounts Falling due after One Year	16	(1,056,775)	(1,158,921)
Total Net Assets		14,696,097	14,154,168
The Funds of the Charity			
Unrestricted Fund	17	300,806	287,621
Designated Fund	17	431,345	496,391
Restricted Fund	17	4,881,400	5,621,812
Expendable Endowment Fund	17	9,082,546	7,748,344
Total Charity Funds		14,696,097	14,154,168

These accounts have been prepared and delivered in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006 and the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

For the year in question, the charitable company was entitled to exemption from an audit under section 477 of the Companies Act 2006.

The members have not required the charitable company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Act.

The trustees/directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

Approved by the Trustees on 11 October 2024 and signed on their behalf by

..... Michael Samuel MBE

..... Michelle Ferris FCA

Registered Company No: 04530979.

The notes form an integral part of these financial statements.

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 MARCH 2024

	Note	Total 2024 £	Total 2023 £
Cash Flows from Operating Activities:			
Net cash generated from Operating Activities	21	883,943	713,252
Cash Flows from Investing Activities			
Dividends and Interest from Investments		485,288	259,523
Purchase of Equipment		-	(6,383)
Proceeds from Sale of Investments		2,853,698	1,537,779
Purchase of Investments		(3,597,532)	(2,074,044)
Net cash (used in) Investing Activities		(258,546)	(283,125)
Change in Cash and Cash Equivalents in the Reporting Period		625,397	430,127
Cash and Cash Equivalents at the Beginning of the Reporting Period		6,585,857	6,155,730
Cash and Cash Equivalents at the End of the Reporting Period	21	7,211,254	6,585,857

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

1. Legal Status of the Foundation

The Foundation is a registered charity and a registered company, limited by guarantee, and has no share capital. The guarantors are the members whose liability in the event of a winding-up is limited to £1 each. There were 15 members at the balance sheet date (2023: 14).

2. Accounting Policies

Accounting Convention and Statement of Compliance

These accounts have been prepared in accordance with FRS 102 " The Financial Reporting Standard applicable in the UK and Republic or Ireland" ("FRS 102"), "Accounting and Reporting by Charities" the Statement of Recommended Practice for charities applying FRS 102, the Companies Act 2006, the Charities Act 2011 and UK Generally Accepted Accounting Practice as it applies from 1 January 2019. The Foundation meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

The accounts are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The accounts have been prepared on the historical cost convention modified by the investment assets, which are held at fair value. The principal accounting policies are set out below.

Going Concern

At the time of approving the accounts, the Trustees have a reasonable expectation that the Somerset Community Foundation has adequate resources to continue in operational service for the foreseeable future. Thus, the Trustees continue to adopt the going concern basis of accounting in the preparation of the accounts.

Incoming Resources

Income is recognised when the Foundation has entitlement to the funds, any performance conditions attached to the item of income has been met, it is probable that the income will be received, and the amount can be measured reliably. Income from government and other grants, whether 'capital' grants or 'revenue' grants is recognised in the same way unless it is deferred.

Cash donations are recognised on receipt. Other donations are recognised once the Foundation has been notified of the donation unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid is recognised at the time of the donation.

Legacies are recognised on receipt or when the Foundation has been notified of an impending distribution, the amount is known, and receipt is probable. If the amount cannot be reliably estimated, the legacy is treated as a contingent asset.

Donated professional services and donated facilities are recognised as income when the Foundation 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 Foundation of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), the general time of the volunteers is not recognised and refer to the Trustees' annual report for more information about their contribution.

On receipt, donated professional services and donated facilities are recognised on the basis of the value of the gift to the Foundation which is the amount the Foundation would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

Resources Expended

Expenditure is accounted for on an accruals basis and has been included under expenses categories that aggregate all costs for allocation to activities. Where costs cannot be directly attributed to particular activities, they have been allocated on a basis consistent with the use of the resources.

Support costs are those costs incurred directly in support of expenditure on the objects of the Foundation and include project management carried out at the Foundation's offices. Governance costs are those incurred in connection with the administration of the Foundation and compliance with constitutional and statutory requirements.

Costs of charitable activities comprise grants payable and support costs. Grants payable are included in resources expended once the grant application has been approved by the grants committee and this has been communicated to the grant recipient, except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attached are fulfilled. Grants offered subject to conditions which have not been met at the year-end are noted as a commitment, but not accrued as expenditure. Where multi-year grants are offered, these are accounted for in full under the criteria noted above.

Fixed Assets and Depreciation

All capital assets with a value of less than £1,000 are expensed in the statement of financial activities. Tangible fixed assets are initially measured at cost and subsequently measured at cost, net of depreciation and any impairment losses. Depreciation on computer equipment is 3 years to reflect the useful life of the assets.

- Leasehold Property and Improvements
  - 25 years (straight line)
- Furniture and Equipment
  - 3 years (straight line)

Fixed Asset Investments

Listed investments are included in the balance sheet at their market value at the balance sheet date. Realised and unrealised gains and losses on investments are included in the statement of financial activities in the year in which they arise. Investment income is credited to income on an accruals basis.

Non-current asset investments

Non-current assets investments are the proportion of concessionary loans (treated as mixed motive investments), which are due after more than 12 months from the balance sheet date. The concessionary loans are initially recognised at the amount paid out, with the carrying amount adjusted in subsequent years to reflect repayments and any accrued interest, adjusted, if necessary, for any impairment. Concessionary loans are assessed for evidence of impairment at the end of each year. Last year, the charity was gifted some land. The land was valued at fair value at the date of the gift, with the value included in the accounts, and the value considered at each subsequent year end.

Current assets investments

Current assets investments are the proportion of concessionary loans (treated as mixed motive investments), which are due within 12 months of the balance sheet date. The concessionary loans are initially recognised at the amount paid out, with the carrying amount adjusted in subsequent years to reflect repayments and any accrued interest, adjusted, if necessary, for any impairment. Concessionary loans are assessed for evidence of impairment at the end of each year.

Cash and Cash Equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks and other short-term liquid assets.

Financial Instruments

The Foundation has elected to apply the provisions of Section 11 'Basic Financial Instruments' FRS 102 to all of its financial instruments. Financial instruments are recognised when the Foundation becomes party to the contractual provisions of the instrument.

The charity only holds basic financial instruments as defined in FRS102. The financial assets and liabilities of the charity and their measurements are as follows:

Basic Financial Assets

Basic financial assets, which include trade and other receivables and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method.

Charity uses total return approach to its investment which is disclosed in note 23. Trade, other debtors and loans (mixed motive investments) are basic financial instruments and are debt instruments measured at amortised cost as disclosed in note 24. Investment portfolios are basic financial instruments measured at fair value

through the income and expenditure account. Prepayments are not financial instruments. Cash at bank and as part of the investments are classified as basic financial instruments and are measured at fair value.

Basic Financial Liabilities

Basic financial liabilities, including trade and other payables, are initially recognised at transaction price. Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade payables are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Accounts payable are classified as current liabilities if payment is due within one year or less. Trade payables are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Trade creditors, accruals and other creditors are financial instruments and are measured at amortised cost as detailed in note 24. Taxation and social security are not included in the financial instrument's disclosure definition. Deferred income is not deemed to be a financial liability, as the cash settlement has already taken place and there is an obligation to deliver services rather than cash or another financial instrument.

Pension Costs

The Foundation contributes to a defined contribution pension scheme, the assets of which are held separately from those of the Foundation. The scheme is independently administered. Contributions are charged in the statement of financial activities as they fall due in accordance with the scheme rules.

Operating Lease Agreements

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

Fund Accounting

Funds held by the Foundation are either:

- Unrestricted general funds – these are funds which can be used in accordance with the charitable objects at the discretion of the Trustees.
- Designated funds – these are funds set aside by the Trustees out of unrestricted general funds for specific future purposes or projects.
- Restricted funds – these are funds that can only be used for particular, restricted purposes within the objects of the Foundation. Restrictions arise when specified by the donor or when funds are raised for particular, restricted purpose.
- Endowment Funds – these are funds whose assets provide a long-term source of income to support the Foundation's objects. Individual donations to the endowment fund may be unrestricted or restricted if the donor has specified how the income arising should be spent. The Trustees have the power to spend the capital if they so determine.

In many cases and with the prior agreement of the donor one donation may be divided between various funds. Further explanation of the nature and purpose of each fund is included in note 17 to the financial statements.

Significant Judgements and Estimates

The Trustees have reviewed the operations of the charity and have concluded that there are no areas of significant management judgement or key areas of estimation or uncertainty required to be disclosed.

Tax Status

The Foundation is exempt from any taxation in relation to its charitable activities except for Value Added Tax.

Loans Advanced

One of the objectives of the Foundation is to support existing and emerging enterprises through the making of grants and loans. Loans receivable by the Foundation are recognised when funds are advanced to borrowers. Amounts due for repayment after more than one year from the balance sheet date are shown as long-term debtors within current assets.

Fees charged in respect of loan applications are recognised in full when funds are advance to borrowers. Interest receivable on loans is recognised on an accruals basis when funds are

repaid and not when loans are advanced. Fees and interest are deemed to be restricted income, to be utilised in the making of future loans in accordance with the fund objectives.

3. Donations and Legacies	2024	2023
	£	£
Bishop Fox's Trust	50,000	
Corton Hill Trust	1,000,000	100,000
Discovery Fund		828,000
Field House Trust	106,000	-
HPC Community Fund	1,632,479	1,534,188
Hunt's Food Group	50,000	-
SCC Somerset Fund Grant	-	55,500
ICB Community Resilience Fund	56,250	-
Old Mill Fund	53,529	-
School for Social Entrepreneurs	-	143,269
Gamble Fund	-	100,000
Quartet to Wessex Water	42,238	42,238
SCC to Cost of Living	400,000	450,000
South Somerset DC to Cost of Living	-	50,000
Sedgemoor DC to Cost of Living	-	49,950
SW and Taunton to Cost of Living	-	50,000
Fairfield Charitable Trust to Cost of Living	-	40,000
SW Enterprise Fund	-	100,000
Police and Crime Commissioner Fund	-	600,000
Other Donations and Grants (< £70,000)	932,348	1,378,454
	4,322,844	5,521,999

We are grateful to the following for their support during the year: Clarke Willmott, Brympton House, Albert Goodman, Summerfield Developments, Andy Jennings (Andelli Art and Design), Cognique, Co-Foundry, Hoare's Bank, Somerset Council.

4. Investment Income

	2024	2023
	£	£
Dividends on Equities and Fixed Interest Securities	205,228	204,555
Interest on Cash Deposits	280,060	54,968
	485,288	259,523

5. Expenditure on Raising Funds – Current Year

The costs comprise:	Unrestricted £	Restricted £	Endowment £	2024 £
Staff Salaries	104,765	15,735	-	120,500
Support Costs				
Staff Expenses and Other Costs	1,028	263	-	1,291
Staff Training and Recruitment	963	407	-	1,370
Event Costs	4,496	-	-	4,496
Marketing and Promotion	1,100	-	-	1,100
Rent and Utilities	2,030	266	-	2,296
Postage, Printing and Stationery	649	99	-	748
IT Support	3,758	377	-	4,135
Bookkeeping and Accountancy Support	325	135	-	460
Subscriptions	4,281	352	-	4,633
Finance Charges and Insurance	4,469	362	-	4,831
Building Maintenance	6,483	-	-	6,483
Unrestricted Grant Making	-	-	-	-
Depreciation	8,828	-	-	8,828
Professional Fees	12,131	-	-	12,131
Investment Manager's Fees	169	99	8,925	9,193
	155,475	18,095	8,925	182,495

5.Expenditure on Raising Funds (Previous Year)

The costs comprise:	Unrestricted £	Restricted £	Endowment £	2023 £
Staff Salaries	58,652	55,263	-	113,915
Support Costs				
Staff Expenses and Other Costs	1,758	888	-	2,646
Staff Training and Recruitment	1,639	986	-	2,625
Event Costs	3,808	908	-	4,716
Marketing and Promotion	1,708	1,117	-	2,825
Rent and Utilities	2,537	1,593	-	4,130
Postage, Printing and Stationery	655	250	-	905
IT Support	2,867	1,837	-	4,704
Bookkeeping and Accountancy Support	476	219	-	695
Subscriptions	2,555	1,164	-	3,719
Finance Charges and Insurance	3,179	335	-	3,514
Quality Accreditation	175	1,078	-	1,253
Unrestricted Grant Making	1,442	-	-	1,442
Depreciation	10,255	-	-	10,255
Professional Fees	3,677	2,987	-	6,664
Investment Manager's Fees	343	76	25,489	25,908
	95,726	68,701	25,489	189,916

6. Charitable Activities

Detailed by Fund

	Unrestricted £	Restricted £	Endowment £	2024 £	2023 £
Grant Making	-	4,076,362	-	4,076,362	5,089,632
Direct Support Costs					
Staff Salaries	275,009	73,858	-	348,867	321,937
Staff Expenses and Other Costs	2,704	2,130	-	4,834	9,124
Rent and Utilities	34,060	6,755	-	40,815	14,111
Marketing and Promotion	5,394	16,910	-	22,304	11,623
Postage, Printing and Stationery	2,595	801	-	3,396	2,925
Staff Training and Recruitment	2,641	3,293	-	5,934	7,614
IT Support	15,033	3,049	-	18,082	13,716
Bookkeeping and Accountancy Support	1,300	165	-	1,465	2,171
Subscriptions	17,124	2,848	-	19,972	11,644
Social Investment Loan Write-Off	-	11,987	-	11,987	30,300
Finance Charges and Insurance	2,598	1,005	-	3,603	4,364
CCLA Capital Drawdown		(20,055)		(20,055)	(6,753)
Professional Fees	49,199	(1,435)	-	47,764	16,267
	407,657	101,311	-	508,968	439,043
Sub Total	407,657	4,177,673		4,585,330	5,528,675
Governance Costs					
Management	56,747	24,619	-	81,366	40,279
Audit	9,640	2,600	-	12,240	12,240
Other Costs	2,553	-	-	2,553	1,883
Total	68,940	27,219	-	96,159	54,402
Total Expenditure on Charitable Activities	476,597	4,204,892	-	4,681,489	5,583,077

6. Charitable Activities (cont.)

Detailed by Fund (Previous Year)

	Unrestricted £	Restricted £	Endowment £	2023 £
Grant Making	-	5,089,632	-	5,089,632
Direct Support Costs				
Staff Salaries	254,393	67,544	-	321,937
Staff Expenses and Other Costs	7,543	1,581	-	9,124
Rent and Utilities	10,846	3,265	-	14,111
Marketing and Promotion	9,522	2,101	-	11,623
Postage, Printing and Stationery	2,620	305	-	2,925
Staff Training and Recruitment	6,904	710	-	7,614
IT Support	11,470	2,246	-	13,716
Bookkeeping and Accountancy Support	1,903	268	-	2,171
Subscriptions	10,222	1,422	-	11,644
Social Investment Loan Write-Off	-	30,300	-	30,300
Finance Charges and Insurance	2,972	1,392	-	4,364
CCLA Adv Capital Receipt	-	(6,753)	-	(6,753)
Professional Fees	16,081	186	-	16,267
	334,476	104,567	-	439,043
Sub Total	334,476	5,194,199	-	5,528,675
Governance Costs				
Management	40,279	-	-	40,279
Audit	9,195	3,045	-	12,240
Other Costs	1,883	-	-	1,883
Total	51,357	3,045	-	54,402
Total Expenditure on Charitable Activities	385,833	5,197,244	-	5,583,077

7. Net Income/(Expenditure)

Net Income/(Expenditure) is stated after charging:

	2024	2023
	£	£
Auditor's Remuneration:		
Audit of Statutory Financial Statements	12,240	12,240
Audit – Other	-	-
	12,240	12,240

8. Trustees Expenses and Remuneration

During the year, Trustees were reimbursed £85 (2023: £64) in expenses relating to their role as Trustee.

9. Related Party Transactions

During the year, the Foundation made grants worth £45,500 (2023: £177,154) to The Nelson Trust, a charity of which J Sargent, Chief Executive, is a Trustee. The terms of, and process for providing this grant are the same as all other grants made in the year.

10. Staff Costs

Employee Information	2024	2023
	£	£
Salaries	487,210	418,660
Employer's National Insurance Contributions	43,056	36,951
Employer's Pension Contributions	20,467	20,520
	550,733	476,131

There were 15 employees during the year calculated on an average basis (2023: 14). The key management personnel of the Foundation comprise the Chief Executive, Operations Director, Programmes Director and Philanthropy Director. The total employee benefits of the key management personnel of the Foundation were £257,950 (2023: £245,378). This year the charity has made ex-gratia payment to one employee for £2,126 (2023: £nil) on health grounds. Although not legally required this was done to demonstrate goodwill and maintain a positive relationship with employee. There were no amounts outstanding at the year-end (2023: £nil)

The number of employees whose annual emoluments were £60,000 or more were:

	2024	2023
£60,000 - £70,000	1	1

11. Investments

Fixed Asset Investments	2024	2023
	£	£
Listed Investments	9,368,222	8,027,254
Cash Held in Investment Portfolio	47,967	183,903
	9,416,189	8,211,157

	2024	2023
Listed Investments are made up as follows:	£	£
Market Value brought forward	8,027,254	7,787,500
Acquisitions at Costs	3,597,532	2,074,044
Sale Proceeds	(2,853,698)	(1,537,779)
Realised Gains/(Losses)	(84,118)	7,150
Unrealised Gains/(Losses)	681,252	(303,661)
Market Value Carried Forward	9,368,222	8,027,254
Book Cost Carried Forward	8,455,744	6,461,103

The above investments comprise fixed asset interest securities and equities of which £3,033,428 (2023: £5,230,736) are UK Investments and £6,334,794 (2023: £2,796,518) relate to investments held outside the UK.

Additional realised gains of £647 (2023: £178) are shown in the Statement of Financial Activities which relate to foreign exchange settlements and cash distributions.

Shareholdings which individually represent more than 5% of the charity's investments are:

No. Of Shares	Investments	Market Value
108,092	COIF Communities First SCF	£2,208,594
24,411	COIF Somerset Community Foundation	£498,777
1,876,794	Sarasin Endowments Fund Class A NIC	£2,319,718

12. Non-Current Assets

	2024	2023
	£	£
Social Investment Loans at Beginning of the Year	444,895	410,955
New Loans	80,800	128,334
Loan Repayments	(135,484)	(87,354)
Loan Write Off	(11,987)	(30,300)
Loan Interest	26,244	23,260
At End of the Year	404,468	444,895
Land Gifted to the charity	90,000	90,000
Sub Total	494,468	534,895
Non-Current Asset	389,126	453,676
Current Asset	105,342	81,219

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

13. Tangible Fixed Assets

	Leasehold & Property improvements	Furniture & Equipment	Total
	£	£	£
Cost			
At the Beginning and end of the Year	167,500	26,167	193,667
Total	**167,500**	**26,167**	**193,667**
Depreciation			
At the Beginning of the Year	91,218	21,909	113,127
Charge for the Year	6,700	2,128	8,828
At the End of the Year	**97,918**	**24,037**	**121,955**
Net Book Value			
At the Beginning of the Year	76,282	4,258	80,540
At the End of the Year	**69,582**	**2,130**	**71,712**

14. Debtors

	2024	2023
	£	£
Other Debtors	342,532	1,506,848
Prepayments	14,751	16,781
	357,283	1,523,629

15. Creditors: Amounts falling due within one year

	2024	2023
	£	£
Grants Payable	1,707,950	1,396,386
Accruals and Deferred Income	26,826	26,997
Other Tax and Social Security	15,291	15,703
	1,750,067	1,439,086

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

	2024	2023
	£	£
Grants Payable	1,056,775	1,158,921

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

17. Statement of Funds (Current Year)

	Balance B/fwd	Incoming Resources	Resources Expended	Unrealised/Realised Gains/(Losses)	Transfers	Balance C/fwd
	£	£	£	£	£	£
Unrestricted Fund – General Funds	287,621	425,903	(560,324)	2,387	145,218	300,805
Designated Funds:						
Building and Maintenance Fund	56,685	(36,699)	(21)	845	-	20,810
Yeoman House Fund	65,780	-	(5,980)	-	-	59,800
Raising Aspirations Research Fund	23	-	-	-	-	23
SYVN	2,100	-	-	-	-	2,100
Hidden Somerset	11,000	-	-	-	-	11,000
Digital Transformation	32,785	-	(65,206)	-	114,244	81,823
Legacy Designate	328,018	7,713	(541)	21,623	(101,023)	255,790
Total Designated Funds	496,391	(6,709)	(71,748)	22,468	45,221	485,623
Total Unrestricted Funds	784,012	396,917	(632,072)	24,855	158,439	732,151
Restricted Funds						
The Growth Fund	258,126	40,000	-	-	-	298,126
Discovery Fund	1,997,602	58,681	(74,513)	-	-	1,981,770
Enhance Social Enterprise Fund	16,276	(16,276)	-	-	-	-
HPC Community Fund	529,388	1,719,809	(1,923,436)	-	-	325,761
Raising Aspirations	991	-	-	-	-	991
Somerset Social Enterprise Fund	349,365	49,663	(53,674)	-	(20,000)	325,354
Support Costs CSC	3,000	-	-	-	-	3,000
VCSE Strategic coordinator	5,369	-	-	-	-	5,369

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

17. Statement of Funds (Current Year)

	Balance B/fwd £	Incoming Resources £	Resources Expended £	Unrealised/Realised Gains/(Losses) £	Transfers £	Balance C/fwd £
Other Restricted Funds						
Discretionary (22 funds)	736,870	521,981	(759,724)	-	-	499,127
Donor Advised (43 Funds)	1,155,424	640,991	(1,066,475)	-	-	729,940
Donor Directed (8 Funds)	14,090	54,217	(13,005)	189	-	55,491
Field of Interest (19 Funds)	74,194	155,576	(38,230)	-	-	191,540
Sub Total Restricted Funds	5,140,695	3,224,642	(3,929,057)	189	(20,000)	4,416,469
Endowment Income Funds						
Discretionary (6 Funds)	31,158	31,025	(31,948)	-	3,456	33,691
Donor Advised (33 Funds)	271,132	165,233	(185,597)	-	5,765	256,533
Donor Directed(2 Fund)	13,913	18,798	(8,172)	-	1,776	26,315
Field of Interest (15 Funds)	164,914	60,593	(68,213)	-	(8,902)	148,392
Sub Total Endowment Income Funds	481,117	275,649	(293,930)	-	2,095	464,931
TOTAL RESTRICTED FUNDS	5,621,812	3,500,291	(4,222,987)	189	(17,905)	4,881,400

17. Statement of Funds (Current Year)

Endowment Funds	Balance B/fwd £	Incoming Resources £	Resources Expended £	Unrealised Gains(Losses) £	Transfers £	Balance C/fwd £
Unrestricted Fund - General Funds	110,417		(184)	7,279	(45,221)	72,291
Restricted Funds (over £90,000)						
C&JP Fund CF	198,469	(585)		17,912	-	215,796
Churchstanton Community Fund CF	202,329	(626)		18,258	-	219,961
Clarke Willmott	152,218	(272)	(98)	12,185	(1,015)	163,018
David Medlock CF	278,062	(819)		25,096	-	302,339
David Price GG CF	561,414	23,012	(516)	43,654	(5,352)	622,212
Donald Lake Memorial Fund GG	138,963	-	(228)	8,949	(2,347)	145,337
Dyke Exhibition fund	103,272	-	(169)	6,650	(1,744)	108,009
Eagle House GG	649,309	-	(1,061)	41,454	(17,417)	672,285
Exmoor Community Trust CF	145,551	(429)		13,136	-	158,258
Glemsford Fund CF	468,207	(623)	(420)	35,621	(4,335)	498,450
Graham Burrough Charitable Trust	360,443	-	(590)	23,212	(6,089)	376,976
Grave Family Fund GG CF	126,472	(40)	(185)	8,493	(1,908)	132,832
Hobhouse	99,738	-	(163)	6,423	(1,685)	104,313
McGreevy Charitable Trust GG	141,805	-	(232)	9,132	(2,395)	148,310
Millennium Fund CF	231,089	(681)	-	20,856	-	251,264
Ringham Fund	105,708	(311)	-	9,540	-	114,937

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

17. Statement of Funds (Current Year)

Endowment Funds	Balance B/fwd £	Incoming Resources £	Resources Expended £	Unrealised Gains/(Losses) £	Transfers £	Balance C/fwd £
Somerset Fund for Deaf and Hard of Hearing CF	257,188	(777)	-	23,210	-	279,621
Somerset Grassroots Grants Endowment GG	228,720	-	(374)	14,729	(3,863)	239,212
Somerset Masonic Fund GG	271,904	-	(445)	17,510	(4,593)	284,376
Summerfield & Tauntfield GG CF	142,713	(40)	(211)	9,539	(2,183)	149,818
T & PJ (Milborne Port)	357,368	-	(585)	23,013	(6,037)	373,759
The Richard Huish Foundation Fund	111,590	-	(183)	7,213	(1,889)	116,731
WCS Pickford Trust	212,056	-	(347)	13,656	(3,582)	221,783
Other Endowment Funds						
Discretionary (4 Funds)	80,871	900,000	(279)	25,294	(1,339)	1,004,547
Donor Directed (2 Funds)	214,592	-	(352)	13,870	(3,686)	224,424
Field of Interest (5 Funds)	348,856	(58)	(440)	23,916	(4,541)	367,733
Donor Advised (22 Funds)	1,449,020	(6,827)	(1,863)	92,937	(19,313)	1,513,954
Total Endowment Funds	7,748,344	910,924	(8,925)	572,737	(140,534)	9,082,546
Total Funds	14,154,168	4,808,132	(4,863,984)	597,781	-	14,696,097

In some Funds you can see negative funds in the Incoming Resources. This is a reallocation of income between Funds reflecting the purpose to which they were applied.

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

17. Statement of Funds (Previous Year)

	Balance B/fwd	Incoming Resources	Resources Expended	Unrealised/Realised Gains/(Losses)	Transfers	Balance C/fwd
	£	£	£	£	£	£
Unrestricted Fund – General Funds	220,815	413,236	(466,766)	2,714	117,622	287,621
Designated Funds:						
Building and Maintenance Fund	56,893	296	(60)	(444)	-	56,685
Yeoman House Fund	71,760	-	(5,980)	-	-	65,780
Raising Aspirations Research Fund	23	-	-	-	-	23
SYVN	2,100	-	-	-	-	2,100
Hidden Somerset	11,000	-	-	-	-	11,000
Digital Transformation	40,000	-	(7,215)	-	-	32,785
Legacy Designated	333,333	7,578	(1,538)	(11,355)	-	328,018
Total Designated Funds	515,109	7,874	(14,793)	(11,799)	-	496,391
Total Unrestricted Funds	735,924	421,110	(481,559)	(9,085)	117,622	784,012
Restricted Funds						
The Growth Fund	183,003	75,123	-	-	-	258,126
Discovery Fund	1,504,907	807,480	(314,785)	-	-	1,997,602
Enhanced Social Enterprise Fund	16,276	-	-	-	-	16,276
HPC Community Fund	1,694,301	1,543,150	(2,708,063)	-	-	529,388
Raising Aspirations	991	-	-	-	-	991
Somerset Social Enterprise Fund	448,807	27,041	(100,186)	-	(26,297)	349,365
Somerset Coronavirus Appeal	(45,793)	45,793	-	-	-	-
Support Costs CSC	3,000	-	-	-	-	3,000
Taunton Youth Community Centre	546	-	(546)	-	-	-
VCSE Strategic coordinator	18,869	-	(13,500)	-	-	5,369

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

17. Statement of Funds (Previous Year)

	Balance B/fwd £	Incoming Resources £	Resources Expended £	Unrealised/Realised Gains/(Losses) £	Transfers £	Balance C/fwd £
Other Restricted Funds						
Discretionary (22 funds)	503,419	1,172,068	(938,617)	-	-	736,870
Donor Advised (39 Funds)	742,259	1,181,676	(768,511)	-	-	1,155,424
Donor Directed (5 Funds)	68,792	118,369	(169,971)	(3,100)	-	14,090
Field of Interest (19 Funds)	65,682	59,877	(51,365)	-	-	74,194
Sub Total Restricted Funds	5,205,059	5,030,577	(5,065,544)	(3,100)	(26,297)	5,140,695
Endowment Income Funds						
Discretionary (7 Funds)	48,273	7,866	(27,865)	-	2,884	31,158
Donor Advised (31 Funds)	221,750	110,183	(90,060)	-	29,259	271,132
Donor Directed (2 Funds)	4,233	16,705	(7,789)	-	764	13,913
Field of Interest (15 Funds)	178,859	59,209	(74,687)	-	1,533	164,914
Sub Total Endowment Income Funds	453,115	193,963	(200,401)	-	34,440	481,117
TOTAL RESTRICTED FUNDS	5,658,174	5,224,540	(5,265,945)	(3,100)	8,143	5,621,812

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

17. Statement of Funds (Previous Year)

Endowment Funds	Balance B/fwd £	Incoming Resources £	Resources Expended £	Unrealised Gains(Losses) £	Transfers £	Balance C/fwd £
Unrestricted Fund - General Funds	114,860		(530)	(3,913)	-	110,417
Restricted Funds (over £90,000)						
C&JP Fund CF	208,585	-	-	(8,024)	(2,092)	198,469
Churchstanton Community Fund CF	212,640	-	-	(8,178)	(2,133)	202,329
Clarke Willmott	160,385	-	(290)	(5,940)	(1,937)	152,218
David Medlock CF	292,234	-	-	(11,241)	(2,931)	278,062
David Price GG CF	592,142	-	(1,498)	(21,590)	(7,640)	561,414
Donald Lake Memorial Fund GG	146,989	-	(669)	(5,122)	(2,235)	138,963
Dyke Exhibition fund	109,239	-	(498)	(3,808)	(1,661)	103,272
Eagle House GG	708,316	-	(3,228)	(24,686)	(31,093)	649,309
Exmoor Community Trust CF	152,969	-	-	(5,884)	(1,534)	145,551
Glemsford Fund CF	493,816	-	(1,237)	(18,014)	(6,358)	468,207
Graham Burrough Charitable Trust	381,265	-	(1,737)	(13,288)	(5,797)	360,443
Grave Family Fund GG CF	133,234	-	(545)	(4,675)	(1,542)	126,472
Hobhouse	105,500	-	(481)	(3,677)	(1,604)	99,738
McGreevy Charitable Trust GG	149,998	-	(684)	(5,228)	(2,281)	141,805
Millennium Fund CF	242,867	-	-	(9,342)	(2,436)	231,089
Ringham Fund	111,095	-	-	(4,273)	(1,114)	105,708

17. Statement of Funds (Previous Year)

Endowment Funds	Balance B/fwd £	Incoming Resources £	Resources Expended £	Unrealised Gains(Losses) £	Transfers £	Balance C/fwd £
Somerset Fund for Deaf and Hard of Hearing CF	270,295	-	-	(10,396)	(2,711)	257,188
Somerset Grassroots Grants Endowment GG	241,932	-	(1,102)	(8,432)	(3,678)	228,720
Somerset Masonic Fund GG	287,612	-	(1,311)	(10,024)	(4,373)	271,904
Summerfield & Tauntfield GG CF	150,127	-	(623)	(5,251)	(1,540)	142,713
T & PJ (Milborne Port)	378,012	-	(1,723)	(13,174)	(5,747)	357,368
The Richard Huish Foundation Fund	117,425	-	(538)	(4,060)	(1,237)	111,590
WCS Pickford Trust	224,306	-	(1,022)	(7,818)	(3,410)	212,056
Other Endowment Funds						
Discretionary (3 Funds)	85,532	-	(382)	(2,987)	(1,292)	80,871
Donor Directed (2 Funds)	218,220	7,500	(1,018)	(7,141)	(2,969)	214,592
Field of Interest (5 Funds)	367,288	529	(1,294)	(13,090)	(4,577)	348,856
Donor Advised (22 Funds)	1,391,391	127,443	(5,079)	(44,892)	(19,843)	1,449,020
Total Endowment Funds	8,048,274	135,472	(25,489)	(284,148)	(125,765)	7,748,344
Total Funds	14,442,372	5,781,122	(5,772,993)	(296,333)	-	14,154,168

There has been merger of some Endowment Funds and Endowment Income Funds. E.g. Hydrex and Shoon have merged with The Grassroots Fund and Pilkington has merged with Get Set Go!. The schedule of opening balances in other Endowment funds and Restricted funds have changed as a result of the merger.

Designated Funds

Building and Maintenance Fund - for the upkeep and maintenance of Yeoman House

SYVN (Somerset Youth Volunteer Network) - to support youth volunteers in Somerset

Raising Aspirations Research Fund - to fund research in support of the Raising Aspirations mentoring programme

Yeoman House - Funds donated to purchase Yeoman House. The funds have been fully spent on acquiring the leasehold property, Yeoman House. The fund balance will be reduced by depreciation over the life of the lease.

Digital Transformation – Funds donated by legacy and designated to complete a rebranding exercise, commission the build of a new website, and to introduce an updated CRM package.

Restricted Funds & Endowment Funds

Somerset Forever Fund - supporting the long-term development and growth of SCF's philanthropy.

All other restricted and endowment funds that support our funding programmes are listed with brief descriptions on our website.

18. Analysis of Net Assets between Funds – Current Year

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total Funds £
Investments	97,717	67,516	9,250,956	9,416,189
Fixed Assets	71,712	-	-	71,712
Non-Current Assets	-	389,126	-	389,126
Current Assets	562,722	5,481,533	(168,410)	5,875,845
Non-Current (Liabilities)	-	(1,056,775)	-	(1,056,775)
	732,151	4,881,400	9,082,546	14,696,097

18. Analysis of Net Assets between Funds – Previous Year

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total Funds £
Investments	94,647	65,566	8,050,944	8,211,157
Fixed Assets	80,540	-	-	80,540
Non-Current Assets	-	453,676	-	453,676
Current Assets	608,825	6,261,491	(302,600)	6,567,716
Non-Current (Liabilities)	-	(1,158,921)	-	(1,158,921)
	784,012	5,621,812	7,748,344	14,154,168

19. Financial Commitments

Capital

There were no capital commitments in respect of specific charitable projects or the purchase of tangible fixed assets as at 31 March 2024 (2023: £Nil).

Operating lease commitments

At 31 March 2024, the Foundation had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2024 £	2023 £
Within 1 year	8,316	4,749
Between 2 - 5 years	28,062	22,262
Over 5 years	26,131	26,131
	62,509	53,142

Amounts recognised in the statement of financial activities as a cost during the period in respect of operating lease arrangements amounted to £7,632 (2023-£3,656).

20. Transfers – Current Year

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total Funds £
Income Fund	93,218	(93,218)	-	-
Capt Drawdown	45,221	95,313	(140,534)	-
Other	20,000	(20,000)	-	-
	158,439	(17,905)	(140,534)	-

20. Transfers – Previous Year

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total Funds £
Income Fund	91,325	(91,325)	-	-
Capt Drawdown	-	125,765	(125,765)	-
Other	26,297	(26,297)	-	-
	117,622	8,143	(125,765)	-

Income Fund relates to contributions to operational costs applied from the restricted endowment income funds, in line with the terms of the funds. Capital Drawdown is the amount of capital withdrawn from our Endowment Fund and moved into Endowment Income funds in line with our total return policy. It also includes withdrawal of unrestricted funds for capital projects. Other relates to the transfer of funds from restricted fund cover the operational costs of specific programmes.

21. Reconciliation of Net Income to Net Cash Flow from Operating Activities

	2024 £	2023 £
Net (Expenditure)/Income for the Reporting Period (as per the Statement of Financial Activities)	541,929	(288,204)
Adjustments for:		
Depreciation Charges	8,828	10,255
Donation of Land	-	(90,000)
Losses/(Gains) on Investments	(597,134)	296,511
Dividends and Interest from Investments	(485,288)	(259,523)
Decrease/(Increase) in Debtors	1,166,346	(228,050)
Increase in Creditors	208,835	1,306,203
Decrease/(Increase) in Social Investments	40,427	(33,940)
Net Cash provided by Operating Activities	883,943	713,252
Analysis of Cash and Cash Equivalents		
Cash in Hand	7,163,287	6,401,954
Cash Held in Investment Portfolio	47,967	183,903
Total Cash and Cash Equivalents	7,211,254	6,585,857

22. Contingent assets

The charity has funding from EDF in relation to the Hinkley Point C Community Fund programme. Approximately £8 million (2023: £9million) has been committed to the charity but is not recognised in these accounts as the conditions for recognition are not met.

23. Total Return Disclosure

The charity uses a total return approach to the investment of the endowment. The return is 4% which is disclosed as below.

Current Year	Trust for Investment	Unapplied Total Return	Total Endowment
	£	£	£
As at 1 April 2023:			
Gift component of the endowment	7,748,344	-	7,748,344
Unapplied total return	-	-	-
Total	7,748,344	-	7,748,344
Movements in the reporting period:			
Gift of endowment funds	910,924	-	910,924
Investment return: realised and unrealised gains and (losses)	-	572,737	572,737
Less: investment management costs	-	(8,925)	(8,925)
Total	910,924	563,812	1,474,736
Unapplied total return allocated to income in the reporting period		(140,534)	(140,534)
Net movements in reporting period	910,924	423,278	1,334,202
As at 31 March 2024:			
Gift component of the endowment	8,659,268	-	8,659,268
Unapplied total return	-	423,278	423,278
Total	8,659,268	-	9,082,546

23. Total Return Disclosure continued

Previous Year	Trust for Investment	Unapplied Total Return	Total Endowment
	£	£	£
As at 1 April 2022:			
Gift component of the endowment	7,735,139	-	7,735,139
Unapplied total return	-	313,135	313,135
Total	7,735,139	313,135	8,048,274
Movements in the reporting period:			
Gift of endowment funds	135,472		135,472
Investment return: realised and unrealised gains and (losses)	-	(284,148)	(284,148)
Allocation from trust for investment	(122,267)	122,267	
Less: investment management costs	-	(25,489)	(25,489)
Total	13,205	(187,370)	(174,165)
Unapplied total return allocated to income in the reporting period	-	(125,765)	(125,765)
Net movements in reporting period	13,#205	(313,135)	(299,930)
As at 31 March 2023:			
Gift component of the endowment	7,748,344	-	7,748,344
Unapplied total return	-	-	-
Total	7,748,344	-	7,748,344

24. Financial Instruments

Categorisation of financial instruments

	2024 £	2023 £
Financial assets measured at fair value through income and expenditure account	9,368,222	8,027,254
Financial assets that are debt instruments measured at amortised cost	7,973,005	8,373,185
	17,341,227	16,400,439
Financial liabilities measured at amortised cost	2,791,551	2,505,104

Item of income, expenditure, gain or losses

2024	Income £	Expense £	Net gains £	Net losses £
Financial assets measured at fair value through income and expenditure account	485,288	-	597,134	-
	485,288	-	597,134	-

2023	Income £	Expense £	Net gains £	Net losses £
Financial assets measured at fair value through income and expenditure account	259,523	-	-	296,333
	259,523	-	-	296,333

25. Grants payable

	2024 £	2023 £
Organisations	3,964,527	4,990,410
Individuals	221,494	142,195
Grants to Individuals from Unrestricted Fund	-	1,442
Returned Grants to Groups and Individuals	(109,659)	(42,973)
Total Grants Payable	4,076,362	5,091,074

Grants to Groups >£2000	2024 Amount £
41F Squadron Royal Air Force Air Cadets	2,000
Abbeyfield Taunton Defendamus Society Ltd	3,609
Accessible Transport West Somerset	2,500
Actiontrack	4,800
Adventure Therapy (2 Grants)	6,000
Age UK Somerset (2 Grants)	27,800
Albermarle Centre	5,000
Arc (3 Grants)	23,800
ArchiesXtra	3,000
ARK at Egwood (2 Grants)	8,000
Art Care Education	3,000
Art Experience Days CIC	2,500
Arts Taunton (2 Grants)	7,500
Ash Millennium Wood Management Group	2,000
Awe and Wonder pre-school creative sessions	5,000
Bishop Sutton Pre-school and forest c	2,000
Blue Flames Amateur Boxing Club	3,000
Bridgwater Armed Forces and Veterans Breakfast Club (Grant P	3,000
Bridgwater United Community Sports Trust	2,474
Brompton Regis Village Shop	3,000
Carymoor Environmental Trust (2 Grants)	5,608
CDST Ltd	3,200
Central Somerset Outdoor Learning Partnership (Grant Payment	9,395
Centre for Outdoor Activity & Community Hub (2 Grants)	11,000
Centre for Sustainable Energy	5,000
Chard Community Hub (3 Grants)	10,130
Chard WATCH	5,000
CHARIS (2 Grants)	8,200
Charlton's Youth Club	2,000
Cheddar Arts Quarter CIC	2,000
Children's World	4,250
Churchinford and District Community Store	5,900
Citizens Advice Somerset (2 Grants)	78,000

Citizens Advice South Somerset	30,000
CMIST, Community Men in Sheds Taunton	4,950
Community Council for Somerset (4 Grants)	86,635
Contains Art	3,500
Cossington Parish Council	2,000
Countrymen UK	5,000
Court Fields Community School	11,000
Court Fields School	4,000
Create & Thrive	3,200
Creech St Michael Village Hall	2,000
Cruse Bereavement Care Somerset	4,926
Cultivating Community	3,850
Dance 4 Parkinsons Wells	3,783
Dunster Festival	4,000
East Huntspill Cricket Club	2,000
Edventure Frome	4,794
Equine ReWilding CIC (t/a Paintedhorse)	2,500
Escape Support Group	5,000
Escapeline (3 Grants)	15,000
Evercreech Youth Club	3,120
Evolve Music	3,500
Exmoor Community Bus Association	3,312
Exmoor Community Youth Club	3,000
Fair Frome (3 Grants)	6,350
Family Counselling Trust Somerset	3,000
FASD Hub South West	5,000
Feed Avalon	3,500
Focus Counselling	2,000
FordHaven	5,000
Friends of St.Leonard	2,500
Frome Birth Talk	5,000
Frome Festival	2,500
Frome Field 2 Fork CIC	10,000
Gardening Together (2 Grants)	5,000
Glastonbury Mental Health Network	3,950
GoCreate Taunton CIC (2 Grants)	10,000
Green Ilminster	2,500
Green Wedmore	5,000
Growing Space	4,500
Guildhall Young Artists Taunton	21,434
Heads Up	22,500
Health Connections Mendip (Frome Medical Practice CIC)	30,160
Healthy Babies UK	2,262
Henhayes Centre	4,000
Home-Start Blackmore Vale	3,000
Home-Start West Somerset (2 Grants)	13,098
In Charley's Memory (2 Grants)	11,081
In the Mix Youth Project (3 Grants)	12,000
Julian House	23,000

Key4Life	5,000
Kingsmead School - Cost Of Living	15,000
Kingsmead School PTA	4,785
Langport and Huish Episcopi Youth Group	2,714
LIFEbeat	5,000
Literally Shepton CIC	2,000
LiveWest Homes	4,500
Loop:Frome (Frome Compost CIC)	9,928
Lopen PCC	2,500
Lost Projectz	2,000
Lost Projectz (formerly Lost Projects)	5,000
Love Glastonbury	3,300
Loveable CIC	10,000
Make the Sunshine CIC	2,310
Mendip Community Credit Union	20,000
MHA Communities Mendip	5,000
MHA Communities South Somerset	6,325
MHA Communities South Somerset & Mendip District	5,000
Mind in Somerset	2,000
Minehead and Exmoor Music Festival	2,000
Minehead EYE (2 Grants)	12,300
Move the Mind Foundation CIO	3,000
Move the Mind Foundation CIO	5,000
Museum To You CIC	2,340
Neroche Woodlanders Ltd	7,145
Nightingales	3,840
North Curry Sport	2,500
North Taunton Partnership (3 Grants)	12,342
Nova Sports and Coaching	3,476
Oake and District Village Hall and Recreation Ground (Grant	2,000
Onion Collective	9,980
OpenStoryTellers	3,145
Osprey Outdoors CIC	2,000
OSR Projects Art & Culture CIC	2,000
Our Community Fridge - Monkton Heathfield	3,000
PACE (Personal Achievements Creative Experiences) (Grant Pay	5,000
Paddington Farm Trust (2 Grants)	6,871
Pilton Pre-school/Pilton Playgroup	4,693
Pitminster & Angersleigh Playing Field Association	2,500
Plotgate Community Farm	5,000
Polonia&Friends	2,438
Porlock Vale CIC (2 Grants)	5,000
Prodigal Bikes	4,000
Project Factory CIC	12,534
Project Food - Cooking with Confidence	2,496
PROMISEworks (2 Grants)	14,526
Purple Elephant Family Support	5,716

Quartet Community Foundation (6 Grants)	187,184
Queen Camel Community Land Trust	10,000
Rama Life CIC	5,000
Rare Species Theatre	3,000
Reminiscence Learning (2 Grants)	6,605
Rethink Mental Illness	2,000
ROC Taunton Deane	5,000
Root Connections (2 Grants)	8,000
Rusty Road to Recovery	4,736
Second Step (2 Grants)	11,300
Seed of Hope	5,000
Shapwick Parish Council	2,500
SHARE:Frome	2,500
Shared Earth Learning Co-op (2 Grants)	6,676
Sheba Soul Ensemble	4,000
Shepton Mallet Men's Shed	3,000
Social Circles (2 Grants)	4,500
Somerset Activity and Sports Partnership	28,000
Somerset African Caribbean Network	5,000
Somerset and Avon Rape and Sexual Abuse Support	19,000
Somerset Bus Partnership	3,913
Somerset Child Contact Centres (2 Grants)	8,500
Somerset Community Credit Union	30,000
Somerset Counselling Centre	7,621
Somerset Youth Theatre CIC	3,880
Somerset Youth Theatre CIC	5,000
Somerton Town Youth Football Club	2,000
South Bristol Youth	12,000
South Chard Church (The HUB)	3,000
South Somerset Community Accessible Transport (2 Grants)	10,000
Spark Somerset (2 Grants)	13,552
SSAFA Somerset	8,800
St Benedict's Church, Glastonbury	3,000
St Francis of Assisi Church, Bridgwater	2,000
St George's Church, Wilton	3,250
St John the Baptist Church, Pawlett	2,000
St Mary's, Bridgwater	2,500
St Peter's Community Centre	2,500
Stacked Wonky	3,900
Stand Against Violence (2 Grants)	5,260
Star Scheme	5,000
State of Trust	4,970
Stoke sub Hamdon Sports and Recreation Trust (2 Grants)	5,000
Super Roots	5,000
Sweet Track Counselling Agency CIC	5,000
Tall Tails Theatre Company C.I.C	3,000
Taunton & District Mencap Society	4,689

Taunton Street Pastors	2,800
Taunton Welcomes Refugees	4,000
The Balsam Centre (3 Grants)	38,721
The Be A Good Neighbour Scheme	2,000
The Bluebirds Theatre Company	4,000
The Chard Area Youth Committee (2 Grants)	7,868
The Coroners Court Support Service	2,500
The Equivalent Project (3 Grants)	12,500
The Food Forest Project (2 Grants)	5,600
The Friends of Mendip Hospital Cemetery	2,000
The Friendship Circle of Langford Budville and Runnington	2,000
The Good Life Projects C.I.C	10,000
The Heard Therapy CIC	2,984
The Hub Yeovil Community Support Charity	4,000
The Nelson Trust (3 Grants)	45,500
The Pod Youth Club	5,000
The Rewild Life Project CIC	2,000
The Rubbish Art Project (3 Grants)	27,000
The Salvation Army Watchet	2,500
The Somerscience Trust	2,500
The Space (2 Grants)	9,000
The Volunteer Network (2 Grants)	6,500
The Waffle Hub	5,000
Therapeutic Art Group	2,935
Time Banks UK (operating name: Timebanking UK)	5,000
Towards Tomorrow Together	3,000
Victim Support	10,000
Victoria Park Community Centre (2 Grants)	14,736
We Hear You	5,000
Wedmore Tuesday Club	2,000
Wells Art Contemporary Ltd (2 Grants)	6,000
Wells Boxing Club	5,000
Wells Vineyard	5,000
Wessex Counselling and Psychotherapy (2 Grants)	6,000
Wessex MS Therapy Centre	5,000
West Somerset Green Forum (Forum 21)	11,000
Westfield United Reformed Church, Bridgwater	6,000
Wiltshire Community Foundation	3,300
Windsor Hill Wood (3 grants)	11,500
Wiveliscombe Area Partnership (2 Grants)	6,510
Wiveliscombe Welcomes Refugees	5,000
Wivey Grows (party of Wivey Cares)	2,458
Wivey Kitchen CIO	10,000
Yeovil Art Space	4,500
Yeovil Opportunity Group	5,000
Yeovil Rivers Community Trust (2 Grants)	12,500
YMCA Brunel Group (2 Grants)	57,000
YMCA Dulverton Group (2 Grants)	62,000

Young Somerset (2 Grants)	8,334
Your IT Now	3,150
Youth Connect South West	2,000
Youth Resource Services (The Rendezvous, Sherborne) Ltd	5,000
Total Grants	**1,937,507**
144 Grants to Groups<£2000	**127,190**
Total Grants to Groups	**2,064,697**

HPC Grants	
Actiontrack	96,000
2BU Somerset	75,000
Berrow Church of England Primary School	10,000
Berrow Community Association	31,513
BOSfest	5,000
Brainwave	85,000
Bridgwater Community Sports Trust	29,523
Bridgwater and Albion Rugby Football Club	80,000
Bridgwater Cricket Club	5,000
Bridgwater Foodbank	10,000
Burnham BMX Club	9,552
Burnham on Sea Motor Boat and Sailing Club	45,000
Burnham-on-Sea and Highbridge Town Council	3,000
Burnham-On-Sea Swimming Club	2,000
Burnham's Excellent Entertaining Society (BEES)	3,000
Burnham and Highbridge Community Association	20,000
Chilton Trinity Village Hall	3,478
Crimestoppers in the West Country	22,677
Diversity Voice	25,910
East Huntspill Parochial Church Council	1,897
Escapeline	189,650
Fiddington Village Hall	4,500
Forge Rhyne Allotment Association Limited	2,200
Highbridge Festival of the Arts	3,500
Holford Cricket Club	8,820
Homestart Southwest	150,000
In Charley's Memory	112,750
Minehead and Coast Development Trust	10,000
Minehead Dementia Action Alliance	5,000
Minehead EYE	172,840
National Coastwatch Institution	24,999
Nature's Bond Sling Library CIC	3,500
North newton village hall	10,000
Otterhampton Village Hall	5,701
Parkrun Ltd	2,800
Parish Council Of Kilve	1,400
Phoenix (Bridgwater) Scout Group	5,000
Pride-on-Sea	3,500
PROMISEworks	185,466
SBA CIC	120,000

Sedgemoor Playday	2,000
Seed Sedgemoor	6,670
Severnside Community Rail Partnership	10,000
SLaMs Somerset Levels and Moors Shed	4,920
Somerset Sight	85,000
Somerset Youth Theatre CIC	10,000
Spaxton Cricket Club	5,000
SPTS - Specialist & Personalised Training Services	43,564
St Francis of Assisi Church, Bridgwater	5,000
St John the Baptist Church, Pawlett	5,000
Stogursey Parish Council	2,000
Stogursey Youth Club	5,000
Stowey Bears Pre School	5,000
Stowey Gardeners	1,500
Taunton Welcomes Refugees	2,500
The Avenue Tennis Club (Burnham on Sea) Ltd	45,000
The Parochial Church Council of St John the Evangelist	2,000
The Thomas Poole Library Nether Stowey	20,000
Tiddlygigs	500
Woolavington Village Hall	10,000
Westfield URF from HPC	4,000
Total HPC CF Grants	**1,859,830**
Somerset Social Enterprise Grants	
Interim Spaces	**40,000**
Grants to Groups	**3,964,527**
Grants to Individuals	**221,494**
Grant Payment Returns and Reversals to Organisations	**(99,449)**
Grant Payment Returns and Reversals to Individuals	**(10,210)**
Total Grants	**4,076,362**
Somerset Social Enterprise Fund Loans[1]	**£**
Interim Spaces	**80,000**

[1] The Somerset Social Enterprise Fund grants and loans are made possible due to support from Somerset Council and The Growth Fund, a £50m partnership which uses a combination of grant funding, made possible thanks to National Lottery players, and loan finance from Big Society Capital and other co-investors, to address specific gaps in the social investment market. The programme is delivered by Access through a range of social investors. Funds from The National Lottery Community Fund, under the Growth Fund programme have been treated as restricted funds, in these accounts.

SOMERSET COMMUNITY FOUNDATION

England & Wales - Charity number 1094446

Accounts

somerset
COMMUNITY | FOUNDATION

Trustees' Report and Financial Statements

for the year ended 31 March 2023

Registered company number 04530979

Registered charity number 1094446

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Chairman's Statement

It gives me great pleasure to present my first Somerset Community Foundation Trustees' Annual Report and Financial Statements for the year ended March 31st, 2023. During my first year as Chair of Somerset Community Foundation I have seen first-hand how important our role within Somerset is, perhaps more so than ever, and this is reflected in this report.

The resilience of our local charities, community groups and social enterprises has been tested to the limit during the past few years. Not only have they had to adjust to the long-term impacts of the pandemic on their work, but many have faced the unexpected strain of high inflation on their already stretched budgets. This coincides with ever-increasing demand for services due to the impact of the cost-of-living crisis on individual households.

I know that it has not been easy, but our local organisations have shown – again – remarkable fortitude and ingenuity to meet these challenges, build hope and create new opportunities. The Foundation's goal is to inspire more local giving so we can provide more funding, greater flexibility, and more long-term support to help ease the significant pressures on these local groups.

I'm pleased to say that we are making strides towards this. Thanks to the generosity of our donors and funders, who together donated over £5.7million to us, we awarded a record level of funding last year, providing over £5.2 million of grants and social investments to hundreds of local charities, community groups and social enterprises This included our first grant over £1million.

We are grateful to every single one of our donors for the trust and faith they put in us to direct their giving to drive change in Somerset. With twenty years of experience behind us, we have shown again how our local knowledge and expertise enables us to use every pound as effectively as possible.

I would like to thank my fellow trustees and our staff for everything they do to make the Foundation such an important charity for Somerset. In particular, I would like to thank Jane Barrie for her leadership over eight eventful years as Chair, and Jan Ross and Sarah Wakefield for their long service as trustees. I would also like to welcome Angela Kerr to our Board.

As I write, the cost-of-living crisis continues to impact heavily on our communities, but we are buoyed by the drive and determination of our local charities and the growing engagement with local philanthropy in Somerset. While we continue to look ahead and reflect on the broader and longer-term challenges, we remain excited by the significant opportunities to grow local giving and the potential we know we can help to unlock in our communities.

The Hon. Michael Samuel MBE
Chairman

Trustees' Report

The trustees present their report and financial statements for the year ended 31st March 2023. The Trustees' Report also incorporates the requirement under Company Law of a Directors' Report. The financial statements have been prepared in accordance with the accounting policies set out in note one to the accounts and comply with the charity's Articles of Association, the Companies Act 2006 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

Introduction

At the start of 2022/23, we were assessing the impact of rising inflation on the work of the charities and community groups that we support. It became very clear that both the cost-of-living crisis and the rapid rise in the cost of running many organisations meant that we had to respond.

In June 2022, we decided to build a fund to help our local organisations meet these challenges. With the very generous support of private and corporate donors, local authorities and the NHS we were able to create a programme of funding worth over £800,000.

Over and above this, we have continued the work to reopen all regular funding programmes following the disruption caused by pandemic, and as we look forward, we are increasingly returning to business as usual.

In October 2022, we said a sad farewell to Jane Barrie OBE DL, our chair since 2014, and we welcomed Michael Samuel to the board as our new Chair. When Jane joined us, we were at the tail end of the 2013 Somerset Flood Relief Fund. During her eight years as Chair, she oversaw the growth of our partnership with Somerset County Council, the delivery of the Somerset Social Enterprise Fund, the establishment of the Hinkley Point C Community Fund and helped us navigate through the disruption of the pandemic.

October was also when we celebrated the 20th anniversary of the founding of SCF, with a very special reception held at The Newt. It also coincided with the announcement that we had, in our first twenty years, awarded over £20million of funding to Somerset's charities and social enterprises.

In the latter half of the year, we have increasingly returned to 'business as usual', but always with an eye on the future. In this report we set out our progress against the strategic goals we set out in our 2021-2025 Stronger Communities strategy, which continues to guide us in our work.

Delivering more targeted & effective funding for our communities

Key Facts and Figures		
	2022/23	2021/22
Funding Awarded (incl. social investments)	£5,219,408	£2,236,011
No. of organisations funded	526	481
% Applications that were successful	68%	60%

The year saw us award the largest amount of funding in any 12-month period to date - £5,219,408 - including one grant of £1.25million and four 'blended' social investments worth £192,516. This funding helped 526 organisations (481, 2021/22) and 184 individuals (94- 2021/22).

Although we do award an increasing number of larger grants and support some relatively large organisations, we continue to focus on funding smaller 'grassroots' organisations that are set up by members of local communities to provide essential local support. The typical (median) grant is £2,400 and the typical (median) income of the organisations' we fund is £36,000.

Responding to our communities

The most pressing issue facing our communities has been the impact of inflation. This has meant, for many organisations, rapid and unbudgeted increases in their operating costs, and for the people they help, huge challenges arising from the cost-of-living crisis. In response, we created our 'Cost of Living Crisis' Fund which has, so far, awarded £353,950 of funding to 112 organisations operating throughout Somerset.

At the same time, we have continued to run our regular funding programmes. During the year we awarded funding from 85 funds managed by SCF. Some of these funds have their own dedicated panels convened by the funder, and in some cases, we work bilaterally with donors. A short selection of these is highlighted in the following paragraphs. The remaining funds contribute to our 'Main Grants' programme, overseen by our Grants Committee, supplemented with volunteers drawn from the wider community. Our Main Grants focus on children and young people, mental wellbeing and older people and their carers.

The Hinkley Point C Community Fund, funded by EDF Energy under the terms of the Section 106 agreement for the construction of the new power station, awarded £2,587,139 to 99 organisations. (2021/22: £621,266 to 52 organisations). This included a three-year capital grant of £1.25million to the Bridgwater Guy Fawkes Carnival, helping them create a modern 'Home of Carnival' in Bridgwater. The grant helped unlock a further £3million from the Bridgwater Town Deal Fund. We are now approximately half-way through the delivery of the programme, which has awarded over £8million since 2017 to communities affected by the construction of the new nuclear power station on the Somerset coast.

Our grants to individuals expanded significantly during the year. The South West Enterprise Fund helped 41 young people overcome challenges to access training and development opportunities, and take the first steps of running their own enterprises with £33,792 of funding. In addition, towards the end of the year, the trustees of the Bishop Fox's Foundation (Charity no. 281763) asked us to manage their grant making and charity administration in 2023/24 onwards.

Finally, as part of our Surviving Winter programme, alongside our regular grants to individual older people households delivered through partners, we were able to award a £100,000 grant to pilot a new approach to helping older people living in 'hard to heat' households put in cost-effective energy efficiency measures to reduce the costs of staying warm.

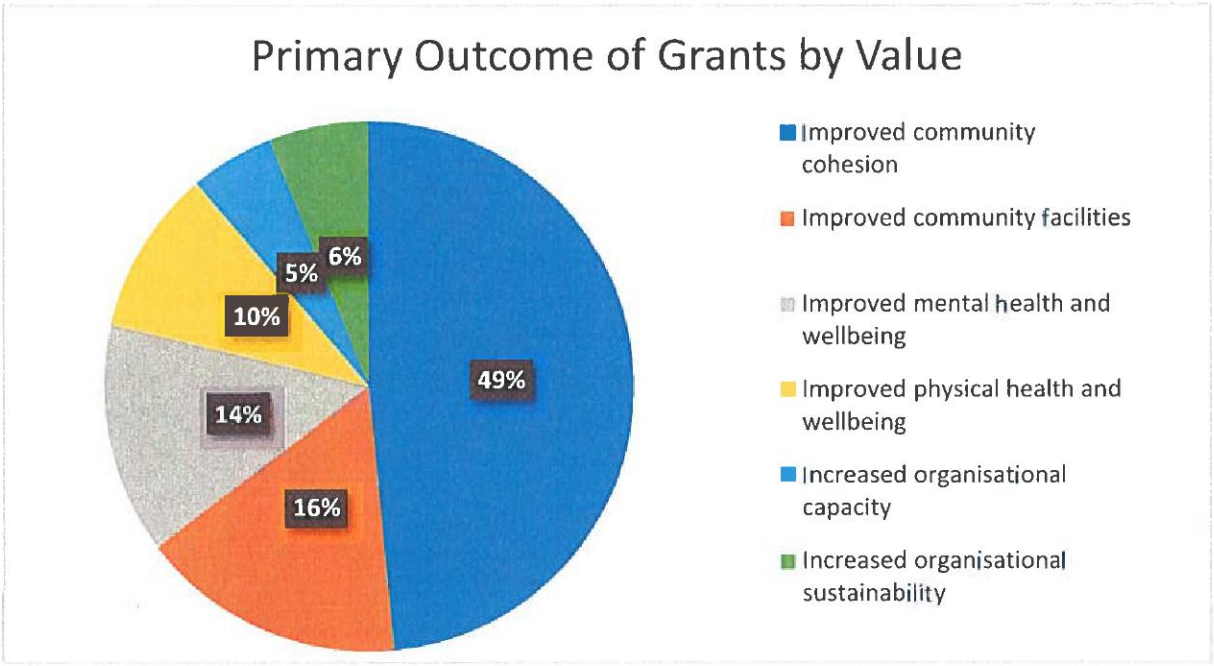
The impact of our funding

In 2021 we completed work on our 'impact framework' to help us improve the way we report on the difference our funding is making. Under the framework we ask applicants to nominate a primary and secondary outcome category, although in some programmes we have allocated these for the applicants.

The following chart records the ten most popular 'primary outcomes' categories by value of funding. (For the latter category we have excluded the £1.25million grant awarded to Bridgwater Guy Fawkes Carnival, which was awarded in recognition of both the cultural importance of the charity and its role in creating stronger communities in Bridgwater and the surrounding area.)

It is very clear, and unsurprising that around two-thirds of our funding is supporting community cohesion and community facilities. This reflects the long-term goals we set out in our strategy and theory of change: by helping people within local communities to be better connected with each other and to feel more supported within their communities, their health and well-being will thrive, and they access more opportunities. The organisations we fund tend to be relatively small, locally focussed organisations, typically operating on less than £35,000 annually.

Over and above this, almost a quarter of our funding is supporting specific targeted services run by local charities and social enterprises, particularly around health. Finally, a small, but significant amount of our funding helped VCSE organisations to successfully transition out of the pandemic through investment in their core capacity and financial sustainability.



While we recognise that people in any community can face hardship and disadvantage, we particularly aim to respond to communities that face the highest levels of deprivation or are amongst the most isolated. Almost one third of our funding went to communities that fall within the 20% most deprived in England according to the Index of Multiple Deprivation and around a quarter of our funding was awarded to the most rural communities.

In addition to recording primary outcomes of our funding, we require all grantees to send us reports on their use of our grants and the difference it made. These are largely qualitative but give us deep insights into their work and the difference our funding makes. A number of these are written up as case studies on our website to illuminate the impact these organisations are making with the help of our funding.

Using our knowledge and insight

An important part of our strategy is to use the knowledge and insights we are privileged to have access to through our funding programmes to raise the profile of the unique value of local charities, voluntary organisations, and social enterprises. We also seek to increase awareness of the challenges they see in their communities and the opportunities they create to make a difference.

The principal way we have approached this is to produce 'Hidden Somerset' reports focussing on key issues. Unfortunately, the impact of, first, the pandemic and then, this year, the cost-of-living crisis has meant that our capacity to produce further reports has been highly restricted, and we have not been able to produce further reports.

That is not to say that this does not remain an important goal and we are exploring ways to re-introduce the production of these reports in 2023/24.

During the year, our CEO undertook some preliminary work researching 'rural philanthropy', working closely with colleagues at Devon Community Foundation. They presented the topic at a well-attended session in 2022 at UK Community Foundation's conference, highlighting the way Indices of Multiple Deprivation disguise the level of disadvantage and deprivation that exists in rural areas, producing evidence that the level of need in rural areas is comparable to the level of need in urban areas. They also presented data from the 360 Giving website that suggests philanthropic funding for communities could be skewed towards urban areas.

Significantly growing our funding for communities

Headlines

Key Facts and Figures		
	2022/23	2021/22
Income received	£5,781,122	£5,864,222
...of which is endowment	£135,472	£1,043,642
Number of funds supporting funding	125	139
Number of new funds	9	12

Building new philanthropy in Somerset

Building on our recent experience of responding to Covid and, further back, our support to communities affected by flooding, we have a track record in delivering timely responses to crises in very effective ways that donors and funders can rely on. The first half of the year was dominated by the creation of a Cost-of-Living Crisis Fund. Thanks to the strong trust-based relationships we have with our donors and funders, we were able to raise £810,298 in a relatively short period of time. The fund was supported by a number of individuals, companies and local trusts, as well as attracting significant support from Somerset Council and the Somerset Integrated Care Board.

The year saw us continue to increase our focus on our regular philanthropy development, most notably through the establishment of new funds and the continued support of existing fund holders. Over 45 of our funds attracted new donations, including donations worth £120,000 from one family to establish a new endowment fund, £104,908 donated into the Corton Hill Fund, £61,375 into the SW Enterprise and Training Fund and £45,500 into the new Hunts Food Group Community Fund.

We also continue to run programmes that enable a much wider range of people to contribute to philanthropy in Somerset. Our annual Surviving Winter appeal saw another strong response with £144,075 of new donations. In addition, our Somerset Fund initiative, which matches smaller donations with match funding from Somerset Council was supported by 20 donors giving a total of £40,031, with donations ranging from £20 to £5,000.

We also were able to invest more time and energy into developing future philanthropy in Somerset, particularly with local businesses, and through our work with professional advisors. Indeed, it is noticeable that there is a growing number of referrals from local solicitors and financial planners who recognise that SCF can help their clients realise their wishes, and we have been able to secure several legacy pledges as well as life-time gifts as a result.

Our ability to grow philanthropy in Somerset is largely a result of support given to the Foundation by our Philanthropy Network and grant funding from Somerset Council. We were particularly grateful to Hoare's Bank for hosting an evening reception for us in May 2022, and to Old Mill Accountants for sponsoring our 20th Anniversary reception at The Newt, near Wincanton in September.

Providing excellent philanthropic advice and services

Underpinning our work on philanthropy is the way we engage our fundholders in the impact of the funds they set up with us. In our most recent fundholder survey, covering 2022/23, 90% of our respondents gave us a score of 7 out of 10 or higher for their level of satisfaction with our service to them.

Working Regionally

At a regional level we continue to work closely with neighbouring Community Foundations on several funds and donor relationships, ensuring there is a consistent approach to the delivery of the funds across county boundaries.

We are a lead partner for the Old Mill Fund, the Somerset High Sheriff Fund, and the Preventing Victims Fund (funded by the Avon and Somerset Office of the Police and Crime Commissioner), while we participate in the delivery of the regional Wessex Water Community and Environment Funds.

Building an organisation that is fit for the future

Key Facts and Figures		
	2022/23	2021/22
% of core costs covered by fund contributions	94%	95%
SCF Board Gender Balance (female/male)	40/60	45/55
Highest: Median Salary ratio	2.03 : 1	2.23 : 1

During the year, the Senior Leadership Team has been leading a deep review of our systems and processes to identify efficiencies and improvements to support the delivery of our strategic goals. This work is continuing into 2022/23.

Val Bishop left the Foundation in November, after 5 1/2 years as our first Programmes Director and successfully setting up and running the Hinkley Point C Community Fund. We are very grateful to Val for everything she contributed to the Foundation and wish her well in her new role. We are also pleased to report that we were able to promote Andrew Ridgewell to become our new Programmes Director and Kirsty Campbell to Senior Programmes Manager. We have also been able to strengthen all our teams through further recruitment, and we have also appointed and trained a number of freelance 'external grant assessors'.

Fortunately, SCF has not been as significantly affected by the rapid increase in inflation, but we are monitoring the situation closely. The trustees have been particularly mindful of the impacts of the cost-of-living crisis on staff and responded with a mid-year salary uplift to all staff in addition to the cost-of-living increase awarded at the start of the year. Overall, during the year this amounted to a 7.1% rise.

During the year, we received a small number of very large donations designed to be spent over 12 months or more, meaning we held a significant cash balance, particularly towards the year-end. With the increase in interest rates, we took the opportunity to open a COIF Charities Deposit Account at CCLA which provides an overnight deposit facility at competitive levels of interest. We have also continued to make use of the Flagstone platform for cash management.

We continue to work on improving our performance on Diversity, Equity and Inclusion. Responsibility for this now rests with the CEO who will work with the Board and staff teams to ensure that DEI is taken into consideration in everything we do. During the year we published our DEI Policy on our website and have added a progress report, which we will update annually. The report also includes a breakdown of the diversity within the organisation. One of the highlights of the year was a 'Power and Privilege in Grant-making' training session for staff, trustees and fundholders.

Our current branding and website were developed ten years ago, and the Foundation, and the world we operate in, have transformed in the intervening years. That is why, towards the end of the year, we started the process to review and refresh our branding and develop a new website, and prior to this, we had also started the work to revisit and redefine our values. In doing so, our aim is to produce a more engaging and compelling brand to help us increase our impact through growth and effective funding.

Governance

SCF is a registered private company, limited by guarantee (no.04530979) and a registered charity (no.1094446) governed by its Memorandum and Articles of Association. The Directors of SCF are

also its Trustees for the purposes of charity law and are referred to as 'trustees' throughout this report.

The Foundation's charitable objects, as defined in our Memorandum and Articles of Association are to:

- promote charitable purposes for the benefit of the community in the area served by Somerset County Council, and in particular the relief of poverty and advancement of education; and
- promote other charitable purposes in the United Kingdom and elsewhere.

The trustees confirm that they have referred to guidance produced by the Charity Commission on public benefit when reviewing the Foundation's objectives and in planning future activities and are satisfied that the requirements are met.

Board of trustees

Trustees are appointed for a three-year term and are eligible for re-election for two further terms of three years. There are currently 13 trustees who meet formally at quarterly board meetings. Strategic aims are agreed by the trustees at these meetings.

During the year six sub-committees were in operation as follows:

- Co-Investment*
- Finance and Governance
- Grants
- HPC Community Fund Awards Panel
- Loans
- Trustee Search Committee

**The Foundation has two trustees represented on the Co-Investment Committee which also includes representatives from three other Community Foundations overseeing the implementation of our joint investment policy.*

These committees are responsible for the detailed oversight of strategy and activities within their areas of responsibility, with their own terms of reference and delegated powers, including powers to appoint additional non-trustees as members of these committees. The trustees would like to record their gratitude to all the volunteers that give a considerable amount of the time to the work of our committees.

We are a quality accredited member of UK Community Foundations, the membership organisation that supports and promotes the 47 community foundations operating across the UK. With endowment funds over £693 million and annual grant making of over £98 million, the network is one of the UK's most significant funders.

Management and staff remuneration

The day-to-day management of the foundation is delegated to our Chief Executive, who is also responsible for the implementation of the strategy.

Throughout the year we employed 14 members of staff (11.67 full-time equivalents) who undertake the core functions of the Foundation: grant-making, development, finance, administration,

marketing and communications. During the year we also worked with a number of freelance 'External Grant Assessors'.

Remuneration of the staff, including key management personnel, is reviewed by the Finance and Governance Committee as part of the annual budgeting process and any other time as required, taking account of cost of living, performance, and benchmarking against similar roles externally.

Managing risk

We maintain a comprehensive risk register covering the breadth of the Foundation's work. This is reviewed in detail at every Finance and Governance Committee meeting and is also considered at every Board meeting. It lists the most significant risks, scored on a mix of probability and impact, with updates on mitigation measures.

During the year, the major risks facing the Foundation related to our dependence on a small number of key senior personnel and the potential impact of local authority restructuring on our funding. In respect of the former we are strengthening both the whole team and our systems and processes which is reducing our over-dependence on specific individuals. Indeed, the internal promotion of two individuals during the year has demonstrated the strength we have developed throughout the organisation. With respect to the impact of the transition to a Unitary Authority for Somerset, we are working with key individuals to explore how SCF can continue to work in partnership with the new structures.

Financial Review

The Foundation had a strong financial year, with an overall income of £5,781,122 (2022: £5,864,222).

Our expenditure was £5,772,993 (2022: £2,656,835) with 97% (2022:94%) of this on charitable activities and governance, including £5,089,632 awarded as grants (2022: £2,117,871).

Expenditure on raising funds was £189,916 (2022: £162,980). Over the past three years, on average we have secured £30 of income for every £1 spent on raising funds.

Unrestricted Funds and Free Reserves

At the end of the year our unrestricted funds were £784,012 (2022: £735,924). This includes designated funds worth £496,391 (2022: £515,109).

The Foundation's Reserves Policy (reviewed in September 2021) is to hold sufficient unrestricted reserves to meet short-term cash flow needs, manage medium-term fluctuations in income and, if necessary, enable the Foundation to manage a long-term decline in income. The Board reviews the level of 'free' unrestricted reserves annually, considering income forecasts and assessment of risk.

Designated funds include funds set aside to invest in improving our website and digital marketing and to produce further Hidden Somerset reports.

At the end of the year free reserves had risen to £291,877 (2022: £222,243), although this reflects contributions for operating costs associated with funds that will be largely deployed during 2023/24. Having considered the medium-term nature of much of the Foundation's funding, the trustees are

satisfied this represents a sustainable position. The position is strengthened through the building of a fund, from legacies, within our endowment that supports the core costs of the Foundation.

Restricted Funds

Most of our income and expenditure is in the form of restricted funds supporting our grants programmes and other charitable work. There was a significant increase in restricted funds at the end of the year due to funds received for grant-making over the coming years, thus ensuring continuity in our charitable impact.

Restricted income for the year was £5,224,540 (2022: £4,171,281) and expenditure was £5,265,945 (2022: £2,254,768).

At the end of the year £5,621,812 (2022: £5,658,174) was carried forward, including £529,388 in the HPC Community Fund, £607,491 in the Somerset Social Enterprise Fund and The Growth Fund (together, our social investment fund) and £1,997,602 in the Discovery Community Fund.

The Charities SORP requires that we recognise grants provided to organisations where they have been committed to in advance of making the payments (or in most cases recognising the income that the grant payments will be made from). As a result, the charity's balance sheet shows grants committed to but not yet paid of £2,555,307 (2022: £1,248,801). £1,396,386 of this is due within one year and £1,158,921 in more than one year (2022: £961,405 within one year and £287,396 in more than one year).

Endowment and Investment Policy

Our endowment is invested across three investment managers and is held as part of a larger portfolio made up of the endowment funds of three other Community Foundations.

During the year, our endowment fund attracted new donations worth £135,472 (2022: £1,043,642). We experienced a net loss on our investments of £284,148 (2022: net gain of £448,848). Following capital withdrawals as part of our total return policy (see below) at the end of the year our endowment fund was valued at £7,748,344 (2022: £8,048,274).

The aim of our investment policy is to generate a total return on the investments to at least maintain the capital value of the fund in the long-term while generating a surplus for grant-making and supporting the costs of the Foundation. Each year we withdraw a 4% total return for these purposes.

A benchmark of CPI+4% is used as a key performance indicator. The total return for the year was minus 1.4% (2022: 9.2%) compared to the benchmark of 14.8%. The wide variance between our investment performance and the benchmark is due to the exceptionally high rate of inflation experienced during the year. In these circumstances it is worth noting that the ARC-Charity Index for the year was minus 4.1% indicating that the performance of our investments had been relatively strong. The three-year annualised return was 10.3% (2022: 9.9%) compared to the benchmark of 9.8%.

Future Plans

We have made good progress against the goals set out in our 2021-2025 strategy, and we will continue to follow the path we have set out, while responding to changing circumstances. In particular, during 2023/24, we have set the following goals:

Delivering more targeted and effective funding

Over and above the management of our regular programmes we will continue to seek opportunities to increase the number and value of unrestricted/core cost and multi-year grants that we award.

We will explore ways to better coordinate our grants to individuals.

We will also deliver two 'delegated' grants programmes as a pilots for a way of reaching communities that are under-represented in our current funding programmes.

Using our knowledge and insight

We will reconvene the Somerset Funders Network in order to facilitate the exchange of knowledge and good practice between funders operating in Somerset.

We will also seek funding to appoint an additional member of staff to lead on research and insights, with the aim of producing at least one Hidden Somerset report.

Significantly growing funding for our communities

We will continue to focus on developing strong relationships with professional advisors in Somerset in order to facilitate more local philanthropy in the long-term.

We will engage with the new Somerset Council and build on the progress we have made with the Somerset Integrated Care Board to grow and develop our public sector partnerships.

We will also develop the framework for a series of 'pooled funds' focussing on distinct themes to broaden our donor proposition and increase the flexibility we have in our funding for our communities.

Building an organisation that is fit for the future

We will complete our brand review and the development of our new website which will help donors and people seeking funding alike. This will be supported by the procurement of a new CRM database facilitated through UK Community Foundations.

We will work with our neighbouring Community Foundations to review and update our shared Co-Investment Policy, bringing more clarity to how we incorporate sustainability credentials into our investments.

We will also introduce a Sustainability Policy to cover our broader operations, reducing our impact on the environment.

Finally, we will be introducing a formal Remuneration Policy and Menopause Policy during the year.

Legal and Administrative Information

Trustees	Michael Samuel MBE (Chair)*	
	Chris Bishop	F&G, L, HPC
	Michelle Ferris	F&G, TSC
	Helen Gulvin	G, HPC
	Kokila Lane	G
	Angela Kerr*	G
	John Lyon CB	F&G, HPC, TSC
	Bruce McIntosh	CI, F&G
	Lucy Nelson DL	
	David Taylor	G
	Tim Walker	TSC
	Kevin Whitmarsh	
	Giles Wood	CI

*appointed 6 October 2022

CI: Co-Investment Committee; F&G: Finance & Governance Committee; G: Grants Committee; HPC: Hinkley Point C Community Fund Awards Panel; L: Loans Committee; TSC: Trustee Search Committee

The following trustees retired on 06 October 2022: Jane Barrie (Chair), Jan Ross, Sarah Wakefield

Chief Executive & Company Secretary	Justin Sargent OBE
Programmes Director	Andrew Ridgewell
Development Director	Laura Blake
Operations Director	Mary Hancock
Registered charity number	1094446
Registered company number	04530979
Registered Office	Yeoman House Bath and West Showground Shepton Mallet Somerset BA4 6QN
Auditors	AC Mole Stafford House Blackbrook Park Ave Taunton Somerset TA1 2PX

Bankers	CAF Bank 25 Kings Hill Ave Kings Hill West Malling, ME19 4JQ
Investment Managers	CCLA Senator House 85 Queen Victoria Street London EC4V 4ET Quilter Cheviot 85 Queen Victoria Street London EC4V 4AB Evelyn Partners (formerly Smith and Williamson) Portwall Place Portwall Lane Bristol BS1 6NA
Solicitors	Clarke Willmott Blackbrook Gate Blackbrook Park Avenue Taunton TA1 2PG

Statement of Trustees' Responsibilities

The Trustees, who are also directors of Somerset Community Foundation (Limited by Guarantee) for the purposes of company law, are responsible for preparing the Trustees' Report (incorporating the directors' report) and the financial statements in accordance with 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).

Company law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Foundation and of the income and expenditure, of the Foundation, 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 judgements and accounting estimates that are reasonable and prudent
- State whether applicable United Kingdom Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements, and
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Foundation will continue in business

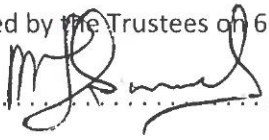
The Trustees are also responsible for maintaining proper accounting records that disclose with reasonable accuracy at any time the financial position of the Foundation and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Foundation and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the Trustees are aware:

- There is no relevant audit information of which the Foundation's auditor is unaware, and
- The Trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information

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

Approved by the Trustees on 6 October, 2023 and signed on their behalf by



..... Michael Samuel MBE (Chair of Trustees)

Independent Auditor's Report to the Members of Somerset Community Foundation

Opinion

We have audited the financial statements of Somerset Community Foundation (the 'Charitable company) for the year ended 31 March 2023 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cashflows 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, including Financial Reporting Standard 102: The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as of 31 March 2023 and of its income and expenditure for the period then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- 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 Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the 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 society'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 auditor's report 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 there is a material misstatement in the financial statements or a material misstatement of the other information. 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

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

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

- adequate and proper accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of the trustees

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

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

Our responsibilities for the audit of the financial statements

The trustees have elected for the financial statements to be audited in accordance with the Charities Act 2011 rather than the Companies Act 2006. Accordingly, we have been appointed under section 144 of the Charities Act 2011, and report in accordance with the Acts 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.

Identifying and assessing potential risks of material misstatement due to irregularities

We considered the following when identifying and assessing risks of material misstatement due to irregularities, including fraud and non-compliance with laws and regulations:

- the legal and regulatory framework in which the charitable company operates
- the sector in which the charitable company operates
- the control environment and controls established to mitigate such risks
- the results of our enquiries of management about their identification and assessment of risks of irregularities
- discussions with the audit engagement team about where fraud might occur
- the incentives for fraud.

Laws and regulations which are considered to be significant to the charitable company include those relating to the requirements of financial reporting framework FRS102, the Companies Act 2006, the Charities Act 2011, UK tax legislation, employment law and health and safety. In addition, we consider other laws and regulation which may not directly impact the financial statements but may impact on the operation of the charitable company.

As a result of these procedures we concluded, in accordance with International Auditing Standards, that a risk in relation to the potential for management override of controls existed.

Audit responses to risks identified

We undertook audit procedures to respond to the risks identified and designed our audit testing to respond to these risks. The additional procedures we undertook included the following:

- gaining an understanding of the charitable company's procedures for ensuring compliance with laws and regulations
- testing the appropriateness of journal entries and other adjustments
- considering whether accounting estimates were indicative of potential bias
- considering whether any transactions arose outside the normal course of business
- making enquiries of management
- corroborating our enquiries through review of Board Minutes and correspondence.

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

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

A C Mole is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

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.

ACMole

A C Mole (Statutory Auditor)
Stafford House
Blackbrook Park Avenue
Taunton
Somerset TA1 2PX

6 October 2023

Statement of Financial Activities for the Year Ended 31 March 2023- Current Year

	Note	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total 2023 £	Total 2022 As Restated £
Income from:						
Donations and Legacies	3	367,052	5,019,075	135,472	5,521,599	5,674,796
Investments	4	54,058	205,465	-	259,523	189,426
Total		**421,110**	**5,224,540**	**135,472**	**5,781,122**	**5,864,222**
Expenditure on:						
Raising Funds	5	95,726	68,701	25,489	189,916	162,980
Charitable Activities	6	385,833	5,197,244	-	5,583,077	2,493,855
Total		**481,559**	**5,265,945**	**25,489**	**5,772,993**	**2,656,835**
Net Income Before Gains and Losses on Investment	7	**(60,449)**	**(41,405)**	**109,983**	**8,129**	**3,207,387**
Net (Losses)/Gains on Investment	11	**(9,085)**	**(3,100)**	**(284,148)**	**(296,333)**	**448,823**
Net Income		**(69,534)**	**(44,505)**	**(174,165)**	**(288,204)**	**3,656,210**
Transfers Between Funds	20	**117,622**	**8,143**	**(125,765)**	-	-
Net Movement in Funds		**48,088**	**(36,362)**	**(299,930)**	**(288,204)**	**3,656,210**
Reconciliation of Funds						
Total Funds Brought Forward	17	735,924	5,658,174	8,048,274	14,442,372	10,786,162
Total Funds Carried Forward	17	**784,012**	**5,621,812**	**7,748,344**	**14,154,168**	**14,442,372**

Statement of Financial Activities for the Year Ended 31 March 2022- Previous Year (As Restated)

	Note	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total 2022 £
Income from:					
Donations and Legacies	3	634,376	3,996,778	1,043,642	5,674,796
Charitable Activities	6	-	-	-	-
Other Trading Activities		-	-	-	-
Investments	4	14,923	174,503	-	189,426
Total		**649,299**	**4,171,281**	**1,043,642**	**5,864,222**
Expenditure on:					
Raising Funds	5	81,543	62,129	19,308	162,980
Charitable Activities	6	301,216	2,192,639	-	2,493,855
Total		**382,759**	**2,254,768**	**19,308**	**2,656,835**
Net Income Before Gains and Losses on Investment	7	**266,540**	**1,916,513**	**1,024,334**	**3,207,387**
Net Gains/(Losses) on Investment	11	**(2,501)**	**2,476**	**448,848**	**448,823**
Net Income		**264,039**	**1,918,989**	**1,473,182**	**3,656,210**
Transfers Between Funds	20	**110,120**	**6,285**	**(116,405)**	-
Net Movement in Funds		**374,159**	**1,925,274**	**1,356,777**	**3,656,210**
Reconciliation of Funds					
Total Funds Brought Forward	17	361,765	3,732,900	6,691,497	10,786,162
Total Funds Carried Forward	17	**735,924**	**5,658,174**	**8,048,274**	**14,442,372**

Summary Income and Expenditure Account for the Year Ended 31 March 2023

	2023	2022
	£	£
Income	5,386,127	4,631,154
Interest and Investment Income	259,523	189,426
Gross Income in the Reporting Period	**5,645,650**	**4,820,580**
Total Expenditure in the Reporting Period	**(5,747,504)**	**(2,637,527)**
Net Income Before Gains and Losses	(101,854)	2,183,053
Gains/(Losses) on Investments	(12,185)	(25)
Transfers	125,765	116,405
Net Income for the Financial Year	**11,726**	**2,299,433**

The summary income and expenditure account are derived from the statement of financial activities on page 17 (excluding endowment fund incoming resources and resources expended) which, together with the notes to the financial statements provides full information on the movements during the year on all the funds. Excluded from the total net incoming resources in the statement of financial activities to arrive at the above figure is £135,472(2022: £1,043,642) of endowment income, £25,489 (2022: £19,308) of endowment expenses and loss of £284,148, gain (2022: £448,848) on investments.

All income and expenditure derive from continuing operations.

The notes form an integral part of these financial statements.

Balance Sheet as at 31 March 2023

	Notes	2023 £	2022 Restated £
Fixed Assets			
Investments	11	8,211,157	8,157,730
Tangible Fixed Assets	13	80,540	84,412
Total Fixed Assets		**8,291,697**	**8,242,142**
Non-Current Assets	12	453,676	313,313
Current Assets			
Investments	12	81,219	97,642
Debtors	14	1,523,629	1,295,579
Bank		6,401,954	5,785,500
Total Current Assets		**8,006,802**	**7,178,721**
Creditors: Amounts Falling Due Within One Year	15	(1,439,086)	(1,004,408)
Net Current Assets		**6,567,716**	**6,174,313**
Creditors: Amounts Falling due after One Year	16	(1,158,921)	(287,396)
Total Net Assets		**14,154,168**	**14,442,372**
The Funds of the Charity			
Unrestricted Fund	17	287,621	220,815
Designated Fund	17	496,391	515,109
Restricted Fund	17	5,621,812	5,658,174
Expendable Endowment Fund	17	7,748,344	8,048,274
Total Charity Funds		**14,154,168**	**14,442,372**

Balance Sheet as at 31 March 2023(continued)

These accounts have been prepared and delivered in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006 and the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

For the year in question, the charitable company was entitled to exemption from an audit under section 477 of the Companies Act 2006.

The members have not required the charitable company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Act.

The trustees/directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

Approved by the Trustees on 6 October 2023 and signed on their behalf by

..... Michael Samuel MBE

..... Michelle Ferris FCA

Registered Company No: 04530979.

The notes form an integral part of these financial statements.

Statement of Cash Flows for the Year Ended 31 March 2023

	Note	Total 2023 £	Total 2022 £
Cash Flows from Operating Activities:			
Net cash generated from Operating Activities	21	713,252	1,200,355
Cash Flows from Investing Activities			
Dividends and Interest from Investments		259,523	189,426
Purchase of Equipment		(6,383)	-
Proceeds from Sale of Investments		1,537,779	1,082,945
Purchase of Investments		(2,074,044)	(1,824,805)
Net cash (used in) Investing Activities		**(283,125)**	**(552,434)**
Change in Cash and Cash Equivalents in the Reporting Period		**430,127**	**647,921**
Cash and Cash Equivalents at the Beginning of the Reporting Period		**6,155,730**	**5,507,809**
Cash and Cash Equivalents at the End of the Reporting Period	21	**6,585,857**	**6,155,730**

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

1. Legal Status of the Foundation

The Foundation is a registered charity and a registered company, limited by guarantee, and has no share capital. The guarantors are the members whose liability in the event of a winding-up is limited to £1 each. There were 13 members at the balance sheet date (2022: 14).

2. Accounting Policies

Accounting Convention and Statement of Compliance

These accounts have been prepared in accordance with FRS 102 " The Financial Reporting Standard applicable in the UK and Republic or Ireland" ("FRS 102"), "Accounting and Reporting by Charities" the Statement of Recommended Practice for charities applying FRS 102, the Companies Act 2006, the Charities Act 2011 and UK Generally Accepted Accounting Practice as it applies from 1 January 2019. The Foundation meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

The accounts are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The accounts have been prepared on the historical cost convention modified by the investment assets, which are held at fair value. The principal accounting policies are set out below.

Going Concern

At the time of approving the accounts, the Trustees have a reasonable expectation that the Somerset Community Foundation has adequate resources to continue in operational service for the foreseeable future. Thus, the Trustees continue to adopt the going concern basis of accounting in the preparation of the accounts.

Incoming Resources

Income is recognised when the Foundation has entitlement to the funds, any performance conditions attached to the item of income has been met, it is probable that the income will be received, and the amount can be measured reliably. Income from government and other grants, whether 'capital' grants or 'revenue' grants is recognised in the same way unless it is deferred.

Cash donations are recognised on receipt. Other donations are recognised once the Foundation has been notified of the donation unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid is recognised at the time of the donation.

Legacies are recognised on receipt or when the Foundation has been notified of an impending distribution, the amount is known, and receipt is probable. If the amount cannot be reliably estimated, the legacy is treated as a contingent asset.

Notes to the Financial Statements for the Year Ended 31 March 2023 (cont.)

Donated professional services and donated facilities are recognised as income when the Foundation 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 Foundation of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), the general time of the volunteers is not recognised and refer to the Trustees' annual report for more information about their contribution.

On receipt, donated professional services and donated facilities are recognised on the basis of the value of the gift to the Foundation which is the amount the Foundation would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

Resources Expended

Expenditure is accounted for on an accruals basis and has been included under expenses categories that aggregate all costs for allocation to activities. Where costs cannot be directly attributed to particular activities, they have been allocated on a basis consistent with the use of the resources.

Support costs are those costs incurred directly in support of expenditure on the objects of the Foundation and include project management carried out at the Foundation's offices. Governance costs are those incurred in connection with the administration of the Foundation and compliance with constitutional and statutory requirements.

Costs of charitable activities comprise grants payable and support costs. Grants payable are included in resources expended once the grant application has been approved by the grants committee and this has been communicated to the grant recipient, except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attached are fulfilled. Grants offered subject to conditions which have not been met at the year-end are noted as a commitment, but not accrued as expenditure. Where multi-year grants are offered, these are accounted for in full under the criteria noted above.

Fixed Assets and Depreciation

All capital assets with a value of less than £1,000 are expensed in the statement of financial activities. Tangible fixed assets are initially measured at cost and subsequently measured at cost, net of depreciation and any impairment losses. Depreciation on computer equipment is 3 years to reflect the useful life of the assets.

Leasehold Property and Improvements	- 25 years (straight line)
Furniture and Equipment	- 3 years (straight line)

Fixed Asset Investments

Listed investments are included in the balance sheet at their market value at the balance sheet date. Realised and unrealised gains and losses on investments are included in the statement of financial activities in the year in which they arise. Investment income is credited to income on an accruals basis.

Notes to the Financial Statements for the Year Ended 31 March 2023 (cont.)

Non-current asset investments

Non-current assets investments are the proportion of concessionary loans (treated as mixed motive investments), which are due after more than 12 months from the balance sheet date. The concessionary loans are initially recognised at the amount paid out, with the carrying amount adjusted in subsequent years to reflect repayments and any accrued interest, adjusted, if necessary, for any impairment. Concessionary loans are assessed for evidence of impairment at the end of each year. Last year, the charity was gifted some land. This is held as a non-current investment as the charity is holding the land for investment purposes. The land was valued at the date of the gift, with the value included in the accounts.

Current assets investments

Current assets investments are the proportion of concessionary loans (treated as mixed motive investments), which are due within 12 months of the balance sheet date. The concessionary loans are initially recognised at the amount paid out, with the carrying amount adjusted in subsequent years to reflect repayments and any accrued interest, adjusted, if necessary, for any impairment. Concessionary loans are assessed for evidence of impairment at the end of each year.

Cash and Cash Equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks and other short-term liquid assets.

Financial Instruments

The Foundation has elected to apply the provisions of Section 11 'Basic Financial Instruments' FRS 102 to all of its financial instruments. Financial instruments are recognised when the Foundation becomes party to the contractual provisions of the instrument.

The charity only holds basic financial instruments as defined in FRS102. The financial assets and liabilities of the charity and their measurements are as follows:

Basic Financial Assets

Basic financial assets, which include trade and other receivables and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method.

The Charity uses the total return approach to its investment which is disclosed in note 23. Trade, other debtors and loans (mixed motive investments) are basic financial instruments and are debt instruments measured at amortised cost as disclosed in note 24. Investment portfolios are basic financial instruments measured at fair value through the income and expenditure account. Prepayments are not financial instruments. Cash at bank and as part of the investments are classified as basic financial instruments and are measured at fair value.

Notes to the Financial Statements for the Year Ended 31 March 2023 (cont.)

Basic Financial Liabilities

Basic financial liabilities, including trade and other payables, are initially recognised at transaction price. Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade payables are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Accounts payable are classified as current liabilities if payment is due within one year or less. Trade payables are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Trade creditors, accruals and other creditors are financial instruments and are measured at amortised cost as detailed in note 24. Taxation and social security are not included in the financial instruments disclosure definition. Deferred income is not deemed to be a financial liability, as the cash settlement has already taken place and there is an obligation to deliver services rather than cash or another financial instrument.

Pension Costs

The Foundation contributes to a defined contribution pension scheme, the assets of which are held separately from those of the Foundation. The scheme is independently administered. Contributions are charged in the statement of financial activities as they fall due in accordance with the scheme rules.

Operating Lease Agreements

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

Fund Accounting

Funds held by the Foundation are either:

- Unrestricted general funds – these are funds which can be used in accordance with the charitable objects at the discretion of the Trustees.
- Designated funds – these are funds set aside by the Trustees out of unrestricted general funds for specific future purposes or projects.
- Restricted funds – these are funds that can only be used for particular, restricted purposes within the objects of the Foundation. Restrictions arise when specified by the donor or when funds are raised for particular, restricted purpose.
- Endowment Funds – these are funds whose assets provide a long-term source of income to support the Foundation's objects. Individual donations to the endowment fund may be unrestricted or restricted if the donor has specified how the income arising should be spent. The Trustees have the power to spend the capital if they so determine.

In many cases and with the prior agreement of the donor one donation may be divided between various funds. Further explanation of the nature and purpose of each fund is included in note 17 to the financial statements.

In many cases and with the prior agreement of the donor one donation may be divided between various funds. Further explanation of the nature and purpose of each fund is included in note 17 to the financial statements.

Notes to the Financial Statements for the Year Ended 31 March 2023 (cont.)

Significant Judgements and Estimates

The Trustees have reviewed the operations of the charity and have concluded that there are no areas of significant management judgement or key areas of estimation or uncertainty required to be disclosed.

Tax Status

The Foundation is exempt from any taxation in relation to its charitable activities except for Value Added Tax.

Loans Advanced

One of the objectives of the Foundation is to support existing and emerging enterprises through the making of grants and loans. Loans receivable by the Foundation are recognised when funds are advanced to borrowers. Amounts due for repayment after more than one year from the balance sheet date are shown as long-term debtors within current assets.

Fees charged in respect of loan applications are recognised in full when funds are advance to borrowers. Interest receivable on loans is recognised on an accruals basis when funds are repaid and not when loans are advanced. Fees and interest are deemed to be restricted income, to be utilised in the making of future loans in accordance with the fund objectives.

Prior Period Errors

During 2022-23 it was identified that a donation of £200,000 should have been accrued for in the 2021-22 year. This has been corrected and treated as a prior period error. The impact of this on the prior year accounts is to increase the unrestricted donations by £10,000 restricted funds by £5000 and Endowment funds by £185,000 (and hence unrestricted funds, restricted funds and endowment funds carried forward) and accrued income (held within debtors) by £200,000.

Notes to the Financial Statements for the Year Ended 31 March 2023 (cont.)

3. Donations and Legacies

	2023	2022 Restated
	£	£
Field House Trust	-	53,000
HPC Community Fund	1,534,188	1,401,709
Corton Hill Trust	100,000	75,000
SCC Early Years and Young Carers Fund	-	255,000
SCC Somerset Fund Grant	55,500	50,000
SCC Growing Fund	-	250,000
Care Focus Fund	-	67,750
SCC to Surviving Winter	-	80,000
-Somerset Community Partnership Fund	-	300,000
Discovery Fund	828,000	750,000
David Medlock to Somerset Fund	-	50,000
School for Social Entrepreneurs	143,269	150,000
Mary Needell Legacy Donation	-	244,078
David Price Endowment Donation	-	250,000
Basil Mann Legacy Donation	-	333,333
John Nowes Exhibtion Fund	-	265,000
Get Set Go Endowment Fund	-	123,500
Welkin Fund	-	200,000
Gamble Fund	100,000	-
Quartet to Wessex Water	42,238	-
SCC to Cost of Living	450,000	-
South Somerset DC to Cost of Living	50,000	-
Sedgemoor DC to Cost of Living	49,950	-
SW and Taunton to Cost of Living	50,000	-
Fairfield Charitable Trust to Cost of Living	40,000	-
SW Enterprise Fund	100,000	-
Police and Crime Commissioner Fund	600,000	
Other Donations and Grants (< £70,000)	1,378,454	776,426
	5,521,599	**5,674,796**

We are grateful to the following for their support during the year: Clarke Willmott, Albert Goodman, Summerfield Developments, Andy Jennings (Andelli Art and Design), Cognique, Hoare's Bank, The Newt, Somerset County Council.

4. Investment Income

	2023	2022
	£	£
Dividends on Equities and Fixed Interest Securities	204,555	184,321
Interest on Cash Deposits	54,968	5,105
	259,523	**189,426**

Notes to the Financial Statements for the Year Ended 31 March 2023 (cont.)

5. Expenditure on Raising Funds – Current Year

The costs comprise:	Unrestricted £	Restricted £	Endowment £	2023 £
Staff Salaries	58,652	55,263	-	113,915
Support Costs				
Staff Expenses and Other Costs	1,758	888	-	2,646
Staff Training and Recruitment	1,639	986	-	2,625
Event Costs	3,808	908	-	4,716
Marketing and Promotion	1,708	1,117	-	2,825
Rent and Utilities	2,537	1,593	-	4,130
Postage, Printing and Stationery	655	250	-	905
IT Support	2,867	1,837	-	4,704
Bookkeeping and Accountancy Support	476	219	-	695
Subscriptions	2,555	1,164	-	3,719
Finance Charges and Insurance	3,179	335	-	3,514
Building Maintenance	175	1,078	-	1,253
Unrestricted Grant Making	1,442	-	-	1,442
Depreciation	10,255	-	-	10,255
Professional Fees	3,677	2,987	-	6,664
Investment Manager's Fees	343	76	25,489	25,908
	95,726	**68,701**	**25,489**	**189,916**

5. Expenditure on Raising Funds – Previous Year

The costs comprise:	Unrestricted £	Restricted £	Endowment £	2022 £
Staff Salaries	60,199	43,113	-	103,312
Support Costs				
Staff Expenses and Other Costs	334	2,696	-	3,030
Staff Training and Recruitment	315	651	-	966
Event Costs	1,097	77	-	1,174
Marketing and Promotion	963	2,752	-	3,715
Rent and Utilities	2,059	3,870	-	5,929
Postage, Printing and Stationery	480	244	-	724
IT Support	1,102	1,988	-	3,090
Bookkeeping and Accountancy Support	263	181	-	444
Subscriptions	1,963	2,010	-	3,973
Finance Charges and Insurance	3,948	724	-	4,672
Quality Accreditation	111	83	-	194

Unrestricted Grant Making	440	-	-	440
Depreciation	8,124	-	-	8,124
Professional Fees	133	3,640	-	3,773
Investment Manager's Fees	12	100	19,308	19,420
	81,543	**62,129**	**19,038**	**162,980**

6. Charitable Activities

Detailed by Fund

	Unrestricted £	Restricted £	Endowment £	2023 £	2022 £
Grant Making	-	**5,089,632**	-	**5,089,632**	**2,117,871**
Direct Support Costs					
Staff Salaries	254,393	67,544	-	321,937	274,478
Staff Expenses and Other Costs	7,543	1,581	-	9,124	4,525
Rent and Utilities	10,846	3,265	-	14,111	12,965
Marketing and Promotion	9,522	2,101	-	11,623	7,919
Postage, Printing and Stationery	2,620	305	-	2,925	2,220
Staff Training and Recruitment	6,904	710	-	7,614	1,980
IT Support	11,470	2,246	-	13,716	6,836
Bookkeeping and Accountancy Support	1,903	268	-	2,171	1,271
Subscriptions	10,222	1,422	-	11,644	10,310
Social Investment Loan Write-Off	-	30,300	-	30,300	-
Finance Charges and Insurance	2,972	1,392	-	4,364	3,329
CCLA Adv Capital Receipt		(6,753)		(6,753)	102
Professional Fees	16,081	186	-	16,267	1,615
	334,476	**104,567**	-	**439,043**	**327,550**
Sub Total	**334,476**	**5,194,199**	-	**5,528,675**	**2,445,421**
Governance Costs					
Management	40,279	-	-	40,279	34,852
Audit	9,195	3,045	-	12,240	13,098
Other Costs	1,883	-	-	1,883	484
Total	**51,357**	**3,045**	-	**54,402**	**48,434**
Total Expenditure on Charitable Activities	**385,833**	**5,197,244**	-	**5,583,077**	**2,493,855**

Notes to the Financial Statements for the Year Ended 31 March 2023(cont.)

6. Charitable Activities (cont.)

Detailed by Fund (Previous Year)

	Unrestricted £	Restricted £	Endowment £	2022 £
Grant Making	-	**2,117,871**	-	**2,117,871**
Direct Support Costs				
Staff Salaries	221,784	52,694	-	274,478
Staff Expenses and Other Costs	1,230	3,295	-	4,525
Rent and Utilities	8,235	4,730	-	12,965
Marketing and Promotion	4,361	3,558	-	7,919
Postage, Printing and Stationery	1,922	298	-	2,220
Staff Training and Recruitment	1,185	795	-	1,980
IT Support	4,406	2,430	-	6,836
Bookkeeping and Accountancy Support	1,050	221	-	1,271
Subscriptions	7,854	2,456	-	10,310
Social Investment Loan Write-Off	-	-	-	-
Finance Charges and Insurance	2,443	886	-	3,329
Quality Accreditation	-	102		102
Business Grants and Support costs	-	-	-	-
Professional Fees	580	1,035	-	1,615
	255,050	**72,500**	-	**327,550**
Sub Total	**255,050**	**2,190,371**	-	**2,445,421**
Governance Costs				
Management	34,852	-	-	34,852
Audit	10,830	2,268	-	13,098
Other Costs	484	-	-	484
Total	**46,166**	**2,268**	-	**48,434**
Total Expenditure on Charitable Activities	**301,216**	**2,192,639**	-	**2,493,855**

Notes to the Financial Statements for the Year Ended 31 March 2023 (cont.)

7. Net Income/(Expenditure)

Net Income/(Expenditure) is stated after charging:

	2023	2022
	£	£
Auditor's Remuneration:		
Audit of Statutory Financial Statements	12,240	10,830
Audit – Other	-	2,268
	12,240	**13,098**

8. Trustees Expenses and Remuneration

During the year, Trustees were reimbursed £64(2022: £28) in expenses relating to their role as Trustee.

9. Related Party Transactions

During the year, the Foundation made grants worth £177,154 (2022: £4,360) to The Nelson Trust, a charity of which J Sargent, Chief Executive, is a trustee. The terms of, and process for providing this grant are the same as all other grants made in the year.

10. Staff Costs

Employee Information	2023	2022
	£	£
Salaries	418,660	363,763
Employer's National Insurance Contributions	36,951	31,344
Employer's Pension Contributions	20,520	19,562
	476,131	**414,669**

There were 14 employees during the year calculated on an average basis (2022: 14). The key management personnel of the Foundation comprise the Chief Executive, Operations Director, Programmes Director and Development Director. The total employee benefits of the key management personnel of the Foundation were £245,378 (2022: £203,278).

The number of employees whose annual emoluments were £60,000 or more were:

	2023	2022
£60,000 - £70,000	**1**	1

11. Investments

Fixed Asset Investments	2023	2022
	£	£
Listed Investments	8,027,254	7,787,500
Cash Held in Investment Portfolio	183,903	370,230
	8,211,157	**8,157,730**

	2023	2022
Listed Investments are made up as follows:	£	£
Market Value brought forward	7,787,500	6,600,454
Acquisitions at Costs	2,074,044	1,824,805
Sale Proceeds	(1,537,779)	(1,082,945)
Realised Gains	7,150	16,576
Unrealised Gains/(Losses)	(303,661)	428,610
Market Value Carried Forward	**8,027,254**	**7,787,500**
Book Cost Carried Forward	**6,461,103**	**6,966,129**

The above investments comprise fixed asset interest securities and equities of which £5,230,736 (2022: £3,440,420) are UK Investments and £2,796,518 (2022: £4,347,080) relate to investments held outside the UK.

Additional realised gains of £178(2022 £3,637) are shown in the Statement of Financial Activities which relate to foreign exchange settlements and cash distributions.

Shareholdings which individually represent more than 5% of the charity's investments are:

No. Of Shares	Investments	Market Value
108092	COIF Communities First SCF	£2,025,271
12991	COIF Somerset Community Foundation	£243,410

12. Non-Current Assets

	2023	2022
	£	£
Social Investment Loans at Beginning of the Year	410,955	423,332
New Loans	128,334	117,700
Loan Repayments	(87,354)	(151,499)
Loan Write Off	(30,300)	-
Loan Interest	23,260	21,422
At End of the Year	**444,895**	**410,955**
Land Gifted to the charity	**90,000**	**-**
Sub Total	**534,895**	**410,955**
Non-Current Asset	**453,676**	**313,313**
Current Asset	**81,219**	**97,642**

13. Tangible Fixed Assets

	Leasehold & Property improvements	Furniture & Equipment	Total
	£	£	£
Cost			
At the Beginning of the Year	167,500	19,784	187,284
Additions	-	6,383	6,383
At the End of the Year	**167,500**	**26,167**	**193,667**
Depreciation			
At the Beginning of the Year	84,518	18,354	102,872
Charge for the Year	6,700	3,555	10,255
At the End of the Year	**91,218**	**21,909**	**113,127**
Net Book Value			
At the Beginning of the Year	82,982	1,430	84,412
At the End of the Year	**76,282**	**4,258**	**80,540**

14. Debtors

	2023	2022 As Restated
	£	£
Other Debtors	1,506,848	1,290,752
Prepayments	16,781	4,827
	1,523,629	**1,295,579**

15. Creditors: Amounts falling due within one year

	2023	2022
	£	£
Other Creditors	1,396,386	961,405
Accruals and Deferred Income	26,997	29,867
Other Tax and Social Security	15,703	13,136
	1,439,086	**1,004,408**

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

	2023	2022
	£	£
Other Creditors	1,158,921	287,396
	1,158,921	**287,396**

Notes to the Financial Statements for the Year Ended 31 March 2023 (cont.)

17. Statement of Funds (Current Year)

	Balance B/fwd	Incoming Resources	Resources Expended	Unrealised/Realised Gains/(Losses)	Transfers	Balance C/fwd
	£	£	£	£	£	£
Unrestricted Fund – General Funds	220,815	413,236	(466,766)	2,714	117,622	287,621
Designated Funds:						
Building and Maintenance Fund	56,893	296	(60)	(444)	-	56,685
Yeoman House Fund	71,760	-	(5,980)	-	-	65,780
Raising Aspirations Research Fund	23	-	-	-	-	23
SYVN	2,100	-	-	-	-	2,100
Hidden Somerset	11,000	-	-	-	-	11,000
Digital Transformation	40,000	-	(7,215)	-	-	32,785
Legacy Designate	333,333	7,578	(1,538)	(11,355)	-	328,018
Total Designated Funds	515,109	7,874	(14,793)	(11,799)	-	496,391
Total Unrestricted Funds	**735,924**	**421,110**	**(481,559)**	**(9,085)**	**117,622**	**784,012**
Restricted Funds						
The Growth Fund	183,003	75,123	-	-	-	258,126
Discovery Fund	1,504,907	807,480	(314,785)	-	-	1,997,602
Enhanced Social Enterprise Fund	16,276	-	-	-	-	16,276
HPC Community Fund	1,694,301	1,543,150	(2,708,063)	-	-	529,388
Raising Aspirations	991	-	-	-	-	991
Somerset Social Enterprise Fund	448,807	27,041	(100,186)	-	(26,297)	349,365
Somerset Coronavirus Appeal	(45,793)	45,793	-	-	-	-
Support Costs CSC	3,000	-	-	-	-	3,000
Taunton Youth Community Centre	546	-	(546)	-	-	-
VCSE Strategic coordinator	18,869	-	(13,500)	-	-	5,369

Notes to the Financial Statements for the Year Ended 31 March 2023 (cont.)

17. Statement of Funds (Current Year)

	Balance B/fwd £	Incoming Resources £	Resources Expended £	Unrealised/Realised Gains/(Losses) £	Transfers £	Balance C/fwd £
Other Restricted Funds						
Discretionary (22 funds)	503,419	1,172,068	(938,617)	-	-	736,870
Donor Advised (39 Funds)	742,259	1,181,676	(768,511)	-	-	1,155,424
Donor Directed (5 Funds)	68,792	118,369	(169,971)	(3,100)	-	14,090
Field of Interest (19 Funds)	65,682	59,877	(51,365)	-	-	74,194
Sub Total Restricted Funds	5,205,059	5,030,577	(5,065,544)	(3,100)	(26,297)	5,140,695
Endowment Income Funds						
Discretionary (7 Funds)	48,273	7,866	(27,865)	-	2,884	31,158
Donor Advised (31 Funds)	221,750	110,183	(90,060)	-	29,259	271,132
Donor Directed(2Fund)	4,233	16,705	(7,789)	-	764	13,913
Field of Interest (15 Funds)	178,859	59,209	(74,687)	-	1,533	164,914
Sub Total Endowment Income Funds	453,115	198,963	(200,401)	-	34,440	486,117
TOTAL RESTRICTED FUNDS	**5,658,174**	**5,224,540**	**(5,265,945)**	**(3,100)**	**8,143**	**5,621,812**

17. Statement of Funds (Current Year)

Endowment Funds	Balance B/fwd £	Incoming Resources £	Resources Expended £	Unrealised Gains(Losses) £	Transfers £	Balance C/fwd £
Unrestricted Fund - General Funds	114,860		(530)	(3,913)	-	110,417
Restricted Funds (over £90,000)						
C&JP Fund CF	208,585	-	-	(8,024)	(2,092)	198,469
Churchstanton Community Fund CF	212,640	-	-	(8,178)	(2,133)	202,329
Clarke Willmott	160,385	-	(290)	(5,940)	(1,937)	152,218
David Medlock CF	292,234	-	-	(11,241)	(2,931)	278,062
David Price GG CF	592,142	-	(1,498)	(21,590)	(7,640)	561,414
Donald Lake Memorial Fund GG	146,989	-	(669)	(5,122)	(2,235)	138,963
Dyke Exhibition fund	109,239	-	(498)	(3,808)	(1,661)	103,272
Eagle House GG	708,316	-	(3,228)	(24,686)	(31,093)	649,309
Exmoor Community Trust CF	152,969	-	-	(5,884)	(1,534)	145,551
Glemsford Fund CF	493,816	-	(1,237)	(18,014)	(6,358)	468,207
Graham Burrough Charitable Trust	381,265	-	(1,737)	(13,288)	(5,797)	360,443
Grave Family Fund GG CF	133,234	-	(545)	(4,675)	(1,542)	126,472
Hobhouse	105,500	-	(481)	(3,677)	(1,604)	99,738
McGreevy Charitable Trust GG	149,998	-	(684)	(5,228)	(2,281)	141,805
Millennium Fund CF	242,867	-	-	(9,342)	(2,436)	231,089
Ringham Fund	111,095	-	-	(4,273)	(1,114)	105,708

Notes to the Financial Statements for the Year Ended 31 March 2023 (cont.)

17. Statement of Funds (Current Year)

Endowment Funds	Balance B/fwd £	Incoming Resources £	Resources Expended £	Unrealised Gains(Losses) £	Transfers £	Balance C/fwd £
Somerset Fund for Deaf and Hard of Hearing CF	270,295	-	-	(10,396)	(2,711)	257,188
Somerset Grassroots Grants Endowment GG	241,932	-	(1,102)	(8,432)	(3,678)	228,720
Somerset Masonic Fund GG	287,612	-	(1,311)	(10,024)	(4,373)	271,904
Summerfield & Tauntfield GG CF	150,127	-	(623)	(5,251)	(1,540)	142,713
T & PJ (Milborne Port)	378,012	-	(1,723)	(13,174)	(5,747)	357,368
The Richard Huish Foundation Fund	117,425	-	(538)	(4,060)	(1,237)	111,590
WCS Pickford Trust	224,306	-	(1,022)	(7,818)	(3,410)	212,056
Other Endowment Funds						
Discretionary (3 Funds)	85,532	-	(382)	(2,987)	(1,292)	80,871
Donor Directed (2 Funds)	218,220	7,500	(1,018)	(7,141)	(2,969)	214,592
Field of Interest (5 Funds)	367,288	529	(1,294)	(13,090)	(4,577)	348,856
Donor Advised (22 Funds)	1,391,391	127,443	(5,079)	(44,892)	(19,843)	1,449,020
Total Endowment Funds	**8,048,274**	**135,472**	**(25,489)**	**(284,148)**	**(125,765)**	**7,748,344**
Total Funds	**14,442,372**	**5,781,122**	**(5,772,993)**	**(296,333)**	-	**14,154,168**

There has been merger of some endowment funds and Endowment income funds. E.g. Hydrex and Shoon have merged with the grassroots fund and Pilkington has merged with Get Set Go. The schedule of opening balances in other Endowment funds and Restricted funds have changed as a result of the merger.

Notes to the Financial Statements for the Year Ended 31 March 2023 (cont.)

17. Statement of Funds (Previous Year) Restated

	Balance B/fwd	Incoming Resources	Resources Expended	Unrealised/Realised Gains/(Losses)	Transfers	Balance C/fwd
	£	£	£	£	£	£
Unrestricted Fund – General Funds	175,260	315,423	(376,734)	(3,254)	110,120	220,815
Designated Funds:						
Building and Maintenance Fund	55,900	285	(45)	753	-	56,893
Yeoman House Fund	77,740	-	(5,980)	-	-	71,760
Raising Aspirations Research Fund	23	-	-	-	-	23
SYVN	2,100	-	-	-	-	2,100
Hidden Somerset	11,000	-	-	-	-	11,000
Digital Transformation	40,000	-	-	-	-	40,000
Sing for Somerset	(258)	258	-	-	-	-
Legacy Designated		333,333	-	-	-	333,333
Total Designated Funds	186,505	333,876	(6,025)	753	-	515,109
Total Unrestricted Funds	**361,765**	**649,299**	**(382,759)**	**(2,501)**	**110,120**	**735,924**
Restricted Funds						
The Growth Fund	96,361	86,642	-	-	-	183,003
Discovery Fund	871,533	724,352	(90,978)	-	-	1,504,907
Enhanced Social Enterprise Fund	16,276	-	-	-	-	16,276
HPC Community Fund	969,383	1,402,235	(677,317)	-	-	1,694,301
Raising Aspirations	991	-	-	-	-	991
Somerset Social Enterprise Fund	539,317	21,485	(90,889)	-	(21,106)	448,807
Somerset Coronavirus Appeal	109,192	(32,217)	(122,768)	-	-	(45,793)
Support Costs CSC	3,000	-	-	-	-	3,000
Taunton Youth Community Centre	150,546	-	(150,000)	-	-	546
VCSE Strategic coordinator	22,369	-	(3,500)	-	-	18,869

Notes to the Financial Statements for the Year Ended 31 March 2023 (cont.)

17. Statement of Funds (Previous Year) Restated

	Balance B/fwd £	Incoming Resources £	Resources Expended £	Unrealised/Realised Gains/(Losses) £	Transfers £	Balance C/fwd £
Other Restricted Funds						
Discretionary (17 funds)	109,334	559,763	(165,678)	-	-	503,419
Donor Advised (37 Funds)	250,937	1,058,583	(567,261)	-	-	742,259
Donor Directed (6 Funds)	94,757	7,063	(35,504)	2,476	-	68,792
Field of Interest (15 Funds)	145,792	156,322	(236,432)	-	-	65,682
Sub Total Restricted Funds	3,379,788	3,984,228	(2,140,327)	2,476	(21,106)	5,205,059
Endowment Income Funds						
Discretionary (7 Funds)	37,505	18,170	(12,374)	-	4,972	48,273
Donor Advised (33 Funds)	153,693	109,784	(58,135)	-	16,408	221,750
Donor Directed(1Fund)	1,169	2,785	(1,193)	-	1,076	3,837
Field of Interest (14 Funds)	160,745	56,314	(42,739)	-	4,935	179,255
Sub Total Endowment Income Funds	353,112	182,053	(114,441)	-	27,391	453,115
TOTAL RESTRICTED FUNDS	**373,2900**	**4,171,281**	**(2,254,768)**	**2,476**	**6,285**	**5,658,174**

17. Statement of Funds (Previous Year) Restated

Endowment Funds	Balance B/fwd £	Incoming Resources £	Resources Expended £	Unrealised Gains(Losses) £	Transfers £	Balance C/fwd £
Unrestricted Fund - General Funds	111,324		(1,539)	5,075	-	114,860
Restricted Funds (over £90,000)						
C&JP Fund CF	194,424	-	-	16,779	(2,618)	208,585
Churchstanton Community Fund CF	198,170	-	-	17,103	(2,633)	212,640
Clarke Willmott	151,544	-	(232)	11,459	(2,386)	160,385
David Medlock CF	272,393	-	-	23,510	(3,669)	292,234
David Price GG CF	325,797	237,500	(1,163)	38,174	(8,166)	592,142
Donald Lake Memorial Fund GG	141,750	-	(537)	8,483	(2,707)	146,989
Dyke Exhibition fund	105,345	-	(399)	6,304	(2,011)	109,239
Eagle House GG	683,066	-	(2,586)	40,878	(13,042)	708,316
Exmoor Community Trust CF	142,584	-	-	12,306	(1,921)	152,969
Glemsford Fund CF	469,044	-	(991)	33,553	(7,790)	493,816
Graham Burrough Charitable Trust	367,674	-	(1,392)	22,003	(7,020)	381,265
Grave Family Fund GG CF	128,028	-	(435)	8,011	(2,370)	133,234
Hobhouse	101,739	-	(385)	6,089	(1,943)	105,500
McGreevy Charitable Trust GG	144,651	-	(548)	8,657	(2,762)	149,998
Millennium Fund CF	226,379	-	-	19,537	(3,049)	242,867
Ringham Fund	103,553	-	-	8,937	(1,395)	111,095

Notes to the Financial Statements for the Year Ended 31 March 2023 (cont.)

17. Statement of Funds (Previous Year) Restated

Endowment Funds	Balance B/fwd £	Incoming Resources £	Resources Expended £	Unrealised Gains(Losses) £	Transfers £	Balance C/fwd £
Somerset Fund for Deaf and Hard of Hearing CF	251,923	-	-	21,741	(3,369)	270,295
Somerset Grassroots Grants Endowment GG	205,698	-	(779)	12,310	(3,928)	213,301
Somerset Masonic Fund GG	277,359	-	(1,050)	16,599	(5,296)	287,612
Summerfield & Tauntfield GG CF	144,318	-	(496)	8,986	(2,681)	150,127
T & PJ (Milborne Port)	363,572	-	(1,380)	22,780	(6,960)	378,012
The Richard Huish Foundation Fund	113,650	-	(428)	5,777	(1,574)	117,425
WCS Pickford Trust	216,309	-	(818)	12,945	(4,130)	224,306
Other Endowment Funds						
Discretionary (6 Funds)	110,039	-	(411)	6,626	(2,092)	114,162
Donor Directed (2 Funds)	84,617	123,500	(489)	(2,008)	(1,808)	203,812
Field of Interest (6 Funds)	155,274	232,642	(610)	(1,898)	(3,711)	381,697
Donor Advised (22 Funds)	901,273	450,000	(2,640)	58,132	(15,374)	1,391,391
Total Endowment Funds	**6,691,497**	**1,043,642**	**(19,308)**	**448,848**	**(116,405)**	**8,048,274**
Total Funds	**10,786,162**	**5,864,222**	**(2,656,835)**	**448,823**	-	**14,442,372**

Notes to the Financial Statements for the Year Ended 31 March 2023 (cont.)

Designated Funds

Building and Maintenance Fund - for the upkeep and maintenance of Yeoman House

SYVN (Somerset Youth Volunteer Network) - to support youth volunteers in Somerset

Raising Aspirations Research Fund - to fund research in support of the Raising Aspirations mentoring programme

Yeoman House - Funds donated to purchase Yeoman House. The funds have been fully spent on acquiring the leasehold property, Yeoman House. The fund balance will be reduced by depreciation over the life of the lease.

Digital Transformation – Funds donated by legacy and designated to complete a rebranding exercise, commission the build of a new website, and to introduce an updated CRM package.

Restricted Funds & Endowment Funds

VCSE Strategic Co-ordinator - Supporting the work of the VCSE coordinator for Somerset.

Somerset Forever Fund - supporting the long-term development and growth of SCF's philanthropy.

All other restricted and endowment funds that support our grants programmes are listed with brief descriptions on our website.

Notes to the Financial Statements for the Year Ended 31 March 2023 (cont.)

18. Analysis of Net Assets between Funds – Current Year

	Unrestricted Funds	Restricted Funds	Endowment Funds	Total Funds
	£	£	£	£
Investments	94,647	65,566	8,050,944	8,211,157
Fixed Assets	80,540	-	-	80,540
Non-Current Assets	-	453,676	-	453,676
Current Assets	608,825	6,261,491	(302,600)	6,567,716
Non-Current (Liabilities)	-	(1,158,921)	-	(1,158,921)
	784,012	**5,621,812**	**7,748,344**	**14,154,168**

18. Analysis of Net Assets between Funds – Previous Year (Restated)

	Unrestricted Funds	Restricted Funds	Endowment Funds	Total Funds
	£	£	£	£
Investments	427,828	67,166	7,662,736	8,157,730
Fixed Assets	84,412	-	-	84,412
Non-Current Assets	-	313,313	-	313,313
Current Assets	223,684	5,565,091	385,538	6,174,313
Non-Current (Liabilities)	-	(287,396)	-	(287,396)
	735,924	**5,658,174**	**8,048,274**	**14,442,372**

Notes to the Financial Statements for the Year Ended 31 March 2023 (cont.)

19. Financial Commitments

Capital

There were no capital commitments in respect of specific charitable projects or the purchase of tangible fixed assets as at 31 March 2023 (2022: £Nil).

Operating lease commitments

At 31 March 2023, the Foundation had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2023	2022
	£	£
Within one year	4,749	5,709
Between two and five years	22,262	16,332
Over five years	26,131	26,131
	53,142	**48,172**

Amounts recognised in the statement of financial activities as a cost during the period in respect of operating lease arrangements amounted to £3,656 (2022-£3,266).

20. Transfers – Current Year

	Unrestricted Funds	Restricted Funds	Endowment Funds	Total Funds
	£	£	£	£
Income Fund	91,325	(91,325)	-	-
Capt Drawdown	-	125,765	(125,765)	-
Other	26,297	(26,297)	-	-
	117,622	**8,143**	**(125,765)**	-

20. Transfers – Previous Year

	Unrestricted Funds	Restricted Funds	Endowment Funds	Total Funds
	£	£	£	£
Income Fund	89,014	(89,014)	-	-
Capt Drawdown	-	116,405	(116,405)	-
Other	21,106	(21,106)	-	-
	110,120	**6,285**	**116,405**	-

Income Fund relates to contributions to operational costs applied from the restricted endowment income funds, in line with the terms of the funds. Capital Drawdown is the amount of capital withdrawn from our Endowment Fund and moved into Endowment Income funds in line with our total return policy. Other relates to the transfer of funds from restricted fund cover the operational costs of specific programmes.

21. Reconciliation of Net Income to Net Cash Flow from Operating Activities

	2023 £	2022 £
Net (Expenditure)/Income for the Reporting Period (as per the Statement of Financial Activities)	**(288,204)**	**3,656,210**
Adjustments for:		
Depreciation Charges	10,255	8,124
Donation of Land	(90,000)	-
Losses/(Gains) on Investments	296,511	(445,188)
Dividends and Interest from Investments	(259,523)	(189,426)
(Increase) in Debtors	(228,050)	(1,002,953)
Increase/(Decrease) in Creditors	1,306,203	(838,789)
(Increase)/Decrease in Social Investments	(33,940)	12,377
Net Cash provided by Operating Activities	**713,252**	**1,200,355**
Analysis of Cash and Cash Equivalents		
Cash in Hand	6,401,954	5,785,500
Cash Held in Investment Portfolio	183,903	370,230
Total Cash and Cash Equivalents	**6,585,857**	**6,155,730**

22. Contingent assets

The charity has funding from EDF in relation to the Hinkley Point C programme. Approximately £9million (2022: £9million) has been committed to the charity but is not recognised in these accounts as the conditions for recognition are not met.

23. Total Return Disclosure

The charity uses a total return approach to the investment of the endowment. The return is 4% which is disclosed as below.

Current Year	Trust for Investment	Unapplied Total Return	Total Endowment
	£	£	£
As at 1 April 2022:			
Gift component of the endowment	7,735,139	-	7,735,139
Unapplied total return	-	313,135	313,135
Total	**7,735,139**	**313,135**	**8,048,274**
Movements in the reporting period:			
Gift of endowment funds	135,472	-	135,472
Investment return: realised and unrealised gains and (losses)	-	(284,148)	(284,148)
Allocation from trust for investment	(122,267)	122,267	-
Less: investment management costs	-	(25,489)	(25,489)
Total	**13,205**	**(187,370)**	**(174,165)**
Unapplied total return allocated to income in the reporting period	-	(125,765)	(125,765)
Net movements in reporting period	**13,205**	**(313,135)**	**(299,930)**
As at 31 March 2023:			
Gift component of the endowment	7,748,344	-	7,748,344
Unapplied total return	-	-	-
Total	**7,748,344**	**-**	**7,748,344**

Notes to the Financial Statements for the Year Ended 31 March 2023 (cont.)

23 Total Return Disclosure continued

Previous Year	Trust for Investment	Unapplied Total Return	Total Endowment
	£	£	£
As at 1 April 2021:			
Gift component of the endowment	6,691,497	-	6,691,497
Unapplied total return	-	-	-
Total	**6,691,497**	**-**	**6,691,497**
Movements in the reporting period:			
Gift of endowment funds	1,043,642		1,043,642
Investment return: realised and unrealised gains and (losses)	-	448,848	448,848
Less: investment management costs	-	(19,308)	(19,308)
Total	**1,043,642**	**429,540**	**1,473,182**
Unapplied total return allocated to income in the reporting period	-	(116,405)	(116,405)
Net movements in reporting period	**1,043,642**	**313,135**	**1,356,777**
As at 31 March 2022:			
Gift component of the endowment	7,735,139	-	7,735,139
Unapplied total return	-	313,135	313,135
Total	**7,735,139**	**313,135**	**8,048,274**

24. Financial Instruments

Categorisation of financial instruments

	2023	2022
	£	£
Financial assets measured at fair value through income and expenditure account	8,027,254	7,787,500
Financial assets that are debt instruments measured at amortised cost	8,373,185	7,869,113
	16,400,439	15,656,613
Financial liabilities measured at amortised cost	2,505,104	1,278,668

Item of income, expenditure, gain or losses

2023	Income	Expense	Net gains	Net losses
	£	£	£	£
Financial assets measured at fair value through income and expenditure account	259,523	-	-	296,333
	259,523	-	-	296,333

2022	Income	Expense	Net gains	Net losses
	£	£	£	£
Financial assets measured at fair value through income and expenditure account	189,426	-	448,823	-
	189,426	-	448,823	-

25. Grants payable

	2023	2022
	£	£
Organisations	4,990,410	2,134,709
Individuals	142,195	93,517
Grants to Individuals from Unrestricted Fund	1,442	-
Returned Grants to Groups and Individuals	(42,973)	(109,915)
Total Grants Payable	**5,091,074**	**2,118,311**

Grant to Organisations receiving more than £2000	£
7 Starlings CIC	7,500
Active and In Touch (3 grants)	8,000
Age UK (3 grants)	36,050
aKa Dance Theatre Company	2,500
Albermarle Centre	3,500
All Saints' Church, Dulverton	5,000
ARC (formerly Taunton Association for the Homeless)	4,034
ARK at Egwood (3 grants)	12,826
Art Care Education	7,500
Ashill Village Hall	2,500
Ashwick and Oakhill Village	3,500
Axe Valley Men's Shed (3 Grants)	9,600
Balsam Centre	7,422
Banwell Parish Council	2,500
Best Before Food Store (2 grants)	8,870
BIBIC	5,000
Bicknoller Village Hall	2,500
Brent Knoll Community Shop Limited	7,500
Bridgwater & Taunton Deaf Club (2 Grants)	15,000
Bridgwater Baptist Church	5,000
Bridgwater United Community Sports Trust (2 Grants)	9,328
Burnham & Highbridge Sea Cadet Unit	3,000
Burnham and Weston Energy CIC	100,000
Butleigh Playing Fields Association	2,500
Calvert Trust Exmoor	3,333
Carrymoor Environmental Trust	20,417
CDST	2,126
Central Somerset Outdoor Learning Partnership	5,000
Centre for Sustainable Energy	10,000
Chard Community Hub 3 Grants	7,500
Chard Watch (2 Grants)	10,300
CHARIS	5,800
Cheddar Hockey Club	2,200
Churchinford Cricket Club	4,000

Churchstanton Public Open Space (2 Grants)	4,500
Citizens Advice Mendip (7 Grants)	27,110
Citizens Advice Sedgemoor	4,125
Citizens Advice South Somerset (3 Grants)	39,085
Citizens Advice Taunton	10,000
Citizens Advice West Somerset (2 Grants)	12,500
Climate Alliance CIC	5,000
Community Council for Somerset	51,500
Conquest Centre	3,647
Contains Art CIO	5,000
Council of Southern Caving Clubs	2,000
Create Together CIC	2,500
Crewkerne Wellbeing (2 Grants)	2,800
Crispin	12,000
Cultivating Community CIC (2 Grants)	7,600
Devon Community Foundation (2 Grants)	6,600
Diversity Voice (3 Grants)	8,000
DofE Somerset Committee	2,000
Dorset Community Foundation	19,250
Dulverton Food Bank	3,000
Dunster Festival	2,000
EAQ Manor Farm CIC	4,900
East Harptree VC Primary School	2,000
Edventure Frome (2 Grants)	11,309
Elim Connect Centre	8,666
Escapeline (4 Grants)	45,533
Feed Avalon (2 grants)	5,340
Foodage4thought	2,500
For All Healthy Living Company	7,000
Forum 21	14,000
Friends of Grove Park (2 Grants)	4,380
Frome Cheese and Grain	5,475
Frome Community Bike Project	2,500
Frome Community Education CIC	2,020
Frome Field 2 Fork CIC	5,000
Frome Medical Practice CIC	26,500
Frome Town Band	2,658
Golden Oldies	2,000
Good Fellowship Club	3,000
Green Door Families	6,250
Green Ilminster CIC	2,000
Growing Space	4,500
Headway Somerset	22,165
Hestercombe Gardens	10,000
Hinton St George & Locality Rural Community Services	30,900
Home Furniture Services Trust Ltd	2,000

Home-Start West Somerset	4,313
In Charley's Memory	10,000
Kingsdon Centre	4,000
Langport Area CIO	3,000
Live Naturally (2 grants)	12,000
LiveWest Homes	3,750
Lord's Larder Yeovil Foodbank	2,000
Love Community CIC	3,167
Love Glastonbury	3,000
Love Yeovil	2,500
Magdalen Environmental Trust (2 grants)	5,900
Make the Sunshine CIC	10,560
Making Space Wells	2,250
MC Inspired Together	2,000
Merriott Tithe Barn Committee	2,500
MHA Communities South Somerset & Mendip District	5,500
Middleroom Wood CIC	2,000
Mind in Somerset	5,000
Mind Your Music	5,000
Minehead Bowling Club	2,500
Minehead EYE CIC	13,500
More Lands Collective	2,500
Neroche Woodlanders Ltd	10,126
Nightingales	3,000
North Taunton Partnership	2,500
Oake & District Community Shop Ltd	2,000
Openstorytellers (4 Grants)	20,698
Otterhead Estate Trust	2,000
PACE (Personal Achievements Creative Experiences)	2,500
Paddington Farm Trust	10,031
Parochial Church Council of Coleford	2,000
Parrett Community Shed	2,400
PCC St Mary Woolavington	3,500
Pilton Methodist Church	3,000
Playground Mums (Withycombe Parish Council)	2,500
Promiseworks (3 Grants)	22,000
Purple Elephant Family Support (2 Grants)	6,640
Quartet Community Foundation	91,250
Queen Camel Community Land Trust	6,500
Rare Species Theatre	9,944
Red Brick Building (2 Grants)	14,998
Refugee Aid from Taunton (RAFT)	5,000
Reminiscence Learning (2 Grants)	6,000
Root Connections (3 Grants)	27,500
Rusty Road to Recovery	3,000
Science Boost CIC	4,000

Sedgemoor Community Partnership	2,000
Seed of Hope CIC	4,888
Shared Earth Learning Co-op	3,268
Somerset African Caribbean Network	2,500
Som. & Avon Rape & Sexual Abuse Support (2 Grants)	75,800
Somerset Art Works	2,500
Somerset Arts Well	2,000
Somerset Child Contact Centres (2 Grants)	5,000
Somerset Cricket Foundation (2 Grants)	100,800
Somerset Earth Science Centre	2,000
Somerset Film and Video	9,410
Somerset Football Association	65,000
Somerset Parent Carer Forum	5,000
Somerset Youth Theatre CIC (2 Grants)	9,500
Somerton Rugby Football Club	7,500
South Cadbury Village Hall	7,227
South Chard Church	6,000
South Chard Church (The HUB)	15,000
South Somerset Community Accessible Transport	4,850
Spark Somerset 3 Grants	27,500
SSAFA Somerset	11,000
St Benedict's Church	2,150
St George's Church	2,000
St John the Baptist, Wellington	2,306
St Margaret's Hospice	5,000
St Mary's Church, Ilminster	2,000
St Mary's, Bridgwater	2,500
St Peter & All Hallows Church, West Huntspill	2,500
St Peter and St Paul's Church, Bishops Hull	2,500
St Peter's Church, Yeovil	3,000
St Peters Community Centre	26,250
Stacked Wonky 2 Grants	8,733
Stand Against Violence 3 Grants	11,800
State of Trust	8,960
Stawell & Sutton Mallet Village Hall	2,000
Stogursey and District Victory Hall Committee	5,000
Stogursey Youth Club	3,000
Sweet Track Counselling Agency CIC	7,320
Taunton Area Debt Advice	5,000
Taunton East Development Trust 2 Grants	10,000
Taunton Pride CIC	2,500
The Balsam Centre	8,158
The Blackford Reading Room Trust	2,500
The Bluebirds Theatre Company (Bluebird Theatre CIC)	7,500
The Equivalent Project 2 Grants	7,500
The Good Heart Frome	3,500

The Hub Yeovil Community Support Charity	7,500
The Kingsbury Community Enterprise Ltd	3,000
The Lawrence Centre	2,000
The Meeting House Arts Centre	2,000
The Minehead Hope Centre	3,500
The Moorland Hall & Rec. Ground Board of Trustees	15,000
The Nelson Trust 5 Grants	25,741
The Nornen Project CIC	4,000
The Pod Youth Club 2 Grants	12,500
The Rubbish Art Project 2 grants	11,000
The Salvation Army Street	8,500
The Somerscience Trust	5,000
The Space	4,500
The Volunteer Network	5,000
The Women's Community Forum	5,000
The Zone Youth Club	3,540
Theatre Orchard	5,000
Therapeutic Art Group	2,750
Towards Tomorrow Together	15,000
Transition Town Wellington	4,924
Ups and Downs Southwest 3 Grants	9,567
We Hear You 2 Grants	16,584
Wellington Community Counselling CIC 3 Grants	25,400
Wellington Community food 2 Grants	10,000
Wells Community Network CIC	2,500
Wells Vineyard (2 Grants)	7,346
Wembdon Village Hall & Playing Fields Trust	5,000
Wessex Counselling and Psychotherapy	3,000
West Buckland Friendship Club	4,200
Westbury-sub-Mendip Community Shop & Post Office	2,500
Westfield United Reformed Church	21,901
Weston College	2,500
Weston-super-Mare Chamber of Commerce	7,650
Wiltshire Community Foundation 2 Grants	6,600
Wincanton Recreational Trust (Wctn. Sports Ground)	10,000
Wincanton Town Festival	2,500
Wiveliscombe Community Centre	2,250
Wivey Cares	8,225
Yeovil Community Church	7,000
Yeovil Cricket Club	2,000
Yeovil Freewheelers EVS	3,500
Yeovil Opportunity Group 2 Grants	28,698
Yeovil Rivers Community Trust	9,000
Yeovil Street Pastors	5,000
YMCA Taunton	5,000
Youth Resource Services	3,300

Youth UnLimited CIC	2,500
Total	**2,046,242**

Grants less than £2000	**£**
269 Grants	**292,863**

HPC Community Fund Grants to Organisations	**£**
Bridgwater Baptist Church	220,000
Women's Community Forum	9,400
Conquest Centre	67,300
Wembton Village Hall 2 grants	29,468
Nelson Trust	149,913
St Georges Wembton Parish	15,000
Sheba Ensemble	41,500
St Peter & All Hallows Church, West Huntspill (Grant Payment	20,000
Bridgwater & Taunton College	10,400
St Francis of Assisi PCC	5,000
Restore Hope West Somerset	1,621
Taunton Welcomes Refugees	3,000
Masa men Against sexual Abuse	5,000
Magdalen Farm	19,460
Bridgwater Pub watch	5,000
Social Circles CIC	4,024
Bay Centre (Formerly Burnham on Sea Youth Centre) (Grant Pa	850
On Your Bike (Recycle) Ltd	17,692
Young Musical Theatre Company (YMTC)	5,000
Blue Anchor Toilets CIC	742
The Bluebirds Theatre Company	5,000
1st Bridgwater Rangers	1,828
Friends of North Petherton Library	3,000
Burnham Boat Owners Sea Angling Association	28,000
Bridgwater & Taunton Deaf Club	3,340
Seed of Hope CIC	5,000
Minehead EYE CIC	3,750
Community Council for Somerset	1,650
Magdalen Environmental Trust	1,950
Cannington United Reformed Church	5,000
The Minehead Shed	3,000
The Hub at Bridgwater	5,000
Bridgwater Armed Forces and Veterans Breakfast Club	2,965
Chilton Trinity Village Hall	2,288
Burnham Heritage Centre	650
Burnham Book Festival	3,000
Somewhere House Somerset	40,000
On Your Bike	17,692
Live Naturally	58,000
Autism Somerset Autism Community Network CIC	5,000
Start Running Stay Running	3,000
The North Sedgemoor Local History Group	800
Otterhampton Primary School	17,487
Somerset Bat Group	2,480

@2K Theatre	3,200
MC Inspired Together	3,000
Dunster Festival	2,000
Escape Support Group	3,000
BOS Events	5,000
Stacked Wonky	3,334
Lifecycle UK uplift	1,000
Navigate uplift	2,650
Somerset Wildlife Trust uplift	1,500
Magdalen Environmental Trust	27,220
On your bike	70,767
Bridgwater and Taunton Deaf Club	6,660
Cannington United Reformed Church	5,000
Somewhere House Somerset	80,000
Live Naturally	100,000
@2K Theatre	6,350
Escape Support Group	6,000
Stacked Wonky	6,666
Minehead Museum	25,000
Bridgwater Town Football Club	100,000
Bridgwater Guy Fawkes Carnival	1,250,000
Chilton Trinity Village Hall	458
The Nornen Project CIC	5,000
Parochial Church for Stockland	8,084
Bridgwater Tennis Club	15,000
Total	**2,587,139**

Somerset Social Enterprise Grants [1]	**£**
Stand Against Violence	10,000
Taunton East Development Trust	17,500
ARC (formerly Taunton Association for the Homeless)	16,666
Wiveliscombe Community Swimming Pool Club	20,000
Total	**64,166**

Grants to Groups Total	**4,990,410**
Grants to Individuals	**143,637**
Grant Payment Returns and Reversals to Organisations	**(34,792)**
Grant Payment Returns and Reversals to Individuals	**(8,181)**
Total Grants	**5,091,074**

Somerset Social Enterprise Fund Loans (excluding fees) [1]	**£**
Stand Against Violence	20,000
ARC-Crescent Cleaning Services	33,334
Wiveypool	40,000
Taunton East Development Trust	35,000
TOTAL	**128,334**

[1] The Somerset Social Enterprise Fund grants and loans are made possible due to support from Somerset Council and The Growth Fund, a £50m partnership which uses a combination of grant funding, made possible thanks to National Lottery players, and loan finance from Big Society Capital and other co-investors, to address specific gaps in the social investment market. The programme is delivered by Access through a range of social investors. Funds from The National Lottery Community Fund, under the Growth Fund programme have been treated as restricted funds, in these accounts.

SOMERSET COMMUNITY FOUNDATION

England & Wales - Charity number 1094446

Accounts

somerset
COMMUNITY | FOUNDATION

Trustees' Report and Financial Statements

for the year ended 31 March 2022

Registered company number 04530979

Registered charity number 1094446

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Chairman's Statement

It gives me great pleasure in presenting my final Trustees' Annual Report and Financial Statements for the year ended March 31st, 2022.

It has been a year of two halves, with the start dominated by our continuing response to the coronavirus pandemic before the gradual re-emergence of our regular funding programmes. Throughout the year, the organisations we have funded have continued to help the most marginalised, excluded and 'left-behind' people in our communities. With over £2 million of funding awarded to our communities, we have sustained our pre-pandemic level of funding

We have also seen one of the strongest years for new income from philanthropic sources, and in particular we have received over £1m of new income to our endowment fund, helping us build an asset that will serve our communities today and for generations to come. Overall, the positive engagement of local families and businesses, alongside trusts and our public sector partners, is a very encouraging sign of the potential within our county to increase the level and impact of philanthropy in our communities.

Like most of the world, we have found new ways of operating that are more efficient and productive. Although we are meeting increasingly in person, more of our meetings are either online or 'hybrid'. The majority of our staff continue to work largely from home, but as we revert to 'business as usual' they are also having more time back in the office and meeting in person with each other.

It is particularly pleasing to see us start to implement our Stronger Communities strategy, and this year's Trustees Annual Report is structured around our strategic objectives. In common with many funders and charities, one of our greatest challenges is to improve the way we embrace diversity and become more equitable and inclusive in the way we operate. We are just at the start of this journey, but we have started to make some progress at board level, within the executive and with our volunteers.

It has been a privilege and a pleasure to chair the Community Foundation over the last 7 years. During that time, I have watched it grow and develop and feel it is no longer Somerset's "best kept secret". The organisation is now well recognised within Somerset and beyond and we were all delighted when the Chief Executive was awarded an OBE in the Queen's Birthday Honours 2021 for services to the voluntary sector. None of this would have been possible without the commitment and work of our staff and the support of my fellow trustees. I am deeply grateful to each and every one of them. In particular, they have risen to the challenges of the coronavirus pandemic with the need to change our ways of working and rise to the immediate needs of the communities.

However, the secret of our success does go beyond those individuals and I would like to thank our generous donors and funders for helping to make our work possible and also all those local groups who we have supported. As a team, I believe we have all worked for the benefit of Somerset, building stronger communities together, and the Community Foundation is set fair for a very successful future.

Jane Barrie OBE DL
Chairman

Trustees' Report

The trustees present their report and financial statements for the year ended 31st March 2022. The Trustees' Report also incorporates the requirement under Company Law of a Directors' Report. The financial statements have been prepared in accordance with the accounting policies set out in note one to the accounts and comply with the charity's Articles of Association, the Companies Act 2006 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

Introduction

This has been a year that saw us transition from stricter Covid-related restrictions to 'living with' Coronavirus. This is not only reflected in *what* we did during the year, but also *how* we delivered our programmes, and *how* we will operate in the future.

In 2021 our 'Thriving Communities' strategy set out how we planned to develop and grow as a Community Foundation. While we started the strategy development prior to the pandemic, it has also been informed by our experiences of the first year of the pandemic. During 2021/22 we started to implement many of the changes we want to make to make us a better and more impactful organisation for our wonderful county.

The type of organisations we support – largely relatively small and locally-led – continued to experience very high demand for their services as we saw longer-term effects of the pandemic and associated public health measures continue to take their toll on our communities. At the start of the year, there was a lot of concern about these organisations ability to continue raising the money they needed in the light of economic uncertainties.

Towards the end of the year, when it was clear that we were moving into a 'new normal' we were able to switch our focus back to facilitating local philanthropy, and this has coincided with a growing awareness of and interest in the power of local communities to create positive change amongst local donors and funders.

In late 2019 we had started to consider how we should and could better reflect the diversity of the communities we serve. The need for us to move at pace on this become more apparent during the pandemic as the inequalities in our society became clearer. Our ability to respond to the most marginalised required us to work and act differently and the work on this has continued through the past year.

Delivering more targeted & effective funding for our communities

Listening and understanding

One of the largest challenges we have set ourselves is to become a more diverse and inclusive organisation, with equity at the heart of everything we do. It is challenging because of the wide range of communities – geographical and 'of type' – that we seek to serve.

A key element of this has been exploring who makes decisions about our grants. While many of our grants are decided through panels established by our funding partners, our own Grants Committee, which is made up of trustees and volunteers, advise and influence a large proportion of our grants.

Due to the pace we had to work during the pandemic we suspended the normal day to day grant operations, and this gave us an opportunity to take a fresh look at how we appointed our Grants Committee.

New appointments to the Committee were made through an open recruitment process, which attracted applicants from a variety of backgrounds and a breadth of experience. Their insights are helping us to become more impactful in our grant-making.

During the year we also re-opened the Discovery Fund which supports organisations working with adults with learning disabilities. To help us target this fund more effectively we commissioned research which engaged people who have learning disabilities and their families and carers, to help us understand better their aspirations. The research was delivered by the Somerset Parent Carer Forum after a competitive tender process.

The report revealed how people with learning disabilities often feel a profound lack of control in their lives, often feel unheard and their needs not fully understood or responded to. A number of recommendations were made of relevance to the fund, particularly around the direct engagement of beneficiaries in the design and deployment of the fund. In addition, the report also made a number of recommendations for other stakeholders and commissioners of services. The report is published on our website[1].

Responding to our communities

Funding our communities, particularly smaller charities and community organisations, is at the heart of the way we make a difference in Somerset. During the year we awarded over £2.2m of funding to hundreds of local organisations. While this represents a large fall from the previous year when our funding exceeded £4m due to a major boost in funding associated with the pandemic, the 2021/22 represents a continuation of our pre-pandemic funding levels. In our annual survey of applicants, 71% of funded organisations reported that they normally operate on less than £50,000 per annum, and two-thirds of those operate on less than £10,000.

Our strategy set out how we wanted to increase the number of unrestricted or core-cost grants to local groups, giving them the flexibility to do the right things at the right time for their communities. We undertook our own survey of local VCSE organisations in late 2020 to understand better how the pandemic had affected the sector. Almost half of the respondents, at the time, felt that they would have to reduce services at a time when demand was rising and almost one in the three were forecasting that their reserves would be critically low or depleted within a few months.

Never was there a more important time to offer funding that would be as flexible as possible, and in some cases, simply ensured the 'lights could stay on'. We had seen in the previous year the vital role that the organisations we fund play in supporting the most vulnerable and marginalised people in our communities in times of crisis, but the truth is many are helping people in crisis all the time, or providing essential early interventions before problems spiralling out of control. We used the funding we received as part of our Coronavirus Recovery Fund as flexibly as possible, and we made all grants from The Somerset Fund as unrestricted as we could.

[1] www.somersetcf.org.uk/grantfunding/grants-groups/discovery

We have also continued our track record of innovation. For example, by working in partnership with the School for Social Entrepreneurs, we were able to launch a new grants programme that supported and incentivised local social enterprises to develop their business models through a new 'match trading' grants programme made possible through the Community Renewal Fund. We also worked with one of our donors to create the South West Enterprise Fund, helping young people who are not in education, employment or training access funding to start new businesses.

Measuring our impact

Following the conclusion of our strategy we also invested time in updating our Theory of Change, and from this we have developed a comprehensive impact framework that is designed to reflect the range of societal benefits generated by the organisations we fund.

The framework enables groups to select two measures or indicators of impact, tell us what they expect their impact to be and then report on it at the end of the funding period. The framework is now being integrated into the design of most programmes and we will be able to report more comprehensively on our grants' impact from 2022/23 onwards. In the meantime, we continue to monitor our grants through reports from funded groups supplemented with visits to and meetings with organisations that have received significant levels of funding.

Our impact also extends beyond simply providing funding. It also lies within how we work with the charities we fund. As one indicator of this, in our annual survey of applicants, 25% of the organisations we funded reported that we had helped them in a variety of ways beyond simply providing funding.

Targeted and Effective Funding: Key Facts and Figures		
	2021/22	2020/21
Funding Awarded	£2,236,011	£4,007,531
No. of organisations funded	481	564
% Applications that were successful	60%	64%
% Funded organisations returning monitoring forms	84%	82%

Using our knowledge and insight

During the height of the pandemic, we suspended our series of Hidden Somerset reports while we concentrated on distributing funding to local VCSE organisations. However, as the long-term effects of the pandemic on households started to become clear we undertook our fourth report focussing on food poverty.

As before the report drew on a mixture of existing research and insights from local frontline charities. It revealed the causes, nature and impacts of food poverty within Somerset. The issues are clearly beyond SCF to address on our own, but community responses are a key part of the overall solution. To this end we were awarded funding from Somerset County Council to support local community-based growing projects which we will be delivering in 2022/23.

We also continued to host the Somerset Funders Network which facilitates the exchange of knowledge and understanding between local, regional and national funders operating in Somerset.

In time it is hoped that this will lead to closer coordinated and collaborative working to support our communities.

Finally, we started to review the status of philanthropy in rural communities in the UK, drawing on insights developed in the USA and we look forward to working with other Community Foundations on this during 2022/23.

Significantly growing our funding for communities

Building Philanthropy for today....

The first half of the year saw us continuing to focus largely on Coronavirus-related responses as the impact of the pandemic and associated public health measures continued to take their toll on people's well-being and livelihoods. This included the last donations from the National Emergencies Trust appeal, continued support from Somerset County Council and other funders.

Our relationship with local public sector partners continues to grow and evolve. At the end of the year, we designed the Somerset Partnership Fund, a new programme to deploy funds donated by the County Council and the NHS Clinical Commissioning Group, for delivery in 2022/23.

Alongside this we have continued to form very productive partnerships with a wide range of individual donors, local businesses and trusts, building a stronger and more effective philanthropic base for Somerset. For example, we have worked with Charlie Bighams Ltd, the Corton Hill Trust, Glastonbury Festival, the Medlock Trust, Mulberry Plc, and Wessex Water to create a portfolio of 'flow-through' funding directly for local charities.

In addition, we had another record-breaking response to our Surviving Winter campaign which has enabled us to not only help more pensioner households directly with the financial burden the winter brings, but also start to support measures that will have longer-term impact.

... and tomorrow

An important part of our mission is to build an endowment for Somerset so that we can respond to changing needs in a sustainable way.

During the year we benefitted from several new donations to our endowment worth £1,191,975. These included the proceeds of the sale of a property by one of our existing fundholders, a donation from a family linked to one of the organisations we have funded in the past, two significant legacies and a new trust transfer.

These are all important assets that will be held by Somerset Community Foundation for the long-term benefit of our communities.

Making connections and adding value

Deciding to create a fund, or contribute to an existing one, is always a very personal choice. Our approach is to understand what a donor wishes to achieve and how they would like to be involved in making a difference.

For this reason, some of our donors choose to be very involved in the selection of projects that they support. We present them with organisations and projects that match their interests, or in some cases, they form their own panels to consider a number of applications. We give fundholders bespoke reports, which includes financial information and reports from organisations they have funded. In many cases we also arrange for our fundholders to visit projects and meet the people behind them.

Very often the first conversation a donor will have about their philanthropy will be with their advisors, and for this reason we are increasingly forging strong relationship with local solicitors, accountants, and financial planners so that they are equipped to help clients who wish to give to causes in Somerset.

Growing our funding: Key Facts and Figures		
	2021/22	2020/21
Income received	5,474,796	4,030,083
...of which is endowment	858,642	72,465
Number of funds	139	108
Number of new funds	12	9

Building an organisation that is fit for the future

A more representative organisation

In addition to the changes to the Grants Committee outlined above, we have started to work on how well the Board and staff reflect the communities we serve. While acknowledging that we have much more to do, we can also report that we have made a start. Most importantly we recognise that creating a more diverse, equitable and inclusive organisation will make us a better and stronger organisation.

In June 2021, we agreed a Diversity, Equity and Inclusion (DEI) Policy which set the framework for how we will approach our work and development in the future, and we now have a DEI statement published on our website which will be supplemented with updates at least annually.

During the year we recruited four new trustees. Recruitment was through an open process which attracted a more diverse range of applicants than ever before. Three of the four new Board members were unknown to the Foundation prior to the recruitment process. Each trustee was selected on the basis that they matched skills and knowledge we needed at the time, but we were actively looking to increase the diversity of our board and were pleased that our most recent recruitment has helped us to do that.

We developed and piloted a more comprehensive induction programme with these new trustees. This has included a briefing from the Chief Executive followed by meetings with other Senior Leadership Team members and a one-to-one conversation with the Chair.

An inspiring and supportive place to work

performance of the organisation, particularly with most of the team continuing to work from home for most of the year on a more or less full-time basis.

During the year, we subscribed to an employee assistance programme to help employees deal with personal problems that might adversely impact their work performance, health, and wellbeing. Also, towards the end of the year, we subscribed to an online training platform, expanding the access to training and development opportunities for all members of staff.

Perhaps most importantly, though, we have continued to develop and use our approach to flexible working practices to enable our staff to achieve the right work-life balance for them at the Foundation. In particular, the experience of the past two years has illustrated the importance of giving staff more opportunity to work from home. While we are increasingly meeting in person, the changes have given us the opportunity to 're-order' our office during 2022/23 to better suit our new working practices.

A financially secure organisation

While our business model means that our operating costs are driven by contributions from the funds we manage (and our aim is to cover at least 85% of those costs from the funds we manage), we also rely on unrestricted donations that support our core costs to enable us to stretch the full potential of the Foundation. We are particularly grateful to our Philanthropy Network members in this regard.

During the year we received a significant unrestricted legacy. The trustees decided to place this in our endowment fund so that it is held as a long-term asset to support the Foundation's work for generations to come.

Managing risk

We maintain a comprehensive risk register covering the breadth of the Foundation's work. This is reviewed in detail at every Finance and Governance Committee meeting and is also considered at every Board meeting. It lists the most significant risks, scored on a mix of probability and impact, with updates on mitigation measures.

During the year, the major risks facing the Foundation was our dependency on a few key individuals, and more broadly matching capacity to the level of work we were asked to deliver, often at relatively short notice. The development and growth of the Senior Leadership Team has reduced the risk of the former, and during 2022/23 we are looking to recruit additional staff to the Programmes Team and appoint external freelance grant assessors to reduce pressure at peak times.

Fit for the Future: Key Facts and Figures		
	2021/22	2020/21
% of core costs covered by fund contributions	95%	94%
SCF Board Gender Balance (female/male)	45/55	50/50
Highest: Median Salary ratio	2.23 : 1	2.39 : 1

Governance

SCF is a registered private company, limited by guarantee (no.04530979) and a registered charity (no.1094446) governed by its Memorandum and Articles of Association. The Directors of SCF are also its Trustees for the purposes of charity law and are referred to as 'trustees' throughout this report.

The Foundation's charitable objects, as defined in our Memorandum and Articles of Association are to:

- promote charitable purposes for the benefit of the community in the area served by Somerset County Council, and in particular the relief of poverty and advancement of education; and
- promote other charitable purposes in the United Kingdom and elsewhere.

The trustees confirm that they have referred to guidance produced by the Charity Commission on public benefit when reviewing the Foundation's objectives and in planning future activities and are satisfied that the requirements are met.

Board of trustees

Trustees are appointed for a three-year term and are eligible for re-election for two further terms of three years. There are currently 11 trustees who meet formally at quarterly board meetings. Strategic aims are agreed by the trustees at these meetings. During the year eight sub-committees were in operation as follows:

- Co-Investment*
- Finance and Governance
- Grants
- HPC Community Fund Awards Panel
- Loans
- Trustee Search Committee

**The Foundation has two trustees represented on the Co-Investment Committee which also includes representatives from three other Community Foundations overseeing the implementation of our joint investment policy.*

These committees are responsible for the detailed oversight of strategy and activities within their areas of responsibility, with their own terms of reference and delegated powers, including powers to appoint additional non-trustees as members of these committees. The trustees would like to record their gratitude to all the volunteers that give a considerable amount of the time to the work of our committees.

In addition to these standing committees, the Board created a working group of four trustees and two members of staff overseeing the development of our work on diversity, equity and inclusion across all aspects of the Foundation.

We are a quality accredited member of UK Community Foundations, the membership organisation that supports and promotes the 47 community foundations operating across the UK. With

endowment funds over £693 million and annual grant making of over £98 million, the network is one of the UK's most significant funders.

Management and staff remuneration

The day-to-day management of the foundation is delegated to our Chief Executive, who is also responsible for the implementation of the strategy.

In addition to the Chief Executive, during the year, throughout the year we employed 15 members of staff (13.42 full-time equivalents) who undertake the core functions of the Foundation: grant-making, development, finance, administration, marketing and communications. During the year we also worked with three Associates on a self-employed basis to support our funding programmes.

Remuneration of the staff, including key management personnel, is reviewed by the Finance and Governance Committee as part of the annual budgeting process and any other time as required, taking account of cost of living, performance, and benchmarking against similar roles externally.

Financial Review

The Foundation had a strong financial year, including further donations to our Coronavirus Response and Recovery Fund, multi-year grants programmes and to our endowment, with an overall income of £5,664,222 (2021: £4,197,504).

Our expenditure was £2,656,836 (2021: £4,340,067) with 93% (2021:96%) of this on charitable activities and governance, including £2,118,311 awarded as grants (2021: £3,824,866).

Expenditure on raising funds was £162,980 (2021: £159,903). For £1 spent on raising funds, the Foundation secured of £34 of income (2021: £26). Over the past three years, on average we have secured £29 of income for every £1 spent on raising funds.

Unrestricted Funds and Free Reserves

At the end of the year our unrestricted funds were £725,924 (2021: £361,765). This includes designated funds worth £515,109 (2021: £186,505). We were very fortunate during the year to benefit from a legacy totalling £333,333 which has been recognised in unrestricted funds. As a result, our unrestricted surplus of £392,591 is increased by this amount, with our underlying core surplus being £725,924. The legacy will be invested for the long term future of the Foundation.

The Foundation's Reserves Policy (reviewed in September 2021) is to hold sufficient unrestricted reserves to meet short-term cash flow needs, manage medium-term fluctuations in income and, if necessary, enable the Foundation to manage a long-term decline in income. The Board reviews the level of 'free' unrestricted reserves annually, considering income forecasts and assessment of risk.

Designated funds include funds set aside to invest in improving our website and digital marketing and to produce further Hidden Somerset reports.

At the end of the year free reserves had risen to £212,243 (2021: £178,113), although this reflects contributions for operating costs associated with funds that will be largely deployed during 2022/23. Having considered the medium-term nature of much of the Foundation's funding, the trustees are

satisfied this represents a sustainable position. The position is strengthened through the building of a fund, from legacies, within our endowment that provides unrestricted income to the Foundation.

Restricted Funds

Most of our income and expenditure is in the form of restricted funds supporting our grants programmes and other charitable work. There was a significant increase in restricted funds at the end of the year due to funds received for grant-making over the coming years, thus ensuring continuity in our charitable impact.

Restricted income for the year was £4,166,281 (2021: £3,845,968) and expenditure was £2,254,768 (2021: £3,940,260).

At the end of the year £5,653,174 (2021: £3,732,900) was carried forward, including £1,694,301 in the HPC Community Fund, £448,807 in the Somerset Social Enterprise Fund and £1,504,907 in the Discovery Community Fund.

The Charities SORP requires that we recognise grants provided to organisations where they have been committed to in advance of making the payments (or in most cases recognising the income that the grant payments will be made from). As a result, the charity's balance sheet shows grants committed to but not yet paid of £1,248,801 (2021 – £2,091,298). £961,405 of this is due within one year and £287,396 in more than one year (2021 - £1,457,158 within one year and £634,140 in more than one year).

Endowment and Investment Policy

Our endowment is invested across three investment managers and is held as part of a larger portfolio made up of the endowment funds of three other Community Foundations.

During the year, our endowment fund benefitted from new donations worth £858,642 (2021: £72,465). The endowment also received a significant boost through capital growth, recovering from the fall in value at the end of the previous year. At the end of the year our endowment fund was valued at £7,863,274 (2021: £6,691,497).

The aim of our investment policy is to generate a total return on the investments to maintain the capital value of the fund while generating a surplus for grant-making and supporting the costs of the Foundation. A benchmark of CPI+4% is used as a key performance indicator. The total return for the year was 9.2% (2021: 21.73%) compared to the benchmark of 9.5%; the three-year average was 9.9% (2021: 5.4%) compared to the benchmark of 7.2%.

In the first quarter of 2021/22, following consultations with fundholders our Board agreed to formally adopt a total return approach to our endowment, whereby we can draw on income and at the end of the year our unrestricted funds were £725,924 (2021: £361,765). This includes designated funds worth £515,109 (2021: £186,505). to support our grants and running costs. The total return is calculated as a percentage of the endowment value and was initially set at 4%.

Future Plans

We have made good progress in the early stages of our 2021-2025 strategy, and we will continue to follow the path we have set out, while responding to changing circumstances.

Grants

- Implement and report against the indicators set out in our new impact reporting framework
- Continue to seek opportunities to deliver more unrestricted and multi-year grants
- Consider a dedicated fund to respond to the impact of the cost-of-living crisis on households

Connecting, Convening and Influencing

- Undertake research and analysis on two issues of concern to the Foundation
- Grow and develop the Somerset Funders Network
- Continue to develop our leadership on rural philanthropy

Growing our funding

- Focus on working with and through more professional advisors
- Commence a review of our branding and commission a new website (to be built in 2023/24)
- Create an appeal in response to the cost-of-living crisis

A Foundation that is fit for the future

- Recruit a successor Chair to lead the Board during the next phase of our development and up to four other trustees to replace trustees retiring from the Board and add new skills and experience.
- Continue to ensure diversity, equity and inclusion considerations are central to how we operate, including how we deliver our funding programmes and who we recruit to the Board and staff team and agreeing how we will report on our diversity.
- Review and improve our fund management systems and processes to make them more efficient and effective.

Legal and Administrative Information

Trustees	Jane Barrie OBE DL (Chairman)	F&G, L CI, TSC
	Chris Bishop	F&G, L, HPC
	Michelle Ferris	F&G, TSC
	Helen Gulvin	G, HPC
	Kokila Lane	G
	John Lyon CB	F&G, HPC, TSC
	Bruce McIntosh	CI, F&G
	Lucy Nelson DL	
	Jan Ross MBE	G, HPC
	David Taylor	G
	Sarah Wakefield	L
	Tim Walker	TSC
	Kevin Whitmarsh	
	Giles Wood	

CI: Co-Investment Committee; F&G: Finance & Governance Committee; G: Grants Committee; HPC: Hinkley Point C Community Fund Awards Panel; L: Loans Committee; TSC: Trustee Search Committee

Chief Executive & Company Secretary	Justin Sargent OBE
Programmes Director	Val Bishop
Development Director	Laura Blake
Operations Director	Mary Hancock
Registered charity number	1094446
Registered company number	04530979
Registered Office	Yeoman House Bath and West Showground Shepton Mallet Somerset BA4 6QN
Auditors	AC Mole & Sons Stafford House Blackbrook Park Ave Taunton Somerset TA1 2PX
Bankers	CAF Bank 25 Kings Hill Ave Kings Hill West Malling, ME19 4JQ

Investment Advisers	CCLA Senator House 85 Queen Victoria Street London EC4V 4ET Quilter Cheviot 85 Queen Victoria Street London EC4V 4AB Evelyn Partners (formerly Smith and Williamson) Portwall Place Portwall Lane Bristol BS1 6NA
Solicitors	Clarke Willmott Blackbrook Gate Blackbrook Park Avenue Taunton TA1 2PG

Statement of Trustees' Responsibilities

The Trustees, who are also directors of Somerset Community Foundation (Limited by Guarantee) for the purposes of company law, are responsible for preparing the Trustees' Report (incorporating the directors' report) and the financial statements in accordance with 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).

Company law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Foundation and of the income and expenditure, of the Foundation, 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 judgements and accounting estimates that are reasonable and prudent
- State whether applicable United Kingdom Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements, and
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Foundation will continue in business

The Trustees are also responsible for maintaining proper accounting records that disclose with reasonable accuracy at any time the financial position of the Foundation and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for

safeguarding the assets of the Foundation and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the Trustees are aware:

- There is no relevant audit information of which the Foundation's auditor is unaware, and
- The Trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information

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

Approved by the Trustees on 6th October 2022 and signed on their behalf by

Jane Barrie OBE DL (Chair of Trustees)

Independent Auditor's Report to the Members of Somerset Community Foundation

Opinion

We have audited the financial statements of Somerset Community Foundation (the 'Charitable company) for the year ended 31 March 2022 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cashflows 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, including Financial Reporting Standard 102: The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

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.

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2022 and of its income and expenditure for the period then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice.
- 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 Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the 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 society'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 auditor's report 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 there is a material misstatement in the financial statements or a material misstatement of the other information. 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

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

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

- adequate and proper accounting records have not been kept
- the financial statements are not in agreement with the accounting records
- certain disclosures of Trustees remuneration specified by law are not made or
- we have not received all the information and explanations we require for our audit.

Responsibilities of the trustees

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

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

Our responsibilities for the audit of the financial statements

The trustees have elected for the financial statements to be audited in accordance with the Charities Act 2011 rather than the Companies Act 2006. Accordingly, we have been appointed under section 144 of the Charities Act 2011, and report in accordance with the Acts 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.

Identifying and assessing potential risks of material misstatement due to irregularities

We considered the following when identifying and assessing risks of material misstatement due to irregularities, including fraud and non-compliance with laws and regulations:

- the legal and regulatory framework in which the charitable company operates
- the sector in which the charitable company operates
- the control environment and controls established to mitigate such risks
- the results of our enquiries of management about their identification and assessment of risks of irregularities
- discussions with the audit engagement team about where fraud might occur
- the incentives for fraud.

Laws and regulations which are considered to be significant to the charitable company include those relating to the requirements of financial reporting framework FRS102, the Companies Act 2006, the Charities Act 2011, UK tax legislation, employment law and health and safety. In addition, we consider other laws and regulation which may not directly impact the financial statements but may impact on the operation of the charitable company.

As a result of these procedures we concluded, in accordance with International Auditing Standards, that a risk in relation to the potential for management override of controls existed.

Audit responses to risks identified

We undertook audit procedures to respond to the risks identified, and designed our audit testing to respond to these risks. The additional procedures we undertook included the following:

- gaining an understanding of the charitable company's procedures for ensuring compliance with laws and regulations
- testing the appropriateness of journal entries and other adjustments
- considering whether accounting estimates were indicative of potential bias
- considering whether any transactions arose outside the normal course of business
- making enquiries of management
- corroborating our enquiries through review of Board Minutes and correspondence.

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

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

A C Mole is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

ACMole

A C Mole (Statutory Auditor)
Stafford House
Blackbrook Park Avenue
Taunton
Somerset TA1 2PX

6th October 2022

Statement of Financial Activities for the Year Ended 31 March 2022- Current Year

	Note	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total 2022 £	Total 2021 £
Income from:						
Donations and Legacies	3	624,376	3,991,778	858,642	5,474,796	4,030,083
Investments	4	14,923	174,503	-	189,426	167,421
Total		**639,299**	**4,166,281**	**858,642**	**5,664,222**	**4,197,504**
Expenditure on:						
Raising Funds	5	81,543	62,129	19,308	162,980	159,903
Charitable Activities	6	301,216	2,192,639	-	2,493,855	4,180,164
Total		**382,759**	**2,254,768**	**19,308**	**2,656,835**	**4,340,067**
Net Income Before Gains and Losses on Investment	7	**256,540**	**1,911,513**	**839,334**	**3,007,387**	**(142,563)**
Net Gains/(Losses) on Investment	11	**(2,501)**	**2,476**	**448,848**	**448,823**	**1,198,282**
Net (Expenditure)/Income		**254,039**	**1,913,989**	**1,288,182**	**3,456,210**	**1,055,719**
Transfers Between Funds	20	**110,120**	**6,285**	**(116,405)**	-	
Net Movement in Funds		**364,159**	**1,920,274**	**1,171,777**	**3,456,210**	**1,055,719**
Reconciliation of Funds						
Total Funds Brought Forward	17	361,765	3,732,900	6,691,497	10,786,162	9,730,443
Total Funds Carried Forward	17	**725,924**	**5,653,174**	**7,863,274**	**14,242,372**	**10,786,162**

Statement of Financial Activities for the Year Ended 31 March 2022- Previous Year

	Note	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total 2021 £
Income from:					
Donations and Legacies	3	267,720	3,689,898	72,465	4,030,083
Investments	4	11,351	156,070	-	167,421
Total		**279,071**	**3,845,968**	**72,465**	**4,197,504**
Expenditure on:					
Raising Funds	5	117,815	27,031	15,057	159,903
Charitable Activities	6	266,560	3,913,229	375	4,180,164
Total		**384,375**	**3,940,260**	**15,432**	**4,340,067**
Net Income/Expenditure Before Gains and Losses on Investment	7	**(105,304)**	**(94,292)**	**57,033**	**(142,563)**
Net Gains/(Losses) on Investment	11	**11,681**	**4,644**	**1,181,957**	**1,198,282**
Net (Expenditure)/Income		**(93,623)**	**(89,648)**	**1,238,990**	**1,055,719**
Transfers Between Funds	20	**11,854**	**(79,391)**	**67,537**	**-**
Net Movement in Funds		**(81,769)**	**(169,039)**	**1,306,527**	**1,055,719**
Reconciliation of Funds					
Total Funds Brought Forward	17	443,534	3,901,939	5,384,970	9,730,443
Total Funds Carried Forward	17	**361,765**	**3,732,900**	**6,691,497**	**10,786,162**

Summary Income and Expenditure Account for the Year Ended 31 March 2022

	2022	2021
	£	£
Income	4,282,821	3,957,618
Interest and Investment Income	189,426	167,421
Gross Income in the Reporting Period	**4,472,247**	**4,125,039**
Total Expenditure in the Reporting Period	**(2,637,527)**	**(4,324,635)**
Net Income Before Gains and Losses	1,834,720	(199,596)
Gains/(Losses) on Investments	(25)	16,325
Transfers	116,405	-
Net Income for the Financial Year	**1,951,100**	**(183,271)**

The summary income and expenditure account are derived from the statement of financial activities on page 20 (excluding endowment fund incoming resources and resources expended) which, together with the notes to the financial statements provides full information on the movements during the year on all the funds. Excluded from the total net incoming resources in the statement of financial activities to arrive at the above figure is £858,642 (2021: £72,465) of endowment income, £19,308 (2021: £15,432) of endowment expenses and a £448,848 gain (2021 £1,181,957) on investments.

All income and expenditure derive from continuing operations.

The notes form an integral part of these financial statements.

Balance Sheet as at 31 March 2022

	Notes	2022 £	2021 £
Fixed Assets			
Investments	11	8,157,730	6,861,460
Tangible Fixed Assets	13	84,412	92,536
Total Fixed Assets		**8,242,142**	**6,953,996**
Non-Current Assets	12	313,313	347,638
Current Assets			
Investments		97,642	75,694
Debtors	14	1,095,579	292,625
Bank		5,785,500	5,246,803
Total Current Assets		**6,978,721**	**5,615,122**
Creditors: Amounts Falling Due Within One Year	15	(1,004,408)	(1,496,454)
Net Current Assets		**5,974,313**	**4,118,668**
Creditors: Amounts Falling due after One Year	16	(287,396)	(634,140)
Total Net Assets		**14,242,372**	**10,786,162**
The Funds of the Charity			
Unrestricted Fund	17	210,815	175,260
Designated Fund	17	515,109	186,505
Restricted Fund	17	5,653,174	3,732,900
Expendable Endowment Fund	17	7,863,274	6,691,497
Total Charity Funds		**14,242,372**	**10,786,162**

Balance Sheet as at 31 March 2022(continued)

These accounts have been prepared and delivered in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006 and the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

For the year in question, the charitable company was entitled to exemption from an audit under section 477 of the Companies Act 2006.

The members have not required the charitable company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Act.

The trustees/directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

Approved by the Trustees on 6 October 2022 and signed on their behalf by

..... Jane Barrie OBE DL ..... Michelle Ferris FCA

Registered Company No: 04530979.

The notes form an integral part of these financial statements.

Statement of Cash Flows for the Year Ended 31 March 2022

	Note	Total 2022 £	Total 2021 £
Cash Flows from Operating Activities:			
Net cash generated from Operating Activities	21	1,200,355	1,641,331
Cash Flows from Investing Activities			
Dividends and Interest from Investments		189,426	167,421
Purchase of Equipment		-	(4,278)
Proceeds from Sale of Investments		1,082,945	856,725
Purchase of Investments		(1,824,805)	(800,623)
Net cash (used in)/provided by Investing Activities		**(552,434)**	**219,245**
Change in Cash and Cash Equivalents in the Reporting Period		**647,921**	**1,860,576**
Cash and Cash Equivalents at the Beginning of the Reporting Period		**5,507,809**	**3,647,233**
Cash and Cash Equivalents at the End of the Reporting Period	21	**6,155,730**	**5,507,809**

Notes to the Financial Statements for the Year Ended 31 March 2022

1. Legal Status of the Foundation

The Foundation is a registered charity and a registered company, limited by guarantee, and has no share capital. The guarantors are the members whose liability in the event of a winding-up is limited to £1 each. There were 14 members at the balance sheet date (2021: 11).

2. Accounting Policies

Accounting Convention and Statement of Compliance

These accounts have been prepared in accordance with FRS 102 " The Financial Reporting Standard applicable in the UK and Republic or Ireland" ("FRS 102"), "Accounting and Reporting by Charities" the Statement of Recommended Practice for charities applying FRS 102, the Companies Act 2006, the Charities Act 2011 and UK Generally Accepted Accounting Practice as it applies from 1 January 2019. The Foundation meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

The accounts are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The accounts have been prepared on the historical cost convention modified by the investment assets, which are held at fair value. The principal accounting policies are set out below.

Going Concern

At the time of approving the accounts, the Trustees have a reasonable expectation that the Somerset Community Foundation has adequate resources to continue in operational service for the foreseeable future. Thus, the Trustees continue to adopt the going concern basis of accounting in the preparation of the accounts.

Incoming Resources

Income is recognised when the Foundation has entitlement to the funds, any performance conditions attached to the item of income has been met, it is probable that the income will be received, and the amount can be measured reliably. Income from government and other grants, whether 'capital' grants or 'revenue' grants is recognised in the same way unless it is deferred.

Cash donations are recognised on receipt. Other donations are recognised once the Foundation has been notified of the donation unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid is recognised at the time of the donation.

Legacies are recognised on receipt or when the Foundation has been notified of an impending distribution, the amount is known, and receipt is probable. If the amount cannot be reliably estimated, the legacy is treated as a contingent asset.

Donated professional services and donated facilities are recognised as income when the Foundation 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 Foundation of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), the general time of the volunteers is not recognised and refer to the Trustees' annual report for more information about their contribution.

On receipt, donated professional services and donated facilities are recognised on the basis of the value of the gift to the Foundation which is the amount the Foundation would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

Resources Expended

Expenditure is accounted for on an accruals basis and has been included under expenses categories that aggregate all costs for allocation to activities. Where costs cannot be directly attributed to particular activities, they have been allocated on a basis consistent with the use of the resources.

Support costs are those costs incurred directly in support of expenditure on the objects of the Foundation and include project management carried out at the Foundation's offices. Governance costs are those incurred in connection with the administration of the Foundation and compliance with constitutional and statutory requirements.

Costs of charitable activities comprise grants payable and support costs. Grants payable are included in resources expended once the grant application has been approved by the grants committee and this has been communicated to the grant recipient, except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attached are fulfilled. Grants offered subject to conditions which have not been met at the year-end are noted as a commitment, but not accrued as expenditure. Where multi-year grants are offered, these are accounted for in full under the criteria noted above.

Fixed Assets and Depreciation

All capital assets with a value of less than £1,000 are expensed in the statement of financial activities. Tangible fixed assets are initially measured at cost and subsequently measured at cost, net of depreciation and any impairment losses. During the prior year, the decision was taken to amend the depreciation on computer equipment from 6 years to 3 years to reflect the useful life of the assets.

Leasehold Property and Improvements - 25 years (straight line)
Furniture and Equipment - 3 years (straight line)

Fixed Asset Investments

Listed investments are included in the balance sheet at their market value at the balance sheet date. Realised and unrealised gains and losses on investments are included in the statement of financial activities in the year in which they arise. Investment income is credited to income on an accruals basis.

Non-current asset investments

Non-current assets investments are the proportion of concessionary loans (treated as mixed motive investments), which are due after more than 12 months from the balance sheet date. The concessionary loans are initially recognised at the amount paid out, with the carrying amount adjusted in subsequent years to reflect repayments and any accrued interest, adjusted, if necessary, for any impairment. Concessionary loans are assessed for evidence of impairment at the end of each year.

Current assets investments

Current assets investments are the proportion of concessionary loans (treated as mixed motive investments), which are due within 12 months of the balance sheet date. The concessionary loans are initially recognised at the amount paid out, with the carrying amount adjusted in subsequent years to reflect repayments and any accrued interest, adjusted, if necessary, for any impairment. Concessionary loans are assessed for evidence of impairment at the end of each year.

Cash and Cash Equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks and other short-term liquid assets.

Financial Instruments

The Foundation has elected to apply the provisions of Section 11 'Basic Financial Instruments' FRS 102 to all of its financial instruments. Financial instruments are recognised when the Foundation becomes party to the contractual provisions of the instrument.

The charity only holds basic financial instruments as defined in FRS102. The financial assets and liabilities of the charity and their measurements are as follows:

Basic Financial Assets

Basic financial assets, which include trade and other receivables and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method.

Trade, other debtors and loans (mixed motive investments) are basic financial instruments and are debt instruments measured at amortised cost as disclosed in note 23. Investment portfolios are basic financial instruments measured at fair value through the income and expenditure account. Prepayments are not financial instruments. Cash at bank and as part of the investments are classified as basic financial instruments and are measured at fair value.

Basic Financial Liabilities

Basic financial liabilities, including trade and other payables, are initially recognised at transaction price. Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade payables are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Accounts payable are classified as current liabilities if payment is due within one year or less. Trade payables are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Trade creditors, accruals and other creditors are financial instruments and are measured at amortised cost as detailed in note 23. Taxation and social security are not included in the financial instruments disclosure definition. Deferred income is not deemed to be a financial liability, as the cash settlement has already taken place and there is an obligation to deliver services rather than cash or another financial instrument.

Pension Costs

The Foundation contributes to a defined contribution pension scheme, the assets of which are held separately from those of the Foundation. The scheme is independently administered. Contributions are charged in the statement of financial activities as they fall due in accordance with the scheme rules.

Operating Lease Agreements

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

Fund Accounting

Funds held by the Foundation are either:

- Unrestricted general funds – these are funds which can be used in accordance with the charitable objects at the discretion of the Trustees.
- Designated funds – these are funds set aside by the Trustees out of unrestricted general funds for specific future purposes or projects.
- Restricted funds – these are funds that can only be used for particular, restricted purposes within the objects of the Foundation. Restrictions arise when specified by the donor or when funds are raised for particular, restricted purpose.
- Endowment Funds – these are funds whose assets provide a long-term source of income to support the Foundation's objects. Individual donations to the endowment fund may be unrestricted or restricted if the donor has specified how the income arising should be spent. The Trustees have the power to spend the capital if they so determine.

In many cases and with the prior agreement of the donor one donation may be divided between various funds. Further explanation of the nature and purpose of each fund is included in note 17 to the financial statements.

Tax Status

The Foundation is exempt from any taxation in relation to its charitable activities except for Value Added Tax.

Loans Advanced

One of the objectives of the Foundation is to support existing and emerging enterprises through the making of grants and loans. Loans receivable by the Foundation are recognised when funds are advanced to borrowers. Amounts due for repayment after more than one year from the balance sheet date are shown as long-term debtors within current assets.

Fees charged in respect of loan applications are recognised in full when funds are advance to borrowers. Interest receivable on loans is recognised on an accruals basis when funds are repaid and not when loans are advanced. Fees and interest and deemed to be restricted income, to be utilised in the making of future loans in accordance with the fund objectives.

3. Donations and Legacies

	2022	2021
	£	£
Field House Trust	53,000	50,000
HPC Community Fund	1,401,709	1,435,897
SCC to Early Help	-	180,000
SCC to Young Carers	-	70,000
SCC to Corona Virus Fund	-	250,000
Corton Hill Trust	75,000	75,000
SCC Early Years and Young Carers Fund	255,000	-
SCC Somerset Fund Grant	50,000	-
SCC Growing Fund	250,000	-
Care Focus Fund	67,750	-
SCC to Surviving Winter	80,000	-
-Somerset Community Partnership Fund	300,000	-
Discovery Fund	750,000	-
David Medlock to Somerset Fund	50,000	-
School for Social Entrepreneurs	150,000	-
Mary Needell Legacy Donation	244,078	-
David Price Endowment Donation	250,000	-
Basil Mann Legacy Donation	333,333	-
John Nowes Exhibtion Fund	265,000	-
Get Set Go Endowment Fund	123,500	
UKCF	-	96,515
Other Donations and Grants (< £70,000)	726,426	1,872,671
	5,474,796	**4,030,083**

We are grateful to the following for their support during the year: Albert Goodman, Andy Jennings (Andelli Art and Design), Clarke Willmott and Somerset County Council.

4. Investment Income

	2022	2021
	£	£
Dividends on Equities and Fixed Interest Securities	184,321	159,166
Interest on Cash Deposits	5,105	8,255
	189,426	**167,421**

5. Expenditure on Raising Funds – Current Year

The costs comprise:	Unrestricted £	Restricted £	Endowment £	2022 £
Staff Salaries	60,199	43,113	-	103,312
Support Costs				
Staff Expenses and Other Costs	334	2,696	-	3,030
Staff Training and Recruitment	315	651	-	966
Event Costs	1,097	77	-	1,174
Marketing and Promotion	963	2,752	-	3,715
Rent and Utilities	2,059	3,870	-	5,929
Postage, Printing and Stationery	480	244	-	724
IT Support	1,102	1,988	-	3,090
Bookkeeping and Accountancy Support	263	181	-	444
Subscriptions	1,963	2,010	-	3,973
Finance Charges and Insurance	3,948	724	-	4,672
Quality Accreditation	111	83	-	194
Unrestricted Grant Making	440	-	-	440
Depreciation	8,124	-	-	8,124
Professional Fees	133	3,640	-	3,773
Investment Manager's Fees	12	100	19,308	19,420
	81,543	**62,129**	**19,308**	**162,980**

5. Expenditure on Raising Funds – Previous Year

The costs comprise:	Unrestricted £	Restricted £	Endowment £	2021 £
Staff Salaries	89,069	22,230	-	111,299
Support Costs				
Staff Expenses and Other Costs	84	100	-	184
Staff Training and Recruitment	378	562	-	940
Event Costs	-	(164)	-	(164)
Marketing and Promotion	1,442	365	-	1,807
Rent and Utilities	2,055	114	-	2,169
Postage, Printing and Stationery	399	52	-	451
IT Support	1,611	316	-	1,927
Bookkeeping and Accountancy Support	1,061	719	-	1,780
Subscriptions	1,127	350	-	1,477
Finance Charges and Insurance	8,105	76	-	8,181
Depreciation	12,008	-	-	12,008
Professional Fees	422	2,717	-	3,139
Investment Manager's Fees	54	(406)	15,057	14,705
	117,815	**27,031**	**15,057**	**159,903**

6. Charitable Activities

Income

Income from charitable activities comprises monies received from various donors and funders to be administered by the Foundation and paid out by way of grants with support costs, and other programme activities, alongside voluntary donations for the same purpose.

Expenditure on Charitable Activities – Current Year

	Grants Awarded	Programme Delivery	2022
	£	£	£
Coronavirus Response & Recovery Fund	**122,767**	**6,926**	**129,693**
Regular Grants Programmes			
Enhance physical and mental health, wellbeing and safety	434,545	55,988	490,533
Reduction of isolation and disadvantage	131,108	16,892	148,000
Transforming lives through education and life skills*	46,207	5,953	52,160
Create stronger communities	713,787	91,966	805,753
Enriching lives through arts and environment	75,596	9,740	85,336
Sub total	**1,401,243**	**180,539**	**1,581,782**
**includes grants to individuals*			
HPC Community Fund Grant Programme	**621,266**	**122,329**	**743,595**
Other Programmes			
VCSE Strategic Coordination Project	-	-	-
Somerset Social Enterprise Fund	82,950	17,316	100,266
Enhance Social Enterprise	-	-	-
Sub Total	**82,950**	**17,316**	**100,266**
Governance Costs (See page 33)	**-**	**48,434**	**48,434**
Returned Grants	**(109,915)**	-	**(109,915)**
Total	**2,118,311**	**375,544**	**2,493,855**

6. Charitable Activities (cont.)

Expenditure on Charitable Activities – Previous Year

	Grants Awarded	Programme Delivery	2021
	£	£	£
Coronavirus Response & Recovery Fund	**1,075,875**	**66,076**	**1,141,951**
Regular Grants Programmes			
Enhance physical and mental health, wellbeing and safety	651,609	40,019	691,628
Reduction of isolation and disadvantage	221,823	13,623	235,446
Transforming lives through education and life skills*	110,911	6,812	117,723
Create stronger communities	292,009	17,934	309,943
Enriching lives through arts and environment	110,911	6,812	117,723
Sub total	**1,387,263**	**85,200**	**1,472,463**
**includes grants to individuals*			
HPC Community Fund Grant Programme	**1,244,481**	**106,802**	**1,351,283**
Other Programmes			
VCSE Strategic Coordination Project	-	13,389	13,389
Somerset Social Enterprise Fund	130,023	25,600	155,623
Enhance Social Enterprise	-	6,425	6,425
Sub Total	**130,023**	**45,414**	**175,437**
Governance Costs (See page 33)	-	51,806	51,806
Returned Grants	(12,776)	-	(12,776)
Total	**3,824,866**	**355,298**	**4,180,164**

6. Charitable Activities (cont.)

Grants: Geographical analysis grants from regular programmes

	2022 £	2021 £
Mendip	298,476	332,943
Sedgemoor	119,569	124,853
Somerset West and Taunton	616,022	416,179
South Somerset	266,441	430,052
Out of County	100,735	83,236
Total	**1,401,243**	**1,387,263**

6. Charitable Activities (cont.)

Detailed by Fund

	Unrestricted £	Restricted £	Endowment £	2022 £	2021 £
Grant Making	-	**2,117,871**	-	**2,117,871**	**3,824,866**
Direct Support Costs					
Staff Salaries	221,784	52,694	-	274,478	243,226
Staff Expenses and Other Costs	1,230	3,295	-	4,525	(423)
Rent and Utilities	8,235	4,730	-	12,965	8,579
Marketing and Promotion	4,361	3,558	-	7,919	7,007
Postage, Printing and Stationery	1,922	298	-	2,220	1,916
Staff Training and Recruitment	1,185	795	-	1,980	2,102
IT Support	4,406	2,430	-	6,836	8,387
Bookkeeping and Accountancy Support	1,050	221	-	1,271	5,305
Subscriptions	7,854	2,456	-	10,310	6,657
Social Investment Loan Write-Off	-	-	-	-	-
Finance Charges and Insurance	2,443	886	-	3,329	2,659
Quality Accreditation	-	102		102	
Business Grants and Support costs	-	-	-	-	1,604
Professional Fees	580	1,035	-	1,615	16,473
	255,050	**72,500**	**-**	**327,550**	**303,492**
Sub Total	**255,050**	**2,190,371**	**-**	**2,445,421**	**4,128,358**
Governance Costs					
Management	34,852	-	-	34,852	38,746
Audit	10,830	2,268	-	13,098	12,846
Other Costs	484	-	-	484	214
Total	**46,166**	**2,268**	**-**	**48,434**	**51,806**
Total Expenditure on Charitable Activities	**301,216**	**2,192,639**	**-**	**2,493,855**	**4,180,164**

6. Charitable Activities (cont.)

Detailed by Fund (Previous Year)

	Unrestricted £	Restricted £	Endowment £	2021 £
Grant Making	-	**3,824,866**	-	**3,824,866**
Direct Support Costs				
Staff Salaries	181,679	61,547	-	243,226
Staff Expenses and Other Costs	299	(722)	-	(423)
Rent and Utilities	8,055	524	-	8,579
Marketing and Promotion	5,769	1,238	-	7,007
Postage, Printing and Stationery	1,596	320	-	1,916
Staff Training and Recruitment	1,416	686	-	2,102
IT Support	6,444	1,943	-	8,387
Bookkeeping and Accountancy Support	4,242	1,063	-	5,305
Subscriptions	4,509	2,148	-	6,657
Social Investment Loan Write-Off	-	-	-	-
Finance Charges and Insurance	2,194	465	-	2,659
Business Grants and Support costs	-	1,604	-	1,604
Professional Fees	1,905	14,193	375	16,473
	218,108	**85,009**	**375**	**303,492**
Sub Total	**218,108**	**3,909,875**	**375**	**4,128,358**
Governance Costs				
Management	38,746	-	-	38,746
Audit	9,492	3,354	-	12,846
Other Costs	214	-	-	214
Total	**48,452**	**3,354**	**-**	**51,806**
Total Expenditure on Charitable Activities	**266,560**	**3,913,229**	**375**	**4,180,164**

7. Net Income/(Expenditure)

Net Income/(Expenditure) is stated after charging:

	2022	2021
	£	£
Auditor's Remuneration:		
Audit of Statutory Financial Statements	10,830	10,794
Accounts Preparation	-	-
Audit – Other	2,268	2,052
	13,098	**12,846**

8. Trustees Expenses and Remuneration

During the year, Trustees were reimbursed £28(2021: £0) in expenses relating to their role as Trustee.

9. Related Party Transactions

During the year, the Foundation made grants worth £4,360 (2021: £25,500) to The Nelson Trust, a charity of which J Sargent, Chief Executive, is a trustee. The terms of, and process for providing this grant are the same as all other grants made in the year.

10. Staff Costs

Employee Information	2022	2021
	£	£
Salaries	363,763	345,769
Employer's National Insurance Contributions	31,344	30,101
Employer's Pension Contributions	19,562	17,349
	414,669	**393,219**

There were 14 employees during the year calculated on an average basis (2021: 12). The key management personnel of the Foundation comprise the Chief Executive, Operations Director, Programmes Director and Development Director. The total employee benefits of the key management personnel of the Foundation were £203,278 (2021 £231,466).

The number of employees whose annual emoluments were £60,000 or more were:

	2022	2021
£60,000 - £70,000	**1**	**1**

11. Investments

Fixed Asset Investments	2022	2021
	£	£
Listed Investments	7,787,500	6,600,454
Cash Held in Investment Portfolio	370,230	261,006
	8,157,730	**6,861,460**

Listed Investments are made up as follows:	2022 £	2021 £
Market Value brought forward	6,600,454	5,458,429
Acquisitions at Costs	1,824,805	800,623
Sale Proceeds	(1,082,945)	(856,725)
Realised Gains/(Losses)	16,576	38,896
Unrealised Gains/(Losses)	428,610	1,159,231
Market Value Carried Forward	**7,787,500**	**6,600,454**
Book Cost Carried Forward	**6,966,129**	**5,887,116**

The above investments comprise fixed asset interest securities and equities of which £3,440,420 (2021: £2,982,321) are UK Investments and £4,347,080 (2021: £3,617,553) relate to investments held outside the UK.

Additional realised gains of £3,637(2021: realised gains £155) are shown in the Statement of Financial Activities which relate to foreign exchange settlements and cash distributions.

Shareholdings which individually represent more than 5% of the charity's investments are:

No. Of Shares	Investments	Market Value
109242	COIF Communities First SCF	£2,127,324
15100	COIF Somerset Community Foundation	294,045

12. Investments – Social Investment Loans

	2022 £	2021 £
At Beginning of the Year	423,332	302,234
New Loans	117,700	184,495
Loan Repayments	(151,499)	(77,195)
Loan Write Off	-	-
Loan Interest	21,422	13,798
At End of the Year	**410,955**	**423,332**
Non-Current Asset	**313,313**	**347,638**
Current Asset	**97,642**	**75,694**

13. Tangible Fixed Assets

	Leasehold Property and Improvements £	Furniture and Equipment £	Total £
Cost			
At Beginning of the Year	167,500	19,784	187,284
Additions	-	-	-
At the End of the Year	**167,500**	**19,784**	**187,284**
Depreciation			
At Beginning of the Year	77,818	16,930	94,748
Charge for the Year	6,700	1,424	8,124
At the End of the Year	**84,518**	**18,354**	**102,872**
Net Book Value			
At Beginning of the Year	89,682	2,854	92,536
At End of the Year	**82,982**	**1,430**	**84,412**

14. Debtors

	2022 £	2021 £
Other Debtors	1,090,752	289,353
Prepayments	4,827	3,272
	1,095,579	**292,625**

15. Creditors: Amounts falling due within one year

	2022	2021
	£	£
Other Creditors	961,405	1,457,158
Accruals and Deferred Income	29,867	27,159
Other Tax and Social Security	13,136	12,137
	1,004,408	**1,496,454**

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

	2022	2021
	£	£
Other Creditors	287,396	634,140
	287,396	**634,140**

17. Statement of Funds (Current Year)

	Balance B/fwd	Incoming Resources	Resources Expended	Unrealised/Realised Gains/(Losses)	Transfers	Balance C/fwd
	£	£	£	£	£	£
Unrestricted Fund – General Funds	175,260	305,423	(376,734)	(3,254)	110,120	210,815
Designated Funds:						
Building and Maintenance Fund	55,900	285	(45)	753	-	56,893
Yeoman House Fund	77,740	-	(5,980)	-	-	71,760
Raising Aspirations Research Fund	23	-	-	-	-	23
SYVN	2,100	-	-	-	-	2,100
Hidden Somerset	11,000	-	-	-	-	11,000
Digital Transformation	40,000	-	-	-	-	40,000
Sing for Somerset	(258)	258	-	-	-	-
Legacy Designated		333,333				333,333
Total Designated Funds	186,505	333,876	(6,025)	753	-	515,109
Total Unrestricted Funds	**361,765**	**639,299**	**(382,759)**	**(2,501)**	**110,120**	**725,924**
Restricted Funds						
Access Growth Fund	96,361	86,642	-	-	-	183,003
Discovery Fund	871,533	724,352	(90,978)	-	-	1,504,907
Enhanced Social Enterprise Fund	16,276	-	-	-	-	16,276
HPC Community Fund	969,383	1,402,235	(677,317)	-	-	1,694,301
Raising Aspirations	991	-	-	-	-	991
Somerset Social Enterprise Fund	539,317	21,485	(90,889)	-	(21,106)	448,807
Somerset Coronavirus Appeal	109,192	(32,217)	(122,768)	-	-	(45,793)
Support Costs CSC	3,000	-	-	-	-	3,000
Taunton Youth Community Centre	150,546	-	(150,000)	-	-	546
VCSE Strategic coordinator	22,369	-	(3,500)	-	-	18,869

17. Statement of Funds (Current Year)

	Balance B/fwd £	Incoming Resources £	Resources Expended £	Unrealised/Realised Gains/(Losses) £	Transfers £	Balance C/fwd £
Other Restricted Funds						
Discretionary (17 funds)	109,334	559,763	(165,678)	-	-	503,419
Donor Advised (37 Funds)	250,937	1,058,583	(567,261)	-	-	742,259
Donor Directed (6 Funds)	94,757	7,063	(35,504)	2,476	-	68,792
Field of Interest (15 Funds)	145,792	156,322	(236,432)	-	-	65,682
Sub Total Restricted Funds	3,379,788	3,984,228	(2,140,327)	2,476	(21,106)	5,205,059
Endowment Income Funds						
Discretionary (7 Funds)	37,505	18,170	(12,374)	-	4,972	48,273
Donor Advised (32 Funds)	153,693	104,784	(58,135)	-	16,408	216,750
Donor Directed(1Fund)	1,169	2,785	(1,193)	-	1,076	3,837
Field of Interest (14 Funds)	160,745	56,314	(42,739)	-	4,935	179,255
Sub Total Endowment Income Funds	353,112	182,053	(114,441)	-	27,391	448,115
TOTAL RESTRICTED FUNDS	**3,732,900**	**4,166,281**	**(2,254,768)**	**2,476**	**6,285**	**5,653,174**

17. Statement of Funds (Current Year)

Endowment Funds	Balance B/fwd £	Incoming Resources £	Resources Expended £	Unrealised Gains(Losses) £	Transfers £	Balance C/fwd £
Unrestricted Fund - General Funds	111,324		(1,539)	5,075	-	114,860
Restricted Funds (over £90,000)						
C&JP Fund CF	194,424	-	-	16,779	(2,618)	208,585
Churchstanton Community Fund CF	198,170	-	-	17,103	(2,633)	212,640
Clarke Willmott	151,544	-	(232)	11,459	(2,386)	160,385
David Medlock CF	272,393	-	-	23,510	(3,669)	292,234
David Price GG CF	325,797	237,500	(1,163)	38,174	(8,166)	592,142
Donald Lake Memorial Fund GG	141,750	-	(537)	8,483	(2,707)	146,989
Dyke Exhibition fund	105,345	-	(399)	6,304	(2,011)	109,239
Eagle House GG	683,066	-	(2,586)	40,878	(13,042)	708,316
Exmoor Community Trust CF	142,584	-	-	12,306	(1,921)	152,969
Glemsford Fund CF	469,044	-	(991)	33,553	(7,790)	493,816
Graham Burrough Charitable Trust	367,674	-	(1,392)	22,003	(7,020)	381,265
Grave Family Fund GG CF	128,028	-	(435)	8,011	(2,370)	133,234
Hobhouse	101,739	-	(385)	6,089	(1,943)	105,500
McGreevy Charitable Trust GG	144,651	-	(548)	8,657	(2,762)	149,998
Millennium Fund CF	226,379	-	-	19,537	(3,049)	242,867
Ringham Fund	103,553	-	-	8,937	(1,395)	111,095

17. Statement of Funds (Current Year)

Endowment Funds	Balance B/fwd £	Incoming Resources £	Resources Expended £	Unrealised Gains(Losses) £	Transfers £	Balance C/fwd £
Somerset Fund for Deaf and Hard of Hearing CF	251,923	-	-	21,741	(3,369)	270,295
Somerset Grassroots Grants Endowment GG	205,698	-	(779)	12,310	(3,928)	213,301
Somerset Masonic Fund GG	277,359	-	(1,050)	16,599	(5,296)	287,612
Summerfield & Tauntfield GG CF	144,318	-	(496)	8,986	(2,681)	150,127
T & PJ (Milborne Port)	363,572	-	(1,380)	22,780	(6,960)	378,012
The Richard Huish Foundation Fund	113,650	-	(428)	5,777	(1,574)	117,425
WCS Pickford Trust	216,309	-	(818)	12,945	(4,130)	224,306
Other Endowment Funds						
Discretionary (6 Funds)	110,039	-	(411)	6,626	(2,092)	114,162
Donor Directed (2 Funds)	84,617	123,500	(489)	(2,008)	(1,808)	203,812
Field of Interest (6 Funds)	155,274	232,642	(610)	(1,898)	(3,711)	381,697
Donor Advised (21 Funds)	901,273	265,000	(2,640)	58,132	(15,374)	1,206,391
Total Endowment Funds	**6,691,497**	**858,642**	**(19,308)**	**448,848**	**(116,405)**	**7,863,274**
Total Funds	**10,786,162**	**5,664,222**	**(2,656,835)**	**448,823**	-	**14,242,372**

17. Statement of Funds (Previous Year)

	Balance B/fwd	Incoming Resources	Resources Expended	Unrealised/Realised Gains/(Losses)	Transfers	Balance C/fwd
	£	£	£	£	£	£
Unrestricted Fund – General Funds	172,817	277,686	(377,892)	435	102,214	175,260
Designated Funds:						
Building and Maintenance Fund	43,874	1,385	(245)	11,246	(360)	55,900
Yeoman House Fund	83,720	-	(5,980)	-	-	77,740
Raising Aspirations Research Fund	23	-	-	-	-	23
SYVN	2,100	-	-	-	-	2,100
Hidden Somerset	1,000	-	-	-	10,000	11,000
Legacy Designated	140,000	-	-	-	(140,000)	-
Digital Transformation	-	-	-	-	40,000	40,000
Sing for Somerset	-	-	(258)	-	-	(258)
Total Designated Funds	270,717	1,385	(6,483)	11,246	(90,360)	186,505
Total Unrestricted Funds	**443,534**	**279,071**	**(384,375)**	**11,681**	**11,854**	**361,765**
Restricted Funds						
Access Growth Fund	-	96,361	-	-	-	96,361
Discovery Fund	982,074	16,000	(126,541)	-	-	871,533
Enhanced Social Enterprise Fund	4,995	17,706	(6,425)	-	-	16,276
HPC Community Fund	865,388	1,436,769	(1332,774)	-	-	969,383
Raising Aspirations	5,781	-	(4,790)	-	-	991
Somerset Social Enterprise Fund	698,819	(3,879)	(143,311)	-	(12,312)	539,317
Somerset Coronavirus Appeal	58,180	1,126,690	(1,075,678)	-	-	109,192
Support Costs CSC	3,000	-	-	-	-	3,000
Taunton Youth Community Centre	152,546	-	(2,000)	-	-	150,546
VCSE Strategic coordinator	35,758	-	(8,385)	-	(5,004)	22,369

17. Statement of Funds (Previous Year)

	Balance B/fwd £	Incoming Resources £	Resources Expended £	Unrealised/Realised Gains/(Losses) £	Transfers £	Balance C/fwd £
Other Restricted Funds						
Discretionary (17 funds)	150,097	159,273	(200,036)	-	-	109,334
Donor Advised (31 Funds)	518,959	610,992	(879,014)	-	-	250,937
Donor Directed (6 Funds)	70,068	37,696	(17,651)	4,644	-	94,757
Field of Interest (11 Funds)	49,341	184,450	(87,999)	-	-	145,792
Sub Total Restricted Funds	3,595,006	3,682,058	(3,884,604)	4,644	(17,316)	3,379,788
Endowment Income Funds						
Discretionary (7 Funds)	27,923	17,983	-	-	(8,401)	37,505
Donor Advised (32 Funds)	143,395	91,208	(44,865)	-	(36,045)	153,693
Donor Directed(1Fund)	1,538	1,709	(1,280)	-	(798)	1,169
Field of Interest (14 Funds)	134,077	53,010	(9,511)	-	(16,831)	160,745
Sub Total Endowment Income Funds	306,933	163,910	(55,656)	-	(62,075)	353,112
TOTAL RESTRICTED FUNDS	**3,901,939**	**3,845,968**	**(3,940,260)**	**4,644**	**(79,391)**	**3,732,900**

17. Statement of Funds (Previous Year)

Endowment Funds	Balance B/fwd £	Incoming Resources £	Resources Expended £	Unrealised Gains(Losses) £	Transfers £	Balance C/fwd £
Unrestricted Fund - General Funds	12,826	5,206	(139)	3,627	89,804	111,324
Restricted Funds (over £90,000)						
C&JP Fund CF	161,128	-	-	33,296	-	194,424
Churchstanton Community Fund CF	164,232	-	-	33,938	-	198,170
Clarke Willmott	125,107	-	(215)	26,974	(322)	151,544
David Medlock CF	225,744	-	-	46,649	-	272,393
David Price GG CF	269,639	-	(277)	56,848	(413)	325,797
Donald Lake Memorial Fund GG	116,831	-	(489)	26,138	(730)	141,750
Dyke Exhibition fund	87,055	-	(359)	19,185	(536)	105,345
Eagle House GG	557,049	-	(2,472)	132,181	(3,692)	683,066
Exmoor Community Trust CF	118,166	-	-	24,418	-	142,584
Glemsford Fund CF	385,348	-	(946)	86,054	(1,412)	469,044
Graham Burrough Charitable Trust	290,838	-	(1,507)	80,594	(2,251)	367,674
Grave Family Fund GG CF	105,216	-	(403)	23,817	(602)	128,028
Hobhouse	100,000	1,136	(471)	1,206	(132)	101,739
McGreevy Charitable Trust GG	118,938	-	(504)	26,970	(753)	144,651
Millennium Fund CF	187,611	-	-	38,768	-	226,379
Ringham Fund	85,819	-	-	17,734	-	103,553

17. Statement of Funds (Previous Year)

Endowment Funds	Balance B/fwd £	Incoming Resources £	Resources Expended £	Unrealised Gains(Losses) £	Transfers £	Balance C/fwd £
Somerset Fund for Deaf and Hard of Hearing CF	208,780	-	-	43,143	-	251,923
Somerset Grassroots Grants Endowment GG	168,056	-	(738)	39,483	(1,103)	205,698
Somerset Masonic Fund GG	232,397	-	(882)	47,161	(1,317)	277,359
Summerfield & Tauntfield GG CF	118,938	-	(454)	26,511	(677)	144,318
T & PJ (Milborne Port)	299,062	-	(1,672)	68,678	(2,496)	363,572
The Richard Huish Foundation Fund	92,959	-	-	20,691	-	113,650
WCS Pickford Trust	176,527	-	(781)	41,728	(1,165)	216,309
Other Endowment Funds						
Discretionary (5 Funds)	90,741	-	(373)	20,229	(558)	110,039
Donor Directed (1 Fund)	69,738	-	(292)	15,607	(436)	84,617
Field of Interest (6 Funds)	111,952	19,873	(198)	23,943	(296)	155,274
Donor Advised (20 Funds)	704,273	46,250	(2,260)	156,386	(3,376)	901,273
Total Endowment Funds	**5,384,970**	**72,465**	**(15,432)**	**1,181,957**	**67,537**	**6,691,497**
Total Funds	**9,730,443**	**4,197,504**	**(4,340,067)**	**1,198,282**	**-**	**10,786,162**

Designated Funds

Building and Maintenance Fund - for the upkeep and maintenance of Yeoman House

SYVN (Somerset Youth Volunteer Network) - to support youth volunteers in Somerset

Raising Aspirations Research Fund - to fund research in support of the Raising Aspirations mentoring programme

Yeoman House - Funds donated to purchase Yeoman House. The funds have been fully spent on acquiring the leasehold property, Yeoman House. The fund balance will be reduced by depreciation over the life of the lease.

Restricted Funds & Endowment Funds

VCSE Strategic Co-ordinator - Supporting the work of the VCSE coordinator for Somerset

All other restricted and endowment funds that support our grants programmes are listed with brief descriptions on our website.

18. Analysis of Net Assets between Funds – Current Year

	Unrestricted Funds	Restricted Funds	Endowment Funds	Total Funds
	£	£	£	£
Investments	427,829	67,166	7,662,736	8,157,730
Fixed Assets	84,412	-	-	84,412
Non-Current Assets	-	313,313	-	313,313
Current Assets/(Liabilities)	213,683	5,560,091	200,539	5,974,313
Non-Current (Liabilities)	-	(287,396)	-	(287,396)
	725,924	**5,653,174**	**7,863,274**	**14,242,372**

18. Analysis of Net Assets between Funds – Previous Year

	Unrestricted Funds	Restricted Funds	Endowment Funds	Total Funds
	£	£	£	£
Investments	97,767	63,260	6,700,433	6,861,460
Fixed Assets	92,536	-	-	92,536
Non-Current Assets	-	347,638	-	347,638
Current Assets	171,462	3,956,142	(8,936)	4,118,668
Non-Current (Liabilities)	-	(634,140)	-	(634,140)
	361,765	**3,732,900**	**6,691,497**	**10,786,162**

19. Financial Commitments

Capital

There were no capital commitments in respect of specific charitable projects or the purchase of tangible fixed assets as at 31 March 2022 (2021: £Nil).

Operating lease commitments

At 31 March 2022, the Foundation had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2022	2021
	£	£
Within one year	5,709	7,441
Between two and five years	16,332	37,204
Over five years	26,131	26,131
	48,172	**70,776**

Amounts recognised in the statement of financial activities as a cost during the period in respect of operating lease arrangements amounted to £3,266 (2021-7,441).

20. Transfers – Current Year

	Unrestricted Funds	Restricted Funds	Endowment Funds	Total Funds
	£	£	£	£
Income Fund	89,014	(89,014)	-	-
Capt Drawdown	-	116,405	(116,405)	-
Other	21,106	(21,106)	-	-
	110,120	**6,285**	**116,405**	**-**

20. Transfers – Previous Year

	Unrestricted Funds	Restricted Funds	Endowment Funds	Total Funds
	£	£	£	£
Income Fund	62,075	(62,075)	-	-
E Brie Legacy	(90,000)	-	90,000	-
Other	39,779	(17,316)	(22,463)	-
	11,854	**(79,391)**	**67,537**	**-**

Income Fund - relates to fees applied from the restricted income funds to contribute to the unrestricted running costs of the charity, in line with the terms of the funds. Other - relates to the transfer of endowment fund balances to unrestricted funds from savings in investment costs in order to support the Foundation's Development.

21. Reconciliation of Net Income to Net Cash Flow from Operating Activities

	2022 £	2021 £
Net Income for the Reporting Period (as per the Statement of Financial Activities)	**3,456,210**	**1,055,719**
Adjustments for:		
Depreciation Charges	8,124	12,008
Losses/(Gains) on Investments	(445,188)	(1,198,127)
Dividends and Interest from Investments	(189,426)	(167,421)
(Increase)/Decrease in Debtors	(802,953)	996,561
Increase in Creditors	(838,789)	1,063,072
(Increase) in Social Investments	12,377	(120,481)
Net Cash provided by/ (used in) Operating Activities	**1,200,355**	**1,641,331**
Analysis of Cash and Cash Equivalents		
Cash in Hand	5,785,500	5,246,803
Cash Held in Investment Portfolio	370,230	261,006
Total Cash and Cash Equivalents	**6,155,730**	**5,507,809**

22. Contingent assets

The charity has funding from EDF in relation to the Hinkley Point C programme. Approximately £9million (2021: £10million) has been committed to the charity but is not recognised in these accounts as the conditions for recognition are not met.

23. Financial Instruments

Categorisation of financial instruments

	2022	2021
	£	£
Financial assets measured at fair value through income and expenditure account	7,787,500	6,600,454
Financial assets that are debt instruments measured at amortised cost	7,669,113	6,223,766
	15,456,613	12,824,220
Financial liabilities measured at amortised cost	1,278,668	2,118,457

Item of income, expenditure, gain or losses

2022	Income	Expense	Net gains	Net losses
	£	£	£	£
Financial assets measured at fair value through income and expenditure account	189,426	-	448,823	
	189,426		448,823	

2021	Income	Expense	Net gains	Net losses
	£	£	£	£
Financial assets measured at fair value through income and expenditure account	167,421	-	1,198,282	-
	167,421	-	1,198,282	-

24.Grants payable

	2022	2021
	£	£
Organisations	2,134,709	3,794,398
Individuals	93,517	43,244
Returned Grants to Groups and Individuals	-109,915	-12,776
Total Grants Payable	**2,118,311**	**3,824,866**

Coronavirus Grants Response and Recovery Fund Grants over £2,000	£
1st North Mendip Scout Group	3,000
7 Starlings CIC	5,000
Active and In Touch	4,000
Art Care Education	4,000
Carhampton Recreation Group	3,000
Diversity Voice	3,700
Escapeline	5,000
Family Counselling Trust Somerset	4,842
Glastonbury Community Development Trust	4,176
Glastonbury FM	5,000
Ilminster Entertainment Society	4,000
Knights Templar School and Community Association (KTSCA)	2,000
PACE (Personal Achievements Creative Experiences)	3,540
People First Dorset	4,352
Roc Taunton Deane	2,000
Root Connections CIC	5,000
Somerset Activity and Sports Partnership	4,180
Somerset and Avon Rape and Sexual Abuse Support	5,000
South Cadbury Village Hall Committee	2,500
South Petherton Tennis Club	2,000
St Edmund's Community Hall	3,000
St Peters' Church Yeovil	3,000
State of Trust	2,500
Taunton East Development Trust	3,000
The Brompton Regis Village Shop Ltd	3,000
The MATA Regal Theatre Co Ltd	4,000
The Nurture Shed	4,830
The Old Stores Studio	3,847
Winsham Recreational Trust	5,000
Yeovil Art Space	2,500
Yeovil Community Sports & Recreation Organisation	2,000
Total	**112,967**

Coronavirus Response and recovery grants less than £2000	£
11 grants	9,800

Regular Foundation Grants over £2,000	£
Edventure Frome	6,000
@2K Theatre	2,500
128th St. Oswald Guides	2,021
2BU Somerset CIC	2,021
2nd South Petherton Scout Group	2,021
7 Starlings CIC (2 grants)	10,028
Accrual Reimagining the Levels	3,000
Actiontrack	3,000
Active and In Touch	2,500
Age UK Somerset	3,000
Age UK Somerset (2 grants)	5,500
Anglo Boxing Sports Community Centre (2 grants)	4,042
ARK at Egwood (2 grants)	16,500
Art Care Education	7,500
Ausomer	2,500
Autism Somerset- Autism Community Network CIC	6,000
Berrow Football Club	2,021
BIBIC	3,000
Bradford-on-Tone Village Shop Association	2,500
Brent Knoll Community Shop Limited	7,500
Bridgwater and Albion Rugby Football Club Youth Section	2,021
Bridgwater Armed Forces and Veterans Breakfast Club	3,000
Bridgwater United Community Sports Trust	2,021
Bridgwater United Community Sports Trust 3 grants	12,500
Bristol Academy Netball Club	2,021
Bruton United (2 grants)	4,521
Burnham United Football Club	2,021
Carry Me Kate Parenting Services CIC	2,500
Carymoor Environmental Trust	7,500
Central Somerset Outdoor Learning Partnership	7,950
Centre for Sustainable Energy (2 grant)	4,500
Chard WATCH C.I.C. (2 grants)	10,580
Charlton's Youth Club	3,000
Citizens Advice Mendip (3 grants)	8,020
Citizens Advice Sedgemoor	3,225
Citizens Advice South Somerset	5,300
Community Council for Somerset (4 grants)	66,000
Conquest Centre	50,000
COSMiC - Centre of Somerset Music Club	3,000
Crewkerne Boxing Club	2,021

Cruse Bereavement Care Somerset	3,000
Cultivating Community	3,000
Downend Amateur Boxing Club	2,021
Dunster Festival	2,500
EAQ Manor Farm CIC	3,000
Escape Support Group	5,000
Escapeline	4,000
Exmoor Rural Health Hub	11,452
F.R.E.E. Weston	2,021
Feed Avalon CIC	2,010
Forum 21 (4 grants)	16,500
Friends of Dunster School	2,200
Frome Field 2 Fork CIC	4,586
Frome Medical Practice CIC (4 grants)	24,860
Futsoul 360 CIC	2,021
Glastonbury Community Development Trust	2,905
Glastonbury Mental Health Network	2,500
Green Door Families	2,500
Headway Somerset	2,500
Huish & Langport Cricket Club	2,021
Ignite Life	2,021
In the Mix Youth Project	2,021
Japan Arts Centre Police Sport UK	2,021
Kingsdon Community Shop	2,500
Langport and Huish Episcopi Youth Group	2,021
Live Naturally	12,000
Love Community CIC in partnership with The Association for N	9,744
Minehead EYE CIC	7,500
Minerva Bath Rowing Club	2,021
Nailsea Junior Fc	2,021
North Petherton RFC Minis and Juniors	2,021
North Taunton Partnership	5,250
Nova Sports and Coaching	2,021
Openstorytellers Ltd (2 grants)	10,000
Pak Bristolians CC	2,021
Pilton Pre-school/Pilton Playgroup	4,400
Plotgate Community Farm	3,200
Polonia & Friends	2,021
Project Factory CIC	8,704
Promise Works	5,000
Purple Elephant Productions CIC	2,021
Quartet Community Foundation	4,400
Reach Out (SW) CIC	3,000
Reminiscence Learning	3,000
Roman Boxing Gym	2,021

Root Connections	7,500
Root Connections CIC (2 grants)	7,250
Rotary Club of Frome Selwood (2 grants)	4,500
Sally Langdon	2,500
Sedgemoor Community Partnership	2,500
Seed Sedgemoor	10,000
Sheba Soul Ensemble	10,000
Somer Valley Education Trust CIO	2,500
Somerset Cricket Foundation (2 grants)	4,690
Somerset Parent Carer Forum (3 grants)	26,425
Somerset Youth Theatre CIC	7,500
Somerspirit	2,021
South Gloucestershire Hockey Club	2,021
South Somerset Community Accessible Transport	5,000
Spark Somerset	3,500
Sparkford Cricket Club	2,021
SSAFA Somerset (2 grants)	6,000
St Mary's Church Frome	2,500
Stogursey and District Victory Hall Committee	2,021
Stoke St Gregory Tennis Club	2,021
Taunton Stroke Club	3,000
Taunton YMCA	100,000
The Balsam Centre (2 grants)	32,486
The Bluebirds Theatre Company (Bluebird Theatre CIC)	7,500
The Grove at Bedminster Down	2,021
The Hub Yeovil Community Support Charity	7,500
The Lawrence Centre	2,098
The Magdalen Environmental Trust (3 grants)	38,806
The Mendip School	3,000
The Milverton Trust	3,499
The Nelson Trust	2,500
The Pod	7,500
The Rubbish Art Project	10,000
Transition Town Wellington	2,743
UKCF Grant repayment from Spark (2 grants)	9,122
Wellington Community Counselling CIC	7,500
Wellington Mills CIC	2,400
Wells Art Contemporary Ltd	4,000
Wells Cricket Club (2 grants)	4,521
Western Somerset Forum 21	3,000
Westfield Community Association (2 grants)	9,000
Westlands Wasps	2,021
WHERE(4 grants)	10,500
Wiveliscombe Area Partnership (2 grants)	5,000
Wiveliscombe Community Swimming Pool Club (2 grants)	4,521

Wivey Cares(2 grants)	5,000
Yeovil Art Space	3,500
Yeovil Community Sports & Recreation Organisation	3,000
Yeovil United Football Club	2,021
Youth Resource Services (The Rendezvous, Sherborne) Ltd	2,818
Youth UnLimited CIC (2 grants)	108,000
Total	**1,019,449**

	£
Regular Foundation Grants to Organisations receiving less than £2,000	
292 Grants	**288,277**

Grants to Individuals	**93,517**

	£
HPC Community Fund Grants to Organisations	
Burnham on Sea Heritage Centre	1,000
Berrow and Brean Good Neighbours	1,000
Bridgwater Amateur Swimming Club	5,000
Bridgwater Area Cycling Campaign (BACC)	5,000
Bridgwater Tennis Club	5,000
Burnham & Highbridge Choral Society	1,125
Burnham & Highbridge Sea Cadet Unit	2,500
Burnham Book Festival	3,000
Carry Me Kate Parenting Services CIC	5,000
Centre for Outdoor Activity & Community Hub (COACH) (Grant P	1,000
Cheddar Catholic Church Community Hall	6,000
Church of St Mary, Bridgwater	5,000
Church of The Blessed Virgin Mary, Cossington. (Grant Paymen	5,000
Community Council for Somerset	75,000
Community Council for Somerset	25,000
Compton Bishop Parish Council	1,000
Crimestoppers	26,500
Crimestoppers in the West Country	23,020
Diversity Voice	60,000
Escape Support Group	5,000
Escapeline	5,000
Friends of Cheddon School Association (FCSA)	2,500
IN:CH (Incubation Chamber)	660
Kingston St Mary Playing Field Committee	3,000
Otterhampton Parish Council	31,242
Otterhampton Parish Recreation Association	11,180
Otterhampton Village Hall	14,299
Packhorse Playing Field	1,500
Polden Bower School	25,000
Promiseworks (2 grants)	65,203
RAF Air Cadets 290 Squadron and 290 Squadron Detached Flight	3,600

Ride Mendips	10,000
Sedgemoor Community Partnership	2,500
Sedgemoor Dementia Action Alliance	5,000
Somerset Child Contact Centres(2 grants)	10,000
Somerset Wildlife Trust	90,830
Somerset Youth & Community Sailing Association	5,000
St Francis of Assisi PCC	5,000
Stacked Wonky	5,000
Taunton Street Pastors	16,600
Taunton Street Pastors	8,200
The Bluebirds Theatre Company (Bluebird Theatre CIC) (Grant	5,000
The Hub at Bridgwater	5,000
The Minehead Hope Centre	5,000
The Minehead Shed	5,000
The Parochial Church Council of the Ecclesiastical Parish of	300
Wembdon Art Group	850
Wembdon Community Association	4,150
Wembdon Parish Council	13,507
Sub Total	**621,266**

Somerset Social Enterprise Fund Grants	**£**
Bridgewater and Albion RFC (2 grants)	8,200
Cultivating Community CIC	10,000
Edventure Frome Community Interest Company	8,500
Halse & District	16,667
Live Naturally (Formerly Outdoor Challenge)	13,333
We're Eco C.I.C We're Eco Wood Recycling (4 payments)	20,000
WHY Gallery	6,250
Sub Total	**82,950**

Grants to Groups Returns and Reversals	**(108,915)**
Grants to Individuals Returns and Reversals	**(1,000)**

TOTALS	**2,118,311**

Somerset Social Enterprise Fund Loans (excluding fees)	**£**
Halse and District Comm Benefit Society	33,333
Bridgewater and Albion RFC	8,200
Live Naturally	26,667
Share Frome(Edventure) CIC	17,000
Cultivating Communities	20,000
WHY Gallery	12,500
TOTAL	**117,700**

SOMERSET COMMUNITY FOUNDATION

England & Wales - Charity number 1094446

Accounts

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Trustees' Report and Financial Statements

for the year ended 31 March 2021

Registered company number 04530979

Registered charity number 1094446

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Legal and Administrative Information

Trustees	Jane Barrie OBE DL (Chairman)	F&G, CI, TSC
	Martin Kitchen OBE (Vice Chairman)	F&G, G, CIC, HPC
	Chris Bishop	F&G, L, HPC
	Michelle Ferris	F&G, TSC
	Richard Lloyd (retired 7th December 2020)	PD
	John Lyon CB	F&G, HPC, TSC
	Bruce McIntosh	CI, F&G
	Lucy Nelson DL	PD
	Karen Pearson (retired 18th December 2020)	
	Jan Ross MBE	G, CIC. HPC
	David Taylor	G, CIC
	Sarah Wakefield (prev. Lomas)	L
	Tim Walker	TSC

CI: Co-Investment Committee; CIC: Community Impact Committee; F&G: Finance & Governance Committee; G: Grants Committee; HPC: Hinkley Point C Community Fund Awards Panel; L: Loans Committee; PD: Philanthropy Development; TSC: Trustee Search Committee

Chief Executive & Company Secretary	Justin Sargent OBE
Programmes Director	Val Bishop
Development Director	Laura Blake
Operations Director	Mary Hancock
Registered charity number	1094446
Registered company number	04530979
Registered Office	Yeoman House Bath and West Showground Shepton Mallet Somerset BA4 6QN
Auditors	AC Mole & Sons Stafford House Blackbrook Park Ave Taunton Somerset TA1 2PX
Bankers	CAF Bank 25 Kings Hill Ave Kings Hill West Malling, ME19 4JQ

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Investment Advisers	CCLA Senator House 85 Queen Victoria Street London EC4V 4ET
	Quilter Cheviot 85 Queen Victoria Street London EC4V 4AB
	Smith and Williamson Portwall Place Portwall Lane Bristol BS1 6NA
Solicitors	Clarke Willmott Blackbrook Gate Blackbrook Park Avenue Taunton TA1 2PG

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Chairman's Statement

It gives me great pleasure in presenting the Trustees' Annual Report and Financial Statements for the year ended March 31st, 2021.

This year has been one where the importance of the Somerset Community Foundation to our county could not have been better demonstrated. As we reported last year, the coronavirus pandemic placed tremendous stresses on our communities, and particularly the most marginalised and vulnerable people. From established local charities to spontaneous mutual-aid groups, the response was magnificent, and our funding made a tremendous difference to the speed of that response.

Our team transitioned to homeworking, set up an appeal and awarded our first grants all within one week in March 2020 and kept that pace for some time afterwards. The Foundation provided the much-needed channel for donations and a focal point for applications. We changed our systems and processes to ensure that we could award and pay grants swiftly, particularly in the very first few weeks, when 75% of our grants were being paid within 5 days of the receipt of an application.

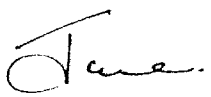
In May we set out our ambition to award at least £1.5 million of funding as a direct response to the pandemic. By the end of the financial year, we had awarded over £1.2 million, and I am very pleased to say we have subsequently reached our £1.5 million target.

This was only possible thanks to the generosity of our donors and partners. In particular, I wish to thank Somerset County Council and the National Emergencies Trust for their support which, together, contributed over two-thirds of the total funding awarded from our Coronavirus Response and Recovery Fund.

Alongside this we were able to keep several of our regular funds open and those, too, ensured our local voluntary sector has had the support it needed, when it needed it.

During the year we also signed off our Stronger Communities strategy to map out our direction up to 2025. In doing so we have been drawing on the lessons of the past year to improve the way we deliver our regular funding programmes. We have also made a commitment and are taking steps to improve the way in which the Foundation is representative of the whole Somerset community. We know this is not something we can or should rush to change overnight but we are already making progress through the appointment of a new Grants Panel and our approach to trustee recruitment.

The Foundation does not operate in isolation. I am deeply appreciative of the commitment and hard work of our staff and the support of my fellow trustees, but the 'Foundation family' extends to our very generous donors and funders, and to the wide variety of local groups we support. Only by working together in harmony can we change the world on our doorstep.



Jane Barrie OBE DL

Chairman

Trustees' Report

The trustees present their report and financial statements for the year ended 31st March 2021. The Trustees' Report also incorporates the requirement under Company Law of a Directors' Report. The financial statements have been prepared in accordance with the accounting policies set out in note one to the accounts and comply with the charity's Articles of Association, the Companies Act 2006 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

Structure and governance

SCF is a registered private company, limited by guarantee (no.04530979) and a registered charity (no.1094446) governed by its Memorandum and Articles of Association. The Directors of SCF are also its Trustees for the purposes of charity law and are referred to as 'trustees' throughout this report.

There are currently 11 trustees who meet formally at quarterly board meetings. Strategic aims are agreed by the trustees at these meetings. During the year eight sub-committees were in operation as follows:

- Co-Investment*
- Community Impact
- Finance and Governance
- Grants
- HPC Community Fund Awards Panel
- Loans
- Philanthropy Development
- Trustee Search Committee

**The Foundation has two trustees represented on the Co-Investment Committee which also includes representatives from three other Community Foundations overseeing the implementation of our joint investment policy.*

During the year, however, the Philanthropy Development and Community Impact Committees were disbanded.

These committees are responsible for the detailed oversight of strategy and activities within their areas of responsibility, with their own terms of reference and delegated powers, including powers to appoint additional non-trustees as members of these committees. The trustees would like to record their gratitude to all the volunteers that give a considerable amount of the time to the work of our committees.

In addition to these standing committees, the Board has created a working group of four trustees and two members of staff overseeing the development of our work on diversity, equity and inclusion across all aspects of the Foundation.

We are a quality accredited member of UK Community Foundations, the membership organisation that supports and promotes the 47 community foundations operating across the UK. With endowment funds over £693 million and annual grant making of over £98 million, the network is one of the UK's most significant funders.

Trustee recruitment, induction and training

New trustees are appointed by the board and formally elected at the Annual General Meeting. New trustees are identified through open recruitment, a process which is managed by the Trustee Recruitment Committee. Following a review in early 2020, the Board has made a commitment to increase its diversity and inclusivity and our approach to recruitment is designed to encourage applications from groups within our community that are currently under-represented.

Prior to appointment potential trustees are interviewed by our Chair and at least one other trustee as well as the Chief Executive. Shortlisted candidates are put to the Board for approval. Trustees are appointed with a range of skills and experience that ensure high standards of governance and strong progress towards the charity's mission and aims are sustained.

New trustees are appointed for a three-year term and are eligible for re-election for two further terms of three years.

The induction of new trustees has also been reviewed and we will, in future, ensure that new trustees receive a thorough induction in-person from the Executive team, receive a comprehensive pack including the Memorandum and Articles of Association, annual and management accounts, our strategy, trustee role description, Charity Commission guidelines and have an opportunity to attend sub-committees. A renewed commitment has also been made to the continuing development of our trustees through staff-led briefings and access to external training opportunities.

Management and Staff Remuneration

The day-to-day management of the foundation is delegated to our Chief Executive, who is also responsible for the implementation of the strategy.

In addition to the Chief Executive, during the year, we employed 13 members of staff (9.64 full-time equivalents) who undertake the core functions of the Foundation: grant-making, development, finance, administration, marketing and communications. During the year we also worked with three Associates on a self-employed basis to support the Somerset Social Enterprise Fund, the VCSE Strategic Forum and for bookkeeping and accounting services.

Remuneration of the staff is reviewed by the Finance and Governance Committee as part of the annual budgeting process and any other time as required, taking account of cost of living, performance, and benchmarking against similar roles externally. During the year the CEO's salary was benchmarked against his counterparts in similar sized Community Foundations and adjusted for the 2021/22 year. In recognition of the exceptional performance of the team in challenging circumstances during the first six months of the pandemic, modest bonuses were made to the staff during the year.

Strategy, objectives and activities

The Foundation's charitable objects, as defined in our Memorandum and Articles of Association are to:

- promote charitable purposes for the benefit of the community in the area served by Somerset County Council, and in particular the relief of poverty and advancement of education; and
- promote other charitable purposes in the United Kingdom and elsewhere.

The trustees confirm that they have referred to guidance produced by the Charity Commission on public benefit when reviewing the Foundation's objectives and in planning future activities and are satisfied that the requirements are met.

During the year we completed our medium-term strategy for 2021-2025, and we set out later in this report our strategic objectives for the coming years. As part of this, in September 2020, the trustees adopted the following Vision and Mission statements.

> Vision: Our vision for Somerset is a place with strong communities where everyone has the opportunity to thrive.
>
> Mission: We help passionate people in Somerset change the world on their doorstep by funding local causes and inspiring local giving and philanthropy.

However, in the light of the impact of the coronavirus pandemic on our work and local communities we agreed a short-term strategy for our response in May 2020, with the aim of:

"Minimising the impact of coronavirus on Somerset's communities and maximising the opportunities to create strong resilient communities for the benefit of everyone."

We set out three principal purposes for our pandemic-related funding and wider work:

- supporting vulnerable individuals,
- supporting charitable organisations
- supporting local community social action.

We then structured how these responses would vary during 'emergency response', 'transition', and 'renewal' phases, the last of which ties into our new medium-term strategy. Our goal was to award at least £1.5 million between March 2020 and June 2021.

Activities and achievements

1. *Building philanthropy for Somerset*

The focus of the year was the overwhelming response to the coronavirus pandemic. This diverted resources from our regular approach to building funds for the benefit of our local communities. Instead, we focused our energy of promoting our Somerset Coronavirus Response and Recovery Fund appeal which attracted significant new donations from local individuals, businesses and trusts.

Furthermore, we were very grateful to our existing fundholders who gave us their agreement to use their funds more flexibly and swiftly as part of our overall response. This provided us with a solid foundation to our response at an early stage. However, in the end, we were able to hold much of this 'repurposed' funding back as income came in from other sources.

In particular, the success of the National Emergencies Trust appeal, which we helped distribute in Somerset, and our close working relationship with Somerset County Council provided us with over £1m of funding that we were able to deploy swiftly and with a large degree of flexibility in response to the changing needs of our communities.

Over and above this, however, normal fund development work also continued. For example, we had a record-breaking response to our Surviving Winter appeal, we attracted significant donations to The Somerset Fund, we have been working with one fundholder with respect to the sale of a property to add to his endowment fund and we established a new fund to help young people from disadvantaged background start up new businesses. In addition, after the year end, we were notified of a significant legacy that has been left to the Foundation from a long-term Surviving Winter supporter.

We particularly wish to record the importance of the Somerset Philanthropy Network members' donations which support the core work of the Foundation. Their gifts help ensure that we sustain capacity to go 'above and beyond' and during this year was undoubtedly instrumental in ensuring we could establish our appeal and award our first grants within one week of closing our office during the first lockdown.

As we look to the future, we believe there is an opportunity to draw both on the heightened awareness of the importance of local community action and the way we worked during 2020/21 to develop our relationship with current and future fundholders to develop a more flexible approach to the development of local philanthropy, and this is to be reflected in our new strategy.

Investing in our Communities
Funding from our community investment programmes is normally divided into three main areas:

- 'Regular grants' programmes (programmes funded by a range of local funds supporting a range of mainly small grants to local organisations and individuals).
- The Somerset Social Enterprise Fund (blended social investments of loans and grants, supporting local social enterprises).
- The HPC Community Fund (a dedicated programme established to support communities affected by the construction of Hinkley Point C).

In addition, though, the year was dominated by the delivery of the Coronavirus Response and Recovery Fund. Remarkably, we were able to award a 71% increase in our overall funding (including social investments) to £4,007,531 (2020: £2,343,009). This means we were able to sustain our normal level of grant-making as well as deliver the Coronavirus Response and Recovery Fund. While we brought in some additional capacity, this was also aided by adopting streamlined governance processes for the coronavirus grants in line with good practice for emergency response funding.

Coronavirus Response and Recovery Fund
As described above, the pandemic dominated our work this year. During the year we awarded £1,075,875 to 276 organisations. With the addition of the grants awarded at the end of the 2019/2020 and during 2021/22 we achieved our goal of awarding at least £1.5 million as a response to the pandemic.

We operated our fund under streamlined governance processes to provide the rapid response necessary to, sometimes, rapidly changing circumstances. Our long track record in funding our local VCSE sector also meant that we were very well placed to start distributing grants from a standing start.

Local charities, community groups and social enterprises have been at the forefront of responses and our funding made a crucial difference when it mattered most time and time again. In the early stages our funding was focused on emergency food and service distribution and helping

organisations pivot their operating models to continue serving their beneficiaries and often extending their reach as demand for help grew.

One of the starkest consequences of the pandemic was the way it exposed and aggravated inequalities within our communities and as the pandemic and its associated social distancing measures ebbed and flowed, local organisations continued to play a critical role alongside, and often in very effective partnerships, with public services. Our funding benefitted efforts that reached the widest diversity of people in our communities, including people with physical and learning disabilities, people facing mental health challenges and financial pressures, the very young to the very old and people from ethnic minorities.

While the bulk of our funding was distributed by 31 March 2021, we continued to award grants directly responding to the pandemic up to June 2021. A more detailed report was produced in April and can be accessed online here: https://www.somersetcf.org.uk/about-us/publications

Regular Grants

Our 'regular grants' are supported by funds donated by local individuals, companies, trusts and local authorities. Most funds have a particular thematic and/or geographical focus, but underpinning these funds is a recognition that small, local, community focussed VCSE organisations have a unique and important role in tackling disadvantage and inequality in our communities. The typical organisation funded through these grants had an annual income of less than £30,000 and helps around 100 people each year.

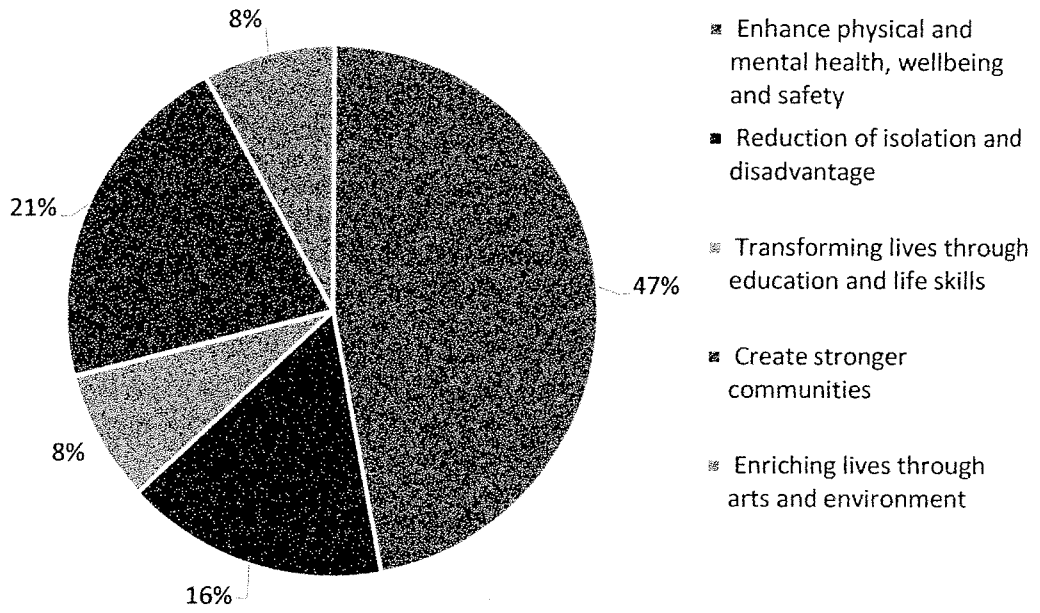
A small number of funds support individuals, and in particular young people accessing educational and personal development opportunities. Occasionally, working with fundholders, we also award grants to organisations or individuals beyond Somerset that reflect their charitable interests.

Donors who establish funds can choose to leave decision-making with the Foundation's Grants Committee, be consulted on recommendations made by the Grants Committee or identify groups or projects they would like their fund to support. All grants, however, are awarded at the discretion of the Foundation's trustees. The Grants Committee includes trustees and volunteers drawn from a variety of backgrounds across the community of Somerset.

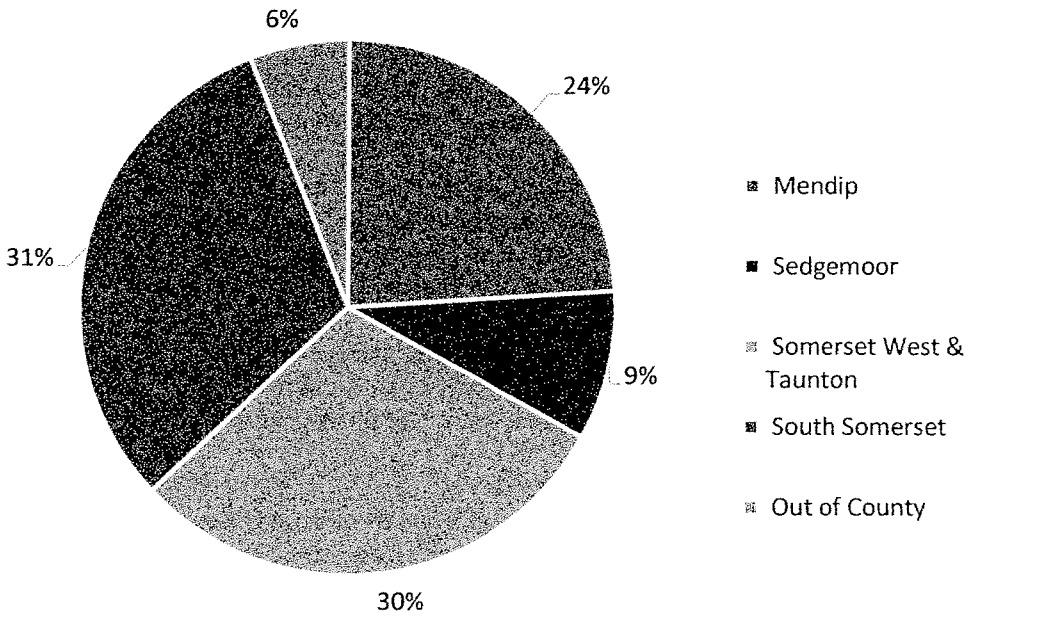
Our regular grants rose by 39% to £1,387,263 (2020: £997,255) reaching 236 organisations (2020:333) The median grant was £2,000 demonstrating that our focus remains on providing relatively small grants to smaller organisations. We also supported 82 individuals directly (2020: 60), mainly with small grants to assist young peoples' education and personal development.

All grantees are required to submit an end-of-grant monitoring report to the Foundation, and a selection of projects normally receive monitoring visits, although these were suspended during the pandemic.

The following diagram illustrates the proportion of funding awarded by principal theme. However, it should be noted that the nature of many organisations, particularly those operating at a local community level, is that there are multiple benefits of the funding, reflecting the complex interactions between the issues many people in our communities face on a daily basis. So, for example, a project set up to address mental health may also be tackling issues of isolation or directly building stronger communities.



While the grants from our regular grants reflect the geographical interests of our donors and funders, our aim is to award grants to organisations throughout Somerset, and the following chart shows how our funding has been distributed, noting that 6% of our funding supports work outside of Somerset usually at the request of our donors.



Somerset Social Enterprise Fund (SSEF)
The SSEF is a social investment programme funded by a grant from Somerset County Council and supported by the Access Foundation Growth Fund which is funded in turn by the Big Lottery Community Fund and Big Society Capital.

The programme offers unsecured social investments that blend loans with grants. It's designed to support new and small social enterprises in Somerset.

During the year 4 new social investments (2020:5), blending loans and grants, worth £274,999 (2020: £188,490) were made bringing the total number of social enterprises supported to date to 18 since the programme started in 2015. Investments were made for a wide variety of purposes, including increasing the sustainability of horticultural project supporting people who are homeless, the construction of a new pre-school facility in a highly deprived neighbourhood and the establishment of a community owned pub and shop in a mid-Somerset village. The total value of social investments awarded since the programme started exceeds £770,000.

The pandemic had a significant impact on the operation of social enterprises we have invested in. In some cases, particularly community owned village shops, they saw a large increase in their traded revenue as local communities became more reliant on local services. Over and above this, though, their wider importance to their communities was magnified.

On the other hand, other social enterprises were either forced to close or contend with reduced trading opportunities while, in some cases, experiencing increases in demands for their services putting them under immediate and sustained financial strain. Throughout the year we offered to suspend repayments on a discretionary basis. With the generous support of our funding partners, we were also able to awards grants worth £37,690 to our investees.

In addition, through our involvement in the Enhance Social Enterprise Fund, funded by the European Regional Development Fund, we have provided training and support on financial sustainability to several local social enterprises during the year.

HPC Community Fund
The HPC Community Fund is funded by EDF Energy as part of their Section 106 planning obligations during the construction of the Hinkley Point C nuclear power station.

The purpose of the fund is to support projects and initiatives that benefit local communities affected by the construction of Hinkley Point C by improving their well-being and quality of life. The fund is limited to the County of Somerset but in practice it is focussed on communities closest to the new power station and includes a ring-fenced allocation for the parish of Otterhampton.

Once again, the fund has supported a wide range of projects and activities that meet the terms of the fund. Decisions are made by the fund's Grants Panel, which is chaired by the Foundation and includes SCF trustees, representatives of EDF, local councils and independent members appointed by SCF following open competition."

During the year £1,244,481 (2020: £1,161,604) was awarded through 48 grants (2020: 47) ranging from £400 to £200,000. In addition, we worked closely with many of our existing grantees to support them adjust to the impacts of the pandemic on their work. In some cases, we agreed changes to the way a project was delivered and where funded work had to be suspended, we agreed to reprofile the funding accordingly.

2. Providing Leadership in the VCSE Sector

The Foundation is uniquely placed to support the local VCSE sector beyond our funding role. We are well placed to act as an independent and neutral convenor to bring organisations with common

interests and goals closer together. Our funding work also provides us with insights and intelligence from within our communities and on the state of the VCSE sector, which can and should be shared with others.

We chose to suspend our series of Hidden Somerset reports during the year to concentrate on our response to the pandemic, and we look forward to recommencing the series in 2021/22.

The VCSE Strategic Forum was also suspended during the year. The project was originally created at a time when infrastructure support for the sector was relatively weak and Somerset's VCSE sector was relatively uncoordinated. We led the project as a relatively neutral countywide organisation.

The suspension of the project precipitated a comprehensive review in late 2020 and, after consulting a range of organisations, we concluded that the stronger infrastructure provision that has emerged and the increased coordination and collaboration between VCSE organisations meant that we should wind the project up. During 2021/22 we will work with SCC and other partners to determine how best to use the remaining budget to ensure a smooth transition.

However, our leadership role remains important, and we have taken the opportunity to refocus our efforts on our areas of strength. To this end we have launched the Somerset Funders Network, bringing together a range of local, regional and national funders to share knowledge and best practice with the aim of enabling the better collaboration and more coordinated funding to our sector. During the year two meetings were held.

Financial Review

The Foundation had a strong financial year, boosted by the Coronavirus Response and Recovery Fund, with an overall income of £4,197,504 (2020: £3,926,763).

Our expenditure increased significantly to £4,340,067 (2020: £2,725,620) with 96% of this on charitable activities and governance (2020: 94%), including £3,824,866 awarded as grants (2020: £2,209,009) and 4% on generating funds (2020: 6%).

Expenditure on raising funds was £159,903 (2020: £169,293). For £1 spent on raising funds, the Foundation secured £26 of income (2020: £23).

Unrestricted Funds and Free Reserves
At the end of the year our unrestricted funds were £361,765 (2020: £443,534). This includes Yeoman House and designated funds worth £186,505 (2020: £270,717). The fall in unrestricted funds is largely due to the transfer of a legacy from a designated fund to our endowment.

The Foundation's Reserves Policy (amended in September 2020) is to hold sufficient unrestricted reserves to meet short-term cash flow needs, manage medium-term fluctuations in income and, if necessary, enable the Foundation to manage a long-term decline in income. The Board reviews the level of 'free' unrestricted reserves annually, considering income forecasts and assessment of risk.

Designated funds include funds set aside to invest in improving our website and digital marketing and to produce further Hidden Somerset reports.

At the end of the year free reserves had risen to £178,113 (2020: £168,935). Having considered the medium-term nature of much of the Foundation's funding, the trustees are satisfied this represents

a sustainable position. The position is strengthened through the building of a fund, from legacies, within our endowment that provides unrestricted income to the Foundation.

Restricted Funds

Most of our income and expenditure is in the form of restricted funds supporting our grants programmes and other charitable work. There was a significant increase in restricted funds at the end of the year due to funds received for grant-making over the coming years, thus ensuring continuity in our charitable impact.

Restricted income for the year was £3,845,968 (2020: £3,353,176) and expenditure was £3,940,260 (2020: £2,389,340).

At the end of the year £3,732,900 was carried forward, including £969,383 in the HPC Community Fund, £539,317 in the Somerset Social Enterprise Fund and £871,533 in the Discovery Fund.

Endowment and Investment Policy

Our endowment is invested across three investment managers and is held as part of a larger portfolio made up of the endowment funds of three other Community Foundations.

During the year our endowment fund benefitted from new donations worth £72,465 (2020: £201,585) and generated income of £167,421 (2020: £188,607) to support grant-making and the wider work of the Foundation. The endowment also received a significant boost through capital growth, recovering from the fall in value at the end of the previous year. At the end of the year our endowment fund was valued at £6,691,497 (2020: £5,384,970).

The aim of our investment policy is to generate a total return on the investments to maintain the capital value of the fund while generating a surplus for grant-making and supporting the costs of the Foundation. A benchmark of CPI+4% is used as a key performance indicator. The total return for the year was 21.73% (2020: (2.43%)), compared to the benchmark of 5.8%; the three-year average was 9.43% (2020: 3.63%) compared to the benchmark of 6.2%.

In the first quarter of 2021/22, following consultations with fundholders our Board agreed to formally adopt a total return approach to our endowment, whereby we can draw on income and capital to support our grants and running costs. The total return is calculated as a percentage of the endowment value and will initially be set at 4%. This means the contribution the endowment makes to our grants programmes and day to day running cost will be more stable and predictable.

The Charities SORP requires that we recognise grants provided to organisations where they have been committed to in advance of making the payments (or in most cases recognising the income that the grant payments will be made from). As a result, the charity's balance sheet shows grants committed to but not yet paid of £2.09m (2019 - £1.02m). £1.46m of this is due within one year and £0.63m in more than one year (2019 - £0.59m within one year and £0.42m in more than one year). This increase of £1.07m during the year has been recognised in grants paid during 2020-21, despite the fact that these grants will not be paid until years to come. The results for 2020-21 should be considered in this context."

Risks

Our Board monitors risk through a risk register which is regularly updated, using a 'traffic light' system to highlight priority risks. In addition, during the year, we prepared a separate register for risks associated with the pandemic.

As reported last year, the direct risks associated with the pandemic were successfully mitigated through the successful implementation of homeworking and the level of new income generated through the appeal.

We are mindful of the medium-term risks that still exist with respect to income generation as the economic impact of the pandemic unfolds. However, at the current time, the level of donations and new funds from a diversity of sources are in line with our expectations. The impact of the pandemic on the groups we fund is becoming clearer: many are experiencing sustained high levels of demand for their services, and we can expect that to be reflect in funding applications. We are also alert to the medium-term impacts on local groups financial resilience following a year when fundraising was badly affected. Due to the success of the national appeal and our partnerships with local authorities, we are carrying forward higher balances in many of our funds than usual. This, and the move to a total return approach to our endowment will be help ensure we have more funds available to meet a rise in demand.

The major immediate risk facing the Foundation at present is the medium-term impacts of the pandemic on our staff which could impact on our ability to deliver our charitable mission. We are therefore strengthening our Programmes Team through recruitment to ensure we have additional capacity. In the medium term, given the importance of our relationship with the local public sector, we are also monitoring the plans for local authority reorganisation in Somerset and assessing any potential impact on our work.

Future Plans

During 2020/21, the Board approved a new strategy for the Foundation for the next four years up to 2025. That provides the framework for our work in the next twelve months and beyond.

We will

- Provide more targeted and effective funding for our communities with clear impact
- Use our knowledge and insight to influence social change
- Significantly grow funding for our communities
- Ensure that we are fit for the future and better reflect the communities we serve

During 2021/22, our priorities are to:

- Adopt a Diversity, Equity and Inclusion policy that covers the spectrum of the Foundation's work.
- Increase the diversity of our Board to better reflect the communities we serve
- Redesign and relaunch our 'regular Foundation Grants' programmes to make them more accessible to a wider range of applicants
- Create a new monitoring framework for our grants programmes
- Recruit a new grants panel that is reflective of the diversity in our communities and introduces more 'lived experience' into our decision-making
- Produce two new 'Hidden Somerset' reports and hold accompanying briefing session for funders and stakeholders
- Continue to host and develop the Somerset Funders Network
- Invest more time in developing relationships with professional advisors in Somerset and the wider region
- Work with local public sector partners to develop more coordinated and joined approaches to funding communities

- Transition the staff-team back from homeworking while retaining flexibility and a strong focus on staff well-being

Statement of Trustees' Responsibilities

The Trustees, who are also directors of Somerset Community Foundation (Limited by Guarantee) for the purposes of company law, are responsible for preparing the Trustees' Report (incorporating the strategic report and the directors' report) and the financial statements in accordance with 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).

Company law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Foundation and of the income and expenditure, of the Foundation, 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 judgements and accounting estimates that are reasonable and prudent
- State whether applicable United Kingdom Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements, and
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Foundation will continue in business

The Trustees are also responsible for maintaining proper accounting records that disclose with reasonable accuracy at any time the financial position of the Foundation and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Foundation and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the Trustees are aware:

- There is no relevant audit information of which the Foundation's auditor is unaware, and
- The Trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information

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

Approved by the Trustees on 27th September 2021 and signed on their behalf by

.....

Jane Barrie OBE DL (Chair of Trustees)

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Independent Auditor's Report to the Members of Somerset Community Foundation

Opinion

We have audited the financial statements of Somerset Community Foundation (the 'Charitable company) for the year ended 31 March 2021 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cashflows 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, including Financial Reporting Standard 102: The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

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.

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2021 and of its income and expenditure for the period then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- 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 Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the 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 society'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 auditor's report 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 there is a material misstatement in the financial statements or a material misstatement of the other information. 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

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

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

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

Responsibilities of the trustees

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

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

Our responsibilities for the audit of the financial statements

The trustees have elected for the financial statements to be audited in accordance with the Charities Act 2011 rather than the Companies Act 2006. Accordingly, we have been appointed under section 144 of the Charities Act 2011, and report in accordance with the Acts 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.

Identifying and assessing potential risks of material misstatement due to irregularities

We considered the following when identifying and assessing risks of material misstatement due to irregularities, including fraud and non-compliance with laws and regulations:

- the legal and regulatory framework in which the charitable company operates
- the sector in which the charitable company operates
- the control environment and controls established to mitigate such risks
- the results of our enquiries of management about their identification and assessment of risks of irregularities
- discussions with the audit engagement team about where fraud might occur
- the incentives for fraud.

Laws and regulations which are considered to be significant to the charitable company include those relating to the requirements of financial reporting framework FRS102, the Companies Act 2006, the Charities Act 2011, UK tax legislation, employment law and health and safety. In addition, we consider other laws and regulation which may not directly impact the financial statements but may impact on the operation of the charitable company.

As a result of these procedures we concluded, in accordance with International Auditing Standards, that a risk in relation to the potential for management override of controls existed.

Audit responses to risks identified

We undertook audit procedures to respond to the risks identified, and designed our audit testing to respond to these risks. The additional procedures we undertook included the following:

- gaining an understanding of the charitable company's procedures for ensuring compliance with laws and regulations
- testing the appropriateness of journal entries and other adjustments
- considering whether accounting estimates were indicative of potential bias
- considering whether any transactions arose outside the normal course of business
- making enquiries of management
- corroborating our enquiries through review of Board Minutes and correspondence.

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

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

A C Mole & Sons is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

A C Mole & Sons

A C Mole & Sons (Statutory Auditor)
Stafford House
Blackbrook Park Avenue
Taunton
Somerset TA1 2PX

27th September 2021

Statement of Financial Activities for the Year Ended 31 March 2021- Current Year

	Note	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total 2021 £	Total 2020 £
Income from:						
Donations and Legacies	3	267,720	3,689,898	72,465	4,030,083	3,738,156
Investments	4	11,351	156,070	-	167,421	188,607
Total		**279,071**	**3,845,968**	**72,465**	**4,197,504**	**3,926,763**
Expenditure on:						
Raising Funds	5	117,815	27,031	15,057	159,903	169,293
Charitable Activities	6	266,560	3,913,229	375	4,180,164	2,556,327
Total		**384,375**	**3,940,260**	**15,432**	**4,340,067**	**2,725,620**
Net Income/Expenditure Before Gains and Losses on Investment	7	**(105,304)**	**(94,292)**	**57,033**	**(142,563)**	**1,201,143**
Net Gains/(Losses) on Investment	11	**11,681**	**4,644**	**1,181,957**	**1,198,282**	**(328,692)**
Net (Expenditure)/Income		**(93,623)**	**(89,648)**	**1,238,990**	**1,055,719**	**872,451**
Transfers Between Funds	20	**11,854**	**(79,391)**	**67,537**	-	-
Net Movement in Funds		**(81,769)**	**(169,039)**	**1,306,527**	**1,055,719**	**872,451**
Reconciliation of Funds						
Total Funds Brought Forward	17	443,534	3,901,939	5,384,970	9,730,443	8,857,992
Total Funds Carried Forward	17	**361,765**	**3,732,900**	**6,691,497**	**10,786,162**	**9,730,443**

Statement of Financial Activities for the Year Ended 31 March 2021- Previous Year

	Note	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total 2020 £
Income from:					
Donations and Legacies	3	363,530	3,173,041	201,585	3,738,156
Investments	4	8,472	180,135	-	188,607
Total		**372,002**	**3,353,176**	**201,585**	**3,926,763**
Expenditure on:					
Raising Funds	5	119,846	34,026	15,421	169,293
Charitable Activities	6	201,013	2,355,314	-	2,556,327
Total		**320,859**	**2,389,340**	**15,421**	**2,725,620**
Net Income Before Gains and Losses on Investments	7	**51,143**	**963,836**	**186,164**	**1,201,143**
Net (losses)/gains on Investments	11	**(5,534)**	**(4,050)**	**(319,108)**	**(328,692)**
Net Income/(Expenditure)		**45,609**	**959,786**	**(132,944)**	**872,451**
Transfers Between Funds	20	**114,802**	**(14,213)**	**(100,589)**	**-**
Net Movement in Funds		**160,411**	**945,573**	**(233,533)**	**872,451**
Reconciliation of Funds					
Total Funds Brought Forward	17	283,123	2,956,366	5,618,503	8,857,992
Total Funds Carried Forward	17	**443,534**	**3,901,939**	**5,384,970**	**9,730,443**

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Summary Income and Expenditure Account for the Year Ended 31 March 2021

	2021 £	2020 £
Income	3,957,618	3,536,571
Interest and Investment Income	167,421	188,607
Gross Income in the Reporting Period	**4,125,039**	**3,725,178**
Total Expenditure in the Reporting Period	**(4,324,635)**	**(2,710,199)**
Net Income Before Gains and Losses	**(199,596)**	**1,014,979**
Gains/(Losses) on Investments	16,325	(9,584)
Net Income for the Financial Year	**(183,271)**	**1,005,395**

The summary income and expenditure account are derived from the statement of financial activities on page 17 (excluding endowment fund incoming resources and resources expended) which, together with the notes to the financial statements provides full information on the movements during the year on all the funds. Excluded from the total net incoming resources in the statement of financial activities to arrive at the above figure is £72,465 (2020: £201,585) of endowment income, £15,432 (2020: £15,421) of endowment expenses and a £1,181,957 gain (2020 loss of £319,108) on investments.

All income and expenditure derive from continuing operations.

The notes form an integral part of these financial statements.

Balance Sheet as at 31 March 2021

	Notes	2021 £	2020 £
Fixed Assets			
Investments	11	6,861,460	5,559,460
Tangible Fixed Assets	13	92,536	100,266
Total Fixed Assets		**6,953,996**	**5,659,726**
Non-Current Assets	12	347,638	254,566
Current Assets			
Investments		75,694	48,285
Debtors	14	292,625	1,289,186
Bank		5,246,803	3,546,202
Total Current Assets		**5,615,122**	**4,883,673**
Creditors: Amounts Falling Due Within One Year	15	(1,496,454)	(645,788)
Net Current Assets		**4,118,668**	**4,237,885**
Creditors: Amounts Falling due after One Year	16	**(634,140)**	**(421,734)**
Total Net Assets		**10,786,162**	**9,730,443**
The Funds of the Charity			
Unrestricted Fund	17	175,260	172,817
Designated Fund	17	186,505	270,717
Restricted Fund	17	3,732,900	3,901,939
Expendable Endowment Fund	17	6,691,497	5,384,970
Total Charity Funds		**10,786,162**	**9,730,443**

Balance Sheet as at 31 March 2021(continued)

These accounts have been prepared and delivered in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006 and the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

For the year in question, the charitable company was entitled to exemption from an audit under section 477 of the Companies Act 2006.

The members have not required the charitable company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Act.

The trustees/directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

Approved by the Trustees on 27th September 2021 and signed on their behalf by

..... Jane Barrie OBE DL

..... Michelle Ferris FCA

Registered Company No: 04530979.

The notes form an integral part of these financial statements.

Statement of Cash Flows for the Year Ended 31 March 2021

	Note	Total 2021 £	Total 2020 £
Cash Flows from Operating Activities:			
Net cash generated from/ (used in) Operating Activities	21	1,641,331	(190,487)
Cash Flows from Investing Activities			
Dividends and Interest from Investments		167,421	188,607
Purchase of Equipment		(4,278)	-
Proceeds from Sale of Investments		856,725	1,022,623
Purchase of Investments		(800,623)	(987,076)
Net cash provided by/ Investing Activities		**219,245**	**224,154**
Change in Cash and Cash Equivalents in the Reporting Period		**1,860,576**	**33,667**
Cash and Cash Equivalents at the Beginning of the Reporting Period		**3,647,233**	**3,613,566**
Cash and Cash Equivalents at the End of the Reporting Period	21	**5,507,809**	**3,647,233**

Notes to the Financial Statements for the Year Ended 31 March 2021

1. Legal Status of the Foundation

The Foundation is a registered charity and a registered company, limited by guarantee, and has no share capital. The guarantors are the members whose liability in the event of a winding-up is limited to £1 each. There were 11 members at the balance sheet date (2020: 13).

2. Accounting Policies

Accounting Convention and Statement of Compliance

These accounts have been prepared in accordance with FRS 102 " The Financial Reporting Standard applicable in the UK and Republic or Ireland" ("FRS 102"), "Accounting and Reporting by Charities" the Statement of Recommended Practice for charities applying FRS 102, the Companies Act 2006, the Charities Act 2011 and UK Generally Accepted Accounting Practice as it applies from 1 January 2019. The Foundation meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

The accounts are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The accounts have been prepared on the historical cost convention modified by the investment assets, which are held at fair value. The principal accounting policies are set out below.

Going Concern

At the time of approving the accounts, the Trustees have a reasonable expectation that the Somerset Community Foundation has adequate resources to continue in operational service for the foreseeable future. Thus, the Trustees continue to adopt the going concern basis of accounting in the preparation of the accounts.

Incoming Resources

Income is recognised when the Foundation has entitlement to the funds, any performance conditions attached to the item of income has been met, it is probable that the income will be received, and the amount can be measured reliably. Income from government and other grants, whether 'capital' grants or 'revenue' grants is recognised in the same way unless it is deferred.

Cash donations are recognised on receipt. Other donations are recognised once the Foundation has been notified of the donation unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid is recognised at the time of the donation.

Legacies are recognised on receipt or when the Foundation has been notified of an impending distribution, the amount is known, and receipt is probable. If the amount cannot be reliably estimated, the legacy is treated as a contingent asset.

Notes to the Financial Statements for the Year Ended 31 March 2021 (cont.)

Donated professional services and donated facilities are recognised as income when the Foundation 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 Foundation of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), the general time of the volunteers is not recognised and refer to the Trustees' annual report for more information about their contribution.

On receipt, donated professional services and donated facilities are recognised on the basis of the value of the gift to the Foundation which is the amount the Foundation would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

Resources Expended

Expenditure is accounted for on an accruals basis and has been included under expenses categories that aggregate all costs for allocation to activities. Where costs cannot be directly attributed to particular activities, they have been allocated on a basis consistent with the use of the resources.

Support costs are those costs incurred directly in support of expenditure on the objects of the Foundation and include project management carried out at the Foundation's offices. Governance costs are those incurred in connection with the administration of the Foundation and compliance with constitutional and statutory requirements.

Costs of charitable activities comprise grants payable and support costs. Grants payable are included in resources expended once the grant application has been approved by the grants committee and this has been communicated to the grant recipient, except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attached are fulfilled. Grants offered subject to conditions which have not been met at the year-end are noted as a commitment, but not accrued as expenditure. Where multi-year grants are offered, these are accounted for in full under the criteria noted above.

Fixed Assets and Depreciation

All capital assets with a value of less than £1,000 are expensed in the statement of financial activities. Tangible fixed assets are initially measured at cost and subsequently measured at cost, net of depreciation and any impairment losses. During the year the decision was taken to amend the depreciation on computer equipment from 6 years to 3 years to reflect the useful life of the assets.

Leasehold Property and Improvements	- 25 years (straight line)
Furniture and Equipment	- 3 years (straight line)

Fixed Asset Investments

Listed investments are included in the balance sheet at their market value at the balance sheet date. Realised and unrealised gains and losses on investments are included in the statement of financial activities in the year in which they arise. Investment income is credited to income on an accruals basis.

Notes to the Financial Statements for the Year Ended 31 March 2021 (cont.)

Non-current asset investments

Non-current assets investments are the proportion of concessionary loans (treated as mixed motive investments), which are due after more than 12 months from the balance sheet date. The concessionary loans are initially recognised at the amount paid out, with the carrying amount adjusted in subsequent years to reflect repayments and any accrued interest, adjusted, if necessary, for any impairment. Concessionary loans are assessed for evidence of impairment at the end of each year.

Current assets investments

Current assets investments are the proportion of concessionary loans (treated as mixed motive investments), which are due within 12 months of the balance sheet date. The concessionary loans are initially recognised at the amount paid out, with the carrying amount adjusted in subsequent years to reflect repayments and any accrued interest, adjusted, if necessary, for any impairment. Concessionary loans are assessed for evidence of impairment at the end of each year.

Cash and Cash Equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks and other short-term liquid assets.

Financial Instruments

The Foundation has elected to apply the provisions of Section 11 'Basic Financial Instruments' FRS 102 to all of its financial instruments. Financial instruments are recognised when the Foundation becomes party to the contractual provisions of the instrument.

The charity only holds basic financial instruments as defined in FRS102. The financial assets and liabilities of the charity and their measurements are as follows:

Basic Financial Assets

Basic financial assets, which include trade and other receivables and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method.

Trade, other debtors and loans (mixed motive investments) are basic financial instruments and are debt instruments measured at amortised cost as disclosed in note 23. Investment portfolios are basic financial instruments measured at fair value through the income and expenditure account. Prepayments are not financial instruments. Cash at bank and as part of the investments are classified as basic financial instruments and are measured at fair value.

Notes to the Financial Statements for the Year Ended 31 March 2021 (cont.)

Basic Financial Liabilities

Basic financial liabilities, including trade and other payables, are initially recognised at transaction price. Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade payables are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Accounts payable are classified as current liabilities if payment is due within one year or less. Trade payables are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Trade creditors, accruals and other creditors are financial instruments and are measured at amortised cost as detailed in note 23. Taxation and social security are not included in the financial instruments disclosure definition. Deferred income is not deemed to be a financial liability, as the cash settlement has already taken place and there is an obligation to deliver services rather than cash or another financial instrument.

Pension Costs

The Foundation contributes to a defined contribution pension scheme, the assets of which are held separately from those of the Foundation. The scheme is independently administered. Contributions are charged in the statement of financial activities as they fall due in accordance with the scheme rules.

Operating Lease Agreements

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

Fund Accounting

Funds held by the Foundation are either:

- Unrestricted general funds – these are funds which can be used in accordance with the charitable objects at the discretion of the Trustees.
- Designated funds – these are funds set aside by the Trustees out of unrestricted general funds for specific future purposes or projects.
- Restricted funds – these are funds that can only be used for particular, restricted purposes within the objects of the Foundation. Restrictions arise when specified by the donor or when funds are raised for particular, restricted purpose.
- Endowment Funds – these are funds whose assets provide a long-term source of income to support the Foundation's objects. Individual donations to the endowment fund may be unrestricted or restricted if the donor has specified how the income arising should be spent. The Trustees have the power to spend the capital if they so determine.

Notes to the Financial Statements for the Year Ended 31 March 2021 (cont.)

In many cases and with the prior agreement of the donor one donation may be divided between various funds. Further explanation of the nature and purpose of each fund is included in note 17 to the financial statements.

Tax Status

The Foundation is exempt from any taxation in relation to its charitable activities except for Value Added Tax.

Loans Advanced

One of the objectives of the Foundation is to support existing and emerging enterprises through the making of grants and loans. Loans receivable by the Foundation are recognised when funds are advanced to borrowers. Amounts due for repayment after more than one year from the balance sheet date are shown as long-term debtors within current assets.

Fees charged in respect of loan applications are recognised in full when funds are advance to borrowers. Interest receivable on loans is recognised on an accruals basis when funds are repaid and not when loans are advanced. Fees and interest and deemed to be restricted income, to be utilised in the making of future loans in accordance with the fund objectives.

Notes to the Financial Statements for the Year Ended 31 March 2021 (cont.)

3. Donations and Legacies

	2021	2020
	£	£
Field House Trust	50,000	50,000
HPC Community Fund	1,435,897	1,388,889
Discovery Fund		600,000
Dyke Exhibition Foundation		101,585
Elizabeth Brie Legacy		140,000
Hobhouse Memorial Trust		100,000
SCC to Early Help	180,000	
SCC to Young Carers	70,000	
SCC to Corona Virus Fund	250,000	
Corton Hill Trust	75,000	
UKCF	96,515	
Other Donations and Grants (< £70,000)	1,872,671	1,357,682
	4,030,083	**3,738,156**
Included above are:		
Assets and Services Gifted in Kind	-	2,610

We are grateful to the following for their support during the year: Albert Goodman, Andy Jennings Design, Clarke Willmott, Somerset County Council, and TelePA.

4. Investment Income

	2021	2020
	£	£
Dividends on Equities and Fixed Interest Securities	159,166	180,469
Interest on Cash Deposits	8,255	8,138
	167,421	**188,607**

Notes to the Financial Statements for the Year Ended 31 March 2021 (cont.)

5. Expenditure on Raising Funds - Current Year

The costs comprise:	Unrestricted £	Restricted £	Endowment £	2021 £
Staff Salaries	89,069	22,230	-	111,299
Support Costs				
Staff Expenses and Other Costs	84	100	-	184
Staff Training and Recruitment	378	562	-	940
Event Costs	-	(164)	-	(164)
Marketing and Promotion	1,442	365	-	1,807
Rent and Utilities	2,055	114	-	2,169
Postage, Printing and Stationery	399	52	-	451
IT Support	1,611	316	-	1,927
Bookkeeping and Accountancy Support	1,061	719	-	1,780
Subscriptions	1,127	350	-	1,477
Finance Charges and Insurance	8,105	76	-	8,181
Depreciation	12,008	-	-	12,008
Professional Fees	422	2,717	-	3,139
Investment Manager's Fees	54	(406)	15,057	14,705
		-		-
	117,815	**27,031**	**15,057**	**159,903**

Expenditure on Raising Funds – Previous Year

The costs comprise:	Unrestricted £	Restricted £	Endowment £	2020 £
Staff Salaries	91,332	20,680	-	112,012
Support Costs				
Staff Expenses and Other Costs	2,252	1,525	-	3,777
Staff Training and Recruitment	861	147	-	1,008
Event Costs	2,348	618	-	2,966
Marketing and Promotion	2,066	1,101	-	3,167
Rent and Utilities	2,403	1,251	-	3,654
Postage, Printing and Stationery	810	116	-	926
IT Support	1,344	354	-	1,698
Bookkeeping and Accountancy Support	2,276	306	-	2,582
Subscriptions	1,317	208	-	1,525
Finance Charges and Insurance	3,894	115	-	4,009
Depreciation	8,044	-	-	8,044
Professional Fees	848	7,576	-	8,424
Investment Managers' Fees	51	29	15,421	15,501
	119,846	**34,026**	**15,421**	**169,293**

Notes to the Financial Statements for the Year Ended 31 March 2021 (cont.)

6. Charitable Activities

Income

Income from charitable activities comprises monies received from various donors and funders to be administered by the Foundation and paid out by way of grants with support costs, and other programme activities, alongside voluntary donations for the same purpose.

Expenditure on Charitable Activities – Current Year

	Grants Awarded	Programme Delivery	2021
	£	£	£
Coronavirus Response & Recovery Fund	**1,075,875**	**66,076**	**1,141,951**
Regular Grants Programmes			
Enhance physical and mental health, wellbeing and safety	651,609	40,019	691,628
Reduction of isolation and disadvantage	221,823	13,623	235,446
Transforming lives through education and life skills*	110,911	6,812	117,723
Create stronger communities	292,009	17,934	309,943
Enriching lives through arts and environment	110,911	6,812	117,723
Sub total	**1,387,263**	**85,200**	**1,472,463**
**includes grants to individuals*			
HPC Community Fund Grant Programme	**1,244,481**	**106,802**	**1,351,283**
Other Programmes			
VCSE Strategic Coordination Project	-	13,389	13,389
Somerset Social Enterprise Fund	130,023	25,600	155,623
Enhance Social Enterprise	-	6,425	6,425
Sub Total	**130,023**	**45,414**	**175,437**
Governance Costs (See page 33)		51,806	51,806
Returned Grants	(12,776)		(12,776)
Total	**3,824,866**	**355,298**	**4,180,164**

Notes to the Financial Statements for the Year Ended 31 March 2021 (cont.)

6. Charitable Activities (cont.)

Expenditure on Charitable Activities – Previous Year

Regular Grants Programmes	Grants Awarded £	Programme Delivery £	2020 £
Enhance physical and mental health, wellbeing and safety	290,877	39,056	329,933
Reduction of isolation and disadvantage	310,268	41,660	351,928
Transforming lives through education and life skills*	192,496	22,132	214,628
Create stronger communities	116,351	15,623	131,974
Enriching lives through arts and environment	87,263	11,717	98,980
Sub total	**997,255**	**130,188**	**1,127,443**
**includes grants to individuals*			
HPC Community Fund Grant Programme	**1,161,604**	**115,703**	**1,277,307**
Other Programmes			
VCSE Strategic Coordination Project	-	29,896	29,896
Somerset Social Enterprise Fund	53,230	18,643	71,873
Enhance Social Enterprise	-	3,953	3,953
Sub Total	**53,230**	**52,492**	**105,722**
Governance Costs (See page 33)	**-**	**48,935**	**48,935**
Returned Grants	(3,080)	-	(3,080)
Total	**2,209,009**	**347,318**	**2,556,327**

Notes to the Financial Statements for the Year Ended 31 March 2021 (cont.)

6. Charitable Activities (cont.)

Grants: Geographical analysis grants to organisations from regular programmes

	2021 £	2020 £
Mendip	332,943	285,415
Sedgemoor	124,853	142,707
Somerset West and Taunton	416,179	168,654
South Somerset	430,052	324,334
Out of County	83,236	48,479
Total	**1,387,263**	**969,589**

Notes to the Financial Statements for the Year Ended 31 March 2021 (cont.)

6. Charitable Activities (cont.)

Detailed by Fund

	Unrestricted £	Restricted £	Endowment £	2021 £	2020 £
Grant Making	-	**3,824,866**	-	**3,824,866**	**2,209,009**
Direct Support Costs					
Staff Salaries	181,679	61,547	-	243,226	157,599
Staff Expenses and Other Costs	299	(722)	-	(423)	13,531
Rent and Utilities	8,055	524	-	8,579	17,299
Marketing and Promotion	5,769	1,238	-	7,007	25,304
Postage, Printing and Stationery	1,596	320	-	1,916	3,951
Staff Training and Recruitment	1,416	686	-	2,102	2,626
IT Support	6,444	1,943	-	8,387	7,549
Bookkeeping and Accountancy Support	4,242	1,063	-	5,305	10,982
Subscriptions	4,509	2,148	-	6,657	6,548
Social Investment Loan Write-Off	-	-	-	-	-
Finance Charges and Insurance	2,194	465	-	2,659	4,987
Business Grants and Support costs	-	1,604	-	1,604	-
Professional Fees	1,905	14,193	375	16,473	48,007
	218,108	**85,009**	**375**	**303,492**	**298,383**
Sub Total	**218,108**	**3,909,875**	**375**	**4,128,358**	**2,507,392**
Governance Costs					
Management	38,746	-	-	38,746	36,295
Audit	9,492	3,354	-	12,846	9,222
Other Costs	214	-	-	214	3,418
Total	**48,452**	**3,354**	-	**51,806**	**48,935**
Total Expenditure on Charitable Activities	**266,560**	**3,913,229**	**375**	**4,180,164**	**2,556,327**

Notes to the Financial Statements for the Year Ended 31 March 2021 (cont.)

Note 6 Continued

Charitable Activities – detailed by Fund (previous year)

	Unrestricted £	Restricted £	Endowment £	2020 £
Grant Making (incl.localgiving.com)	**-**	**2,209,009**	**-**	**2,209,009**
Direct Support Costs				
Staff Salaries	101,672	55,927	-	157,599
Staff Expenses and Other Costs	4,162	9,369	-	13,531
Rent and Utilities	9,618	7,681	-	17,299
Marketing and Promotion	9,602	15,702	-	25,304
Postage, Printing and Stationery	3,238	713	-	3,951
Staff Training and Recruitment	1,947	679	-	2,626
IT Support	5,374	2,175	-	7,549
Bookkeeping and Accountancy Support	9,102	1,880	-	10,982
Subscriptions	5,270	1,278	-	6,548
Social Investment Loan Write-Off	-	-	-	-
Finance Charges and Insurance	1,646	3,341	-	4,987
Professional Fees	3,597	44,410	-	48,007
	155,228	**143,155**	**-**	**298,383**
Sub Total	**155,228**	**2,352,164**	**-**	**2,507,392**
Governance Costs				
Management	36,295	-	-	36,295
Audit	6,072	3,150	-	9,222
Other Costs	3,418	-	-	3,418
Total	**45,785**	**3,150**	**-**	**48,935**
Total Expenditure on Charitable Activities	**201,013**	**2,355,314**	**-**	**2,556,327**

Notes to the Financial Statements for the Year Ended 31 March 2021 (cont.)

7. Net Income/(Expenditure)

Net Income/(Expenditure) is stated after charging:

	2021	2020
	£	£
Auditor's Remuneration:		
Audit of Statutory Financial Statements	10,794	6,588
Accounts Preparation	-	1,080
Audit – Other	2,052	1,554
	12,846	**9,222**

8. Trustees Expenses and Remuneration

None of the Trustees, or any persons connected with them, received any remuneration or were reimbursed any expenses relating to their role as Trustee. (2020: none)

9. Related Party Transactions

During the year, the Foundation made grants worth £25,500 (2020: £9,000) to The Nelson Trust, a charity of which J Sargent, Chief Executive, is a trustee. The terms of, and process for providing this grant are the same as all other grants made in the year.

10. Staff Costs

Employee Information	2021	2020
	£	£
Salaries	345,769	268,782
Employer's National Insurance Contributions	30,101	23,255
Employer's Pension Contributions	17,349	13,841
	393,219	**305,878**

There were 12 employees during the year calculated on an average basis (2020: 10). The key management personnel of the Foundation comprise the Chief Executive, Operations Director and Programmes Director and Development Director. The total employee benefits of the key management personnel of the Foundation were £231,466 (2020: £190,065).

The number of employees whose annual emoluments were £60,000 or more were:

	2021	2020
£60,000 - £70,000	**1**	**1**

Notes to the Financial Statements for the Year Ended 31 March 2021 (cont.)

11. Investments

Fixed Asset Investments	2021	2020
	£	£
Listed Investments	6,600,454	5,458,429
Cash Held in Investment Portfolio	261,006	101,031
	6,861,460	**5,559,460**

	2021	2020
Listed Investments are made up as follows:	£	£
Market Value brought forward	5,458,429	5,823,833
Acquisitions at Costs	800,623	987,076
Sale Proceeds	(856,725)	(1,022,623)
Realised Gains/(Losses)	38,896	(3,035)
Unrealised Gains/(Losses)	1,159,231	(326,822)
Market Value Carried Forward	**6,600,454**	**5,458,429**
Book Cost Carried Forward	**5,887,116**	**5,444,816**

The above investments comprise fixed asset interest securities and equities of which £2,982,381 (2020: £4,173,189) are UK Investments and £3,617,553 (2020: £1,285,240) relate to investments held outside the UK.

Additional realised gains of £155(2020: realised gains £1,165) are shown in the Statement of Financial Activities which relate to foreign exchange settlements and cash distributions.

Shareholdings which individually represent more than 5% of the charity's investments are:

No. Of Shares	Investments	Market Value
124342	COIF Charities Investment Fund	£2,228,999

12. Investments – Social Investment Loans

	2021	2020
	£	£
At Beginning of the Year	302,234	199,841
New Loans	184,495	135,710
Loan Repayments	(77,195)	(45,377)
Loan Write Off	-	-
Loan Interest	13,798	12,677
At End of the Year	**423,332**	**302,851**
Non-Current Asset	**347,638**	**254,566**
Current Asset	**75,694**	**48,285**

Notes to the Financial Statements for the Year Ended 31 March 2021 (cont.)

13. Tangible Fixed Assets

	Leasehold Property and Improvements £	Furniture and Equipment £	Total £
Cost			
At Beginning of the Year	167,500	15,506	183,006
Additions	-	4,278	4,278
At the End of the Year	**167,500**	**19,784**	**187,284**
Depreciation			
At Beginning of the Year	71,118	11,622	82,740
Charge for the Year	6,700	5,308	12,008
At the End of the Year	**77,818**	**16,930**	**94,748**
Net Book Value			
At Beginning of the Year	96,382	3,884	100,266
At End of the Year	**89,682**	**2,854**	**92,536**

14. Debtors

	2021 £	2020 £
Other Debtors	289,353	1,281,982
Prepayments	3,272	7,204
	292,625	**1,289,186**

Notes to the Financial Statements for the Year Ended 31 March 2021 (cont.)

15. Creditors: Amounts falling due within one year

	2021	2020
	£	£
Other Creditors	1,457,158	594,893
Accruals and Deferred Income	27,159	42,255
Other Tax and Social Security	12,137	8,640
	1,496,454	**645,788**

	2021	2020
Deferred Income	£	£
Deferred Income Brought Forward	-	34,200
Released in Year	-	(34,200)
Deferred in Year	-	-
	-	-

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

	2021	2020
	£	£
Other Creditors	634,140	421,734
	634,140	**421,734**

Notes to the Financial Statements for the Year Ended 31 March 2021 (cont.)

17. Statement of Funds (Current Year)

	Balance B/fwd	Incoming Resources	Resources Expended	Unrealised/Realised Gains/(Losses)	Transfers	Balance C/fwd
	£	£	£	£	£	£
Unrestricted Fund – General Funds	172,817	277,686	(377,892)	435	102,214	175,260
Designated Funds:						
Building and Maintenance Fund	43,874	1,385	(245)	11,246	(360)	55,900
Yeoman House Fund	83,720	-	(5,980)	-	-	77,740
Raising Aspirations Research Fund	23	-	-	-	-	23
SYVN	2,100	-	-	-	-	2,100
Hidden Somerset	1,000	-	-	-	10,000	11,000
Legacy Designated	140,000	-	-	-	(140,000)	-
Digital Transformation	-	-	-	-	40,000	40,000
Sing for Somerset	-	-	(258)	-	-	(258)
Total Designated Funds	270,717	1,385	(6,483)	11,246	(90,360)	186,505
Total Unrestricted Funds	**443,534**	**279,071**	**(384,375)**	**11,681**	**11,854**	**361,765**
Restricted Funds						
Access Growth Fund	-	96,361	-	-	-	96,361
Discovery Fund	982,074	16,000	(126,541)	-	-	871,533
Enhanced Social Enterprise Fund	4,995	17,706	(6,425)	-	-	16,276
HPC Community Fund	865,388	1,436,769	(1332,774)	-	-	969,383
Raising Aspirations	5,781	-	(4,790)	-	-	991
Somerset Social Enterprise Fund	698,819	(3,879)	(143,311)	-	(12,312)	539,317
Somerset Coronavirus Appeal	58,180	1,126,690	(1,075,678)	-	-	109,192
Support Costs CSC	3,000	-	-	-	-	3,000
Taunton Youth Community Centre	152,546	-	(2,000)	-	-	150,546
VCSE Strategic coordinator	35,758	-	(8,385)	-	(5,004)	22,369

Notes to the Financial Statements for the Year Ended 31 March 2021 (cont.)

17. Statement of Funds (Current Year)

	Balance B/fwd	Incoming Resources	Resources Expended	Unrealised/Realised Gains/(Losses)	Transfers	Balance C/fwd
	£	£	£	£	£	£
Other Restricted Funds						
Discretionary (17 funds)	150,097	159,273	(200,036)	-	-	109,334
Donor Advised (31 Funds)	518,959	610,992	(879,014)	-	-	250,937
Donor Directed (6 Funds)	70,068	37,696	(17,651)	4,644	-	94,757
Field of Interest (11 Funds)	49,341	184,450	(87,999)	-	-	145,792
Sub Total Restricted Funds	3,595,006	3,682,058	(3,884,604)	4,644	(17,316)	3,379,788
Endowment Income Funds						
Discretionary (7 Funds)	27,923	17,983	-	-	(8,401)	37,505
Donor Advised (32 Funds)	143,395	91,208	(44,865)	-	(36,045)	153,693
Donor Directed(1Fund)	1,538	1,709	(1,280)	-	(798)	1,169
Field of Interest (14 Funds)	134,077	53,010	(9,511)	-	(16,831)	160,745
Sub Total Endowment Income Funds	306,933	163,910	(55,656)	-	(62,075)	353,112
TOTAL RESTRICTED FUNDS	**3,901,939**	**3,845,968**	**(3,940,260)**	**4,644**	**(79,391)**	**3,732,900**

Notes to the Financial Statements for the Year Ended 31 March 2021 (cont.)

17. Statement of Funds (Current Year)

Endowment Funds	Balance B/fwd £	Incoming Resources £	Resources Expended £	Unrealised Gains(Losses) £	Transfers £	Balance C/fwd £
Unrestricted Fund - General Funds	12,826	5,206	(139)	3,627	89,804	111,324
Restricted Funds (over £90,000)						
C&JP Fund CF	161,128	-	-	33,296	-	194,424
Churchstanton Community Fund CF	164,232	-	-	33,938	-	198,170
Clarke Willmott	125,107	-	(215)	26,974	(322)	151,544
David Medlock CF	225,744	-	-	46,649	-	272,393
David Price GG CF	269,639	-	(277)	56,848	(413)	325,797
Donald Lake Memorial Fund GG	116,831	-	(489)	26,138	(730)	141,750
Dyke Exhibition fund	87,055	-	(359)	19,185	(536)	105,345
Eagle House GG	557,049	-	(2,472)	132,181	(3,692)	683,066
Exmoor Community Trust CF	118,166	-	-	24,418	-	142,584
Glemsford Fund CF	385,348	-	(946)	86,054	(1,412)	469,044
Graham Burrough Charitable Trust	290,838	-	(1,507)	80,594	(2,251)	367,674
Grave Family Fund GG CF	105,216	-	(403)	23,817	(602)	128,028
Hobhouse	100,000	1,136	(471)	1,206	(132)	101,739
McGreevy Charitable Trust GG	118,938	-	(504)	26,970	(753)	144,651
Millennium Fund CF	187,611	-	-	38,768	-	226,379
Ringham Fund	85,819	-	-	17,734	-	103,553

Notes to the Financial Statements for the Year Ended 31 March 2021 (cont.)

17. Statement of Funds (Current Year)

Endowment Funds	Balance B/fwd £	Incoming Resources £	Resources Expended £	Unrealised Gains(Losses) £	Transfers £	Balance C/fwd £
Somerset Fund for Deaf and Hard of Hearing CF	208,780	-	-	43,143	-	251,923
Somerset Grassroots Grants Endowment GG	168,056	-	(738)	39,483	(1,103)	205,698
Somerset Masonic Fund GG	232,397	-	(882)	47,161	(1,317)	277,359
Summerfield & Tauntfield GG CF	118,938	-	(454)	26,511	(677)	144,318
T & PJ (Milborne Port)	299,062	-	(1,672)	68,678	(2,496)	363,572
The Richard Huish Foundation Fund	92,959	-	-	20,691	-	113,650
WCS Pickford Trust	176,527	-	(781)	41,728	(1,165)	216,309
Other Endowment Funds						
Discretionary (5 Funds)	90,741	-	(373)	20,229	(558)	110,039
Donor Directed (1 Fund)	69,738	-	(292)	15,607	(436)	84,617
Field of Interest (6 Funds)	111,952	19,873	(198)	23,943	(296)	155,274
Donor Advised (20 Funds)	704,273	46,250	(2,260)	156,386	(3,376)	901,273
Total Endowment Funds	**5,384,970**	**72,465**	**(15,432)**	**1,181,957**	**67,537**	**6,691,497**
Total Funds	**9,730,443**	**4,197,504**	**(4,340,067)**	**1,198,282**	**-**	**10,786,162**

Notes to the Financial Statements for the Year Ended 31 March 2021 (cont.)

17. Statement of Funds (Previous Year)

	Balance B/fwd	Incoming Resources	Resources Expended	Unrealised/Realised Gains/(Losses)	Transfers	Balance C/fwd
	£	£	£	£	£	£
Unrestricted Fund – General Funds	136,007	230,489	(310,952)	(2,156)	119,429	172,817
Designated Funds:						
Building and Maintenance Fund	46,293	1,513	(211)	(3,378)	(343)	43,874
Yeoman House Fund	89,700	-	(5,980)	-	-	83,720
Raising Aspirations Research Fund	23	-	-	-	-	23
SYVN	2,100	-	-	-	-	2,100
Hidden Somerset	9,000	-	(3,716)	-	(4,284)	1,000
Legacy Designated	-	140,000	-	-	-	140,000
Total Designated Funds	147,116	141,513	(9,907)	(3,378)	(4,627)	270,717
Total Unrestricted Funds	**283,123**	**372,002**	**(320,859)**	**(5,534)**	**114,802**	**443,534**
Restricted Funds						
Access Growth Fund	63,126	-	-	-	(63,126)	-
Discovery	592,000	600,000	(201,926)	-	(8,000)	982,074
HPC Community Fund	749,080	1,391,112	(1,274,804)	-	-	865,388
Enhance Social Enterprise (ESE)	30	10,801	(3,953)	-	(1,883)	4,995
Raising Aspirations	5,781	-	-	-	-	5,781
Somerset Social Enterprise Delivery Fund	598,870	120,574	(69,556)	-	48,931	698,819
Somerset Coronavirus Appeal	-	113,030	(54,850)	-	-	58,180
Support Costs SCC	3,000	-	-	-	-	3,000
Taunton Youth Community Centre	154,546	-	(2,000)	-	-	152,546
VCSE Strategic Co-coordinator	60,223	10,435	(29,896)	-	(5,004)	35,758

Notes to the Financial Statements for the Year Ended 31 March 2021 (cont.)

17. Statement of Funds (Previous Year)	Balance B/fwd £	Incoming Resources £	Resources Expended £	Unrealised/Realised Gains/(Losses) £	Transfers £	Balance C/fwd £
Other Restricted Funds						
Discretionary (14 funds)	85,296	264,470	(202,084)	-	-	147,682
Donor Advised (20 funds)	246,817	526,082	(253,938)	-	-	518,961
Donor Directed (5 funds)	95,365	46,301	(65,546)	(4,050)	(2,000)	70,070
Field of Interest (10 funds)	56,049	72,447	(76,742)	-	-	51,754
Sub-total Restricted Funds	2,710,183	3,155,252	(2,235,295)	(4,050)	(31,082)	3,595,008
Endowment Income Funds						
Discretionary Funds (8 funds)	15,533	30,353	(9,736)	-	(8,228)	27,922
Donor Advised (28 funds)	110,375	109,051	(85,452)	-	9,419	143,393
Donor Directed (1 Fund)	1,332	2,210	(1,222)	-	(782)	1,538
Field of Interest (12 Funds)	118,943	56,310	(57,635)	-	16,460	134,078
Sub Total Endowment Income Funds	246,183	197,924	(154,045)	-	16,869	306,931
TOTAL RESTRICTED FUNDS	**2,956,366**	**3,353,176**	**(2,389,340)**	**(4,050)**	**(14,213)**	**3,901,939**

Notes to the Financial Statements for the Year Ended 31 March 2021 (cont.)

17. Statement of Funds (Previous Year)	Balance B/fwd £	Incoming Resources £	Resources Expended £	Unrealised/Realised Gains/(Losses) £	Transfers £	Balance C/fwd £
Endowment Funds						
Unrestricted Fund – General Funds	13,732	-	(49)	(778)	(79)	12,826
Restricted Funds (over £90,000)						
C&JP Fund CF	175,152	-	-	(4,960)	(9,064)	161,128
Churchstanton Community Fund CF	169,602	-	-	(5,370)	-	164,232
Clarke Willmott	136,046	-	(227)	(5,939)	(4,773)	125,107
David Medlock CF	241,091	-	-	(7,102)	(8,245)	225,744
David Price GG CF	292,543	-	(292)	(10,955)	(11,657)	269,639
Donald Lake Memorial Fund GG	126,456	-	(516)	(8,270)	(839)	116,831
Dyke Exhibition Fund	-	101,585	(95)	(14,280)	(155)	87,055
Eagle House GG	605,724	-	(2,610)	(41,820)	(4,245)	557,049
Exmoor Community Trust CF	126,198	-	-	(3,717)	(4,315)	118,166
Glemsford Fund CF	418,937	-	(999)	(21,283)	(11,307)	385,348
Graham Burrough Charitable Trust	320,517	-	(1,592)	(25,499)	(2,588)	290,838
Grave Family Fund GG CF	114,184	-	(426)	(7,154)	(1,388)	105,216
Hobhouse	-	100,000	-	-	-	100,000
McGreevy Charitable Trust GG	128,870	-	(533)	(8,533)	(866)	118,938
Millennium Fund CF	204,193	-	-	(5,765)	(10,817)	187,611
Huish's Exhibition Fund	100,578	-	(409)	(6,546)	(664)	92,959

Ringham Fund	93,313	-	-	(2,641)	(4,853)	85,819

Notes to the Financial Statements for the Year Ended 31 March 2021 (cont.)

17. Statement of Funds (Previous Year)

	Balance B/fwd	Incoming Resources	Resources Expended	Unrealised/Realised Gains/(Losses)	Transfers	Balance C/fwd
	£	£	£	£	£	£
Restricted Funds (over £90,000) Cont.						
S'set Fund for Deaf and Hard of Hearing CF	215,607	-	-	(6,827)	-	208,780
Somerset Grassroots Grants Endowment GG	182,596	-	(780)	(12,492)	(1,268)	168,056
Somerset Masonic Fund GG	249,763	-	(931)	(14,921)	(1,514)	232,397
Summerfield & Tauntfield GG CF	128,898	-	(479)	(8,006)	(1,475)	118,938
T & PJ (Milborne Port)	324,352	-	(1,356)	(21,729)	(2,205)	299,062
WCS Pickford Trust	191,893	-	(824)	(13,202)	(1,340)	176,527
Other Endowment Funds						
Discretionary (5 Funds)	98,329	-	(394)	(6,351)	(843)	90,741
Donor Directed (1 Fund)	75,485	-	(308)	(4,938)	(501)	69,738
Donor Advised (18 Funds)	764,239	-	(2,392)	(44,644)	(12,928)	704,273
Field of Interest (4 Funds)	120,206	-	(209)	(5,385)	(2,660)	111,952
Total Endowment Funds	**5,618,503**	**201,585**	**(15,421)**	**(319,107)**	**(100,589)**	**5,384,970**
Total Funds	**8,857,992**	**3,926,763**	**(2,725,620)**	**(328,692)**	**-**	**9,730,443**

Key:
CF = Community Funds
GG – Grassroots Grants

Notes to the Financial Statements for the Year Ended 31 March 2021 (cont.)

Designated Funds

Building and Maintenance Fund - for the upkeep and maintenance of Yeoman House

SYVN (Somerset Youth Volunteer Network) - to support youth volunteers in Somerset

Raising Aspirations Research Fund - to fund research in support of the Raising Aspirations mentoring programme

Yeoman House - Funds donated to purchase Yeoman House. The funds have been fully spent on acquiring the leasehold property, Yeoman House. The fund balance will be reduced by depreciation over the life of the lease.

Restricted Funds & Endowment Funds

VCSE Strategic Co-ordinator - Supporting the work of the VCSE coordinator for Somerset

All other restricted and endowment funds that support our grants programmes are listed with brief descriptions on our website.

18. Analysis of Net Assets between Funds – Current Year

	Unrestricted Funds	Restricted Funds	Endowment Funds	Total Funds
	£	£	£	£
Investments	97,767	63,260	6,700,433	6,861,460
Fixed Assets	92,536	-	-	92,536
Non-Current Assets	-	347,638	-	347,638
Current Assets/(Liabilities)	171,462	3,956,142	(8,936)	4,118,668
Non-Current (Liabilities)	-	(634,140)	-	(634,140)
	361,765	**3,732,900**	**6,691,497**	**10,786,162**

18. Analysis of Net Assets between Funds – Previous Year

	Unrestricted Funds	Restricted Funds	Endowment Funds	Total Funds
	£	£	£	£
Investments	83,736	67,786	5,407,938	5,559,460
Fixed Assets	100,266	-	-	100,266
Non-Current Assets	-	254,566	-	254,566
Current Assets	259,532	4,001,321	(22,968)	4,237,885
Non-Current (Liabilities)	-	(421,734)	-	(421,734)
	443,534	**3,901,939**	**5,384,970**	**9,730,443**

Notes to the Financial Statements for the Year Ended 31 March 2021 (cont.)

19. Financial Commitments

Capital

There were no capital commitments in respect of specific charitable projects or the purchase of tangible fixed assets as at 31 March 2021 (2020: £Nil).

Operating lease commitments

At 31 March 2021, the Foundation had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2021	2020
	£	£
Within one year	7,441	10,256
Between two and five years	37,204	27,176
Over five years	26,131	22,248
	70,776	**59,680**

Amounts recognised in the statement of financial activities as a cost during the period in respect of operating lease arrangements amounted to £7,441 (2020-12,881).

20. Transfers – Current Year

	Unrestricted Funds	Restricted Funds	Endowment Funds	Total Funds
	£	£	£	£
Income Fund	62,075	(62,075)	-	-
E Brie Legacy	(90,000)		90,000	
Other	39,779	(17,316)	(22,463)	-
	11,854	**(79,391)**	**67,537**	**-**

20. Transfers – Previous Year

	Unrestricted Funds	Restricted Funds	Endowment Funds	Total Funds
	£	£	£	£
Income Fund	58,645	(58,645)	-	-
Other	56,157	44,432	(100,589)	-
	114,802	**(14,213)**	**(100,589)**	**-**

Income Fund - relates to fees applied from the restricted income funds to contribute to the unrestricted running costs of the charity, in line with the terms of the funds.

Other - relates to the transfer of endowment fund balances to unrestricted funds from savings in investment costs in order to support the Foundation's Development.

Notes to the Financial Statements for the Year Ended 31 March 2021 (cont.)

21. Reconciliation of Net Income to Net Cash Flow from Operating Activities

	2021	2020
	£	£
Net Income for the Reporting Period (as per the Statement of Financial Activities)	**1,055,719**	**872,451**
Adjustments for:		
Depreciation Charges	12,008	8,044
Gains/(Losses) on Investments	(1,198,127)	329,857
Dividends and Interest from Investments	(167,421)	(188,607)
Increase/(Decrease) in Debtors	996,561	(1,184,618)
Increase in Creditors	1,063,072	75,396
(Increase) in Social Investments	(120,481)	(103,010)
Net Cash provided by/ (used in) Operating Activities	**1,641,331**	**(190,487)**
Analysis of Cash and Cash Equivalents		
Cash in Hand	5,246,803	3,546,202
Cash Held in Investment Portfolio	261,006	101,031
Total Cash and Cash Equivalents	**5,507,809**	**3,647,233**

22. Contingent assets

The charity has funding from EDF in relation to the Hinkley Point C programme. Funding of approximately £9million (2020: £10million) has been committed to the charity but is not recognised in these accounts as the conditions for recognition are not met.

Notes to the Financial Statements for the Year Ended 31 March 2021 (cont.)

23. Financial Instruments

Categorisation of financial instruments

	2021	2020
	£	£
Financial assets measured at fair value through income and expenditure account	6,600,454	5,458,429
Financial assets that are debt instruments measured at amortised cost	6,223,766	5,232,066
	12,824,220	10,690,495
Financial liabilities measured at amortised cost	2,118,457	1,162,055

Item of income, expenditure, gain or losses

2021	Income	Expense	Net gains	Net losses
	£	£	£	£
Financial assets measured at fair value through income and expenditure account	167,421	-	1,198,282	
	167,421		1,198,282	

2020	Income	Expense	Net gains	Net losses
	£	£	£	£
Financial assets measured at fair value through income and expenditure account	188,607	-	-	(329,857)
	188,607	-	-	(329,857)

Notes to the Financial Statements for the Year Ended 31 March 2021 (cont.)

24. Grants payable

	2021	2020
	£	£
Organisations	3,794,398	2,184,423
Individuals	43,244	27,666
Returned Grants	(12,776)	(3,080)
Total Grants Payable	**3,824,866**	**2,209,009**

Coronavirus Response and Recovery Fund	£
Grants over £2,000	
@2K Theatre	2,000
1st Taunton (Wilton) Scout Group	2,000
2BU Somerset CIC	12,500
7 Starlings CIC	2,424
able2achieve	4,900
Accessible Transport West Somerset	2,880
Actiontrack	5,000
Active and In Touch	2,000
Age UK Somerset (3 grants)	20,000
Anglo Boxing Sports Community Centre	5,000
Apple FM	2,500
ARK AT EGWOOD CIC (3 grants)	9,420
Art Care Education	3,000
Arts Taunton	4,000
Autism Somerset- Autism Community Network CIC (Grant Payment	10,000
Avalon Community Centre CIC	3,360
Axe Valley Men's Shed	4,350
BIBIC	4,000
Bournemouth Churches Housing Association	2,500
Bridgwater Cricket Club	4,628
British Flag Carnival Club	2,065
Bruton Town Council (2 grants)	3,000
Buddha Maitreya Soul Therapy Centre	2,500
Carry Me Kate Parenting Services CIC (2 grants)	5,600
Cary Cares	2,500
Catalys-ability C.I.C (2 grants)	6,000
Cavaliers Carnival Club	2,000
Centre for Sustainable Energy (2 grants)	7,150
Chard WATCH C.I.C. (2 grants)	2,500
Cheddar Valley Plus	2,000
Children's World (3 grants)	8,500
Citizens Advice Mendip	2,500

Notes to the Financial Statements for the Year Ended 31 March 2021 (cont.)

24. Grants Payable cont'd

Christ Church First School Parents, Teachers and Friends Assoc	3,000
Citizens Advice Sedgemoor	3,500
Citizens Advice South Somerset (2 grants)	12,550
Citizens Advice Taunton (2 grants)	11,915
Citizens Advice West Somerset	3,000
Community Council for Somerset (3 grants)	21,678
Conquest Centre	2,730
Coronavirus Community Help Taunton	3,700
Creativity Works	2,885
Cruse Bereavement Care Somerset	3,000
Cultivating Community	2,500
Deafinate Matters CIC	2,500
Dulverton Good Neighbours (2 grants)	6,000
EAQ Manor Farm CIC (3 grants)	10,500
Edventure Frome Community Interest Company	7,120
Elim Connect Centre (2 grants)	6,500
Elmwood Learning Support Centre	4,000
Engage Voluntary Sector Development	4,000
Escapeline (2 grants)	6,250
Exmoor Studios CIC	2,000
Exmoor Youth Project	2,500
Family Counselling Trust Somerset	5,000
Feed Avalon CIC (3 grants)	10,000
Focus Counselling	3,000
Fortitude Wellbeing CIC (2 grants)	4,600
Friends of Fairmead (working in association with Fairmead Sp	3,000
Frome Community Drivers c/o Sustainable Frome CIC (Grant Pay	4,000
Frome Medical Practice CIC	5,000
FusePerformance	4,873
Galmington Social Club	2,500
Gemini Carnival Club	4,500
Girlguiding Somerset International	2,000
Heads Up	2,200
Holly & Hawthorn Forest School (2 grants)	5,300
Home-Start West Somerset	10,000
In the Mix Youth Project (2 grants)	3,550
Josephine's Star	2,500
Knights Templar Community Church School (2 grants)	4,100
Langport and Huish Episcopi Youth Group	3,000
Langport Church Community Trust (2 grants)	6,000
Living Paintings (2 grants)	2,000
Love Glastonbury	4,000
Magdalen Environmental Trust	2,000
Make the Sunshine CIC	2,000

Notes to the Financial Statements for the Year Ended 31 March 2021 (cont.)

24. Grants Payable cont'd

Marie Curie Cancer Care	15,000
Marina Sydenham Juvenile Carnival Club	2,070
Martock Christian Fellowship	2,000
Martock Parish Council	2,000
Men in Sheds Taunton	5,000
Mencap Taunton	2,000
Mencap Taunton	2,217
Mendip Community Credit Union	8,665
MHA Communities South Somerset & Mendip District	4,500
Mind in Somerset (3 grants)	13,000
Minehead EYE CIC (2 grants)	7,000
Monks Yard	2,000
Moorvale Creative CIC	2,500
Move the Mind CIC	3,000
Neroche Woodlanders Ltd (2 grants)	6,250
North Taunton Partnership (3 grants)	9,750
Nourish (2 grants)	4,600
Nova Sports and Coaching (2 grants)	5,000
Oasis Carnival Club	3,720
On Your Bike (Recycle) Ltd	2,750
Openstorytellers Ltd	7,609
Polonia & Friends	2,175
Project Factory CIC	2,500
Purple Elephant Productions CIC (3 grants)	3,000
Radio Ninesprings	2,500
RAISE South West CIC	2,464
Raise SW Grant payment	5,000
Rare Species Theatre C.I.C (2 grants)	5,300
Reach Out (SW) CiC	2,500
Relate Dorset and South Wiltshire	3,000
Reminiscence Learning (2 grants)	12,000
Rusty Road to Recovery CIC	4,320
Second Step	4,100
Seed of Hope CIC	3,960
Shambles Carnival Club	5,000
Shared Earth Learning Co-op	2,500
Shared Earth Learning Co-op	4,000
Smart Communities Ltd (2 grants)	18,970
Somerset Activity and Sports Partnership	16,634
Somerset Art Works	3,000
Somerset Arts Therapies Centre (SATC)	3,000
Somerset Child Contact Centres	5,000

Notes to the Financial Statements for the Year Ended 31 March 2021 (Cont.)

24. Grants Payable cont'd

Somerset Counselling Centre (3 grants)	7,021
Somerset Federation of Young Farmers Clubs (3 grants)	4,750
Somerset Local Food Ltd	4,000
Somerset Mental Health in Agriculture Group	4,250
Somerset Parent Carer Forum CIC Ltd (2 grants)	4,500
Somerset Sight (2 grants)	10,000
Somerset Time For Youth (3 grants)	2,250
Somerset Youth Volunteering Network	3,000
Somerton Recreation Ground Trust	5,000
South Somerset Live At Home Scheme	3,000
Spark Somerset (4 grants)	27,550
St Andrews Church, High Ham	5,000
St Georges Hall and Playing Field	4,000
St Margaret's Hospice	2,000
St Peters' Church Yeovil	6,700
Stand Against Violence	9,660
Stogursey Parish Council (3 grants)	4,250
Stoke St Michael War Memorial Hall	2,500
Stowey Bears Pre School	2,000
Street and District Swimming Club	3,000
SWEDA (3 grants)	10,250
Sweet Track Counselling Services & The Friends of Sweet Trac	2,500
Taunton Scrubbers (2 grants)	2,500
Tavern Fight Academy	2,000
The Balsam Centre	10,000
The Be A Good Neighbour Scheme (2 grants)	5,500
The Cafe Abundance CIC	10,000
The Charltons Memorial Hall and Playing field Trust (Grant P	2,000
The Community Youth Project (Somerset) (3 grants)	6,500
The Food Forest Project	5,100
The Friends of The Princess Theatre	5,000
The Friendship Club Shepton Mallet	2,500
The Frome Shed	2,000
The Hub Yeovil Community Support Charity (2 grants)	4,000
The Lawrence Centre (2 grants)	5,000
The Magdalen Environmental Trust (2 grants)	4,000
The Marketeers Carnival Club (2 grants)	2,212
The Meeting House Arts Centre Limited	5,000
The Mendip School (3 grants)	8,400
The Minehead Hope Centre (2 grants)	2,700
The Nelson Trust	10,000
The Nurture Shed (2 grants)	3,500
The Old Stores Studio	2,900

Notes to the Financial Statements for the Year Ended 31 March 2021 (Cont.)

24. Grants payable cont'd

The Open Door	5,000
The Pod Youth Club (2 grants)	8,000
The Quantock Foodbank	2,000
The Redstart Learning Partnership	3,000
The Salvation Army	2,000
The Salvation Army Street	2,000
The Salvation Army Watchet	2,000
The Space (2 grants)	6,054
The West Somerset Inter Cultural Friendship Group (2 grants)	3,000
The Willow Set Preschool and Sun Up Sun Down Club (Grant Pay	2,300
Ups and Downs Southwest (2 grants)	20,000
Wassail Theatre Company	3,000
We Hear You (2 grants)	10,000
Wellington Community Counselling CIC (2 grants)	8,350
Wells Vineyard (4 grants)	5,100
Westcountry Savings and Loans	5,000
Westfield United Reformed Church (2 grants)	15,000
Weston-super-Mare Foodbank	2,000
Westonzoyland Carnival Club	2,600
White Ribbon Alliance UK	2,000
Wick carnival club	2,000
Williton Parish Council	2,000
WINCANTON WAR MEMORIAL HALL	2,500
Wiveliscombe Area Partnership	3,500
Wiveliscombe Community Swimming Pool Club	4,000
Wivey Cares (2 grants)	6,000
Wookey Hall Refurbishment Committee	2,026
Yeovil Art Space	3,500
Yeovil Art Space	5,000
Yeovil Community Church	9,000
Yeovil Community Meals Service	5,000
Yeovil Counselling and Pregnancy Crisis Trust, Counselling4Y	3,000
Yeovil Counselling and Pregnancy Crisis Trust, Counselling4Y	5,000
YMCA Taunton (4 grants)	5,916
Young Somerset	4,000
Youth Resource Services (The Rendezvous, Sherborne) Ltd (Gra	5,593
Sub Total	**995,714**
Grants to Organisation less than £2,000 (79)	**80,161**

Notes to the Financial Statements for the Year Ended 31 March 2021 (cont.)

24. Grants payable cont'd

Regular Grants	£
Organisations receiving £2,000 or more	
1st Banwell Scout Group	2,500
2BU Somerset CIC	10,000
Adventure Therapy	32,952
Age UK Somerset	18,300
AKA Dance	2,500
Albermarle Centre payee The Albemarle Ltd	35,000
Apple FM	2,500
ARC (formerly Taunton Association for the Homeless)	10,000
BearCat Collective	2,277
BIBIC	2,500
Boxing Martial Arts CIC	2,500
Bridgwater & Taunton Deaf Club	4,510
Broadway and Horton Cricket Club	2,000
Butleigh Playing Fields Associaion	2,080
Carymoor Environmental Trust	2,500
Centre for Sustainable Energy	4,500
Chard Evolution Majorettes payee Chard Evolution	2,000
Cheddar Village Hall	4,000
Chedzoy playing Field Association payee Chedzoy Playing Fiel	2,500
Children's World	2,500
Children's World	2,500
Citizens Advice Mendip	5,000
Citizens Advice Mendip	10,775
Citizens Advice South Somerset	30,000
Citizens Advice South Somerset	13,795
Citizens Advice Taunton	5,120
Clapton & Wayford Village Hall	2,500
Clowns	3,100
Combe Critters Baby & Toddler Group payee Combe Critters	2,434
Community Council for Somerset	58,760
Creativity Works	2,000
Cruse Bereavement Care Somerset	2,500
Devon Community Foundation	3,300

Notes to the Financial Statements for the Year Ended 31 March 2021 (cont.)

24. Grants payable cont'd

Diversity Voice	15,000
Edventure Frome Community Interest Company	15,000
ELIM Connect Centre	10,000
Forum 21	16,000
Frome Falcons Powerchair Football Club	2,494
Frome Market Health Hub	5,000
Frome Medical Practice CIC	17,600
Globe Carnival Club	2,500
Heads Up	45,500
Henhayes Centre	2,500
Home-Start West Somerset	65,500
Huish Tigers RFC	2,500
Ilton Cricket Club	2,000
Langport and Huish Episcopi Youth Group	2,500
Langport Dementia Action Alliance	2,530
Limelight Theatre	2,500
Lord's Larder Yeovil Foodbank	2,000
Love Glastonbury	2,500
Lydford Sports Club	2,500
Matt's Respite Retreats	2,500
MHA Communities South Somerset & Mendip District	8,000
Middlezoy Community Project	2,000
MOORLINCH CHURCH HALL	2,500
Neroche Woodlanders Ltd	55,824
New Horizons Somerset CIC	2,201
Nova Sports and Coaching	2,472
Oake and District Village Hall and Recreation Ground	2,000
People First Dorset	3,080
Promise Works	94,000
Purple Elephant Productions CIC	47,708
RAISE South West CIC	25,000
Re-engage	2,120

Notes to the Financial Statements for the Year Ended 31 March 2021 (cont.)

24. Grants payable cont'd

Rotary Club of Frome Selwood	4,650
Rusty Road to Recovery CIC	2,500
Second Step	10,000
Second Step	5,000
Shapwick and Polden Cricket Club	2,180
Shepton Mallet Men Shed	2,434
Somerset Activity and Sports Partnership	4,800
Somerset Archaeological and Natural History Society	16,000
Somerset Child Contact Centres	2,500
Somerset Counselling Centre	59,211
Somerset Parent Carer Forum CIC Ltd	10,000
Somerset Sight	2,000
Somerset Wildlife Trust	50,000
Somewhere House Somerset	4,000
South Cadbury Village Hall	3,500
Spark Somerset	13,750
Sparkford Cricket Club	2,000
SSAFA Somerset	11,300
St Margaret's Hospice	5,250
St Peter and St Paul Parochial Church Council	15,000
Sutton Bingham & District Canoe Club	2,272
SWEDA	5,000
The Balsam Centre	98,673
The Catalyst payee CAST	10,000
The Hub At Bridgwater	2,500
The Mendip School	2,500
The Nelson Trust	15,500
The Somerset Project CIC	5,000
Toppers Carnival Club	2,500
Wanstrow Allotment Group	2,500
Wassail Theatre Company	2,500
Wellington Community Counselling CIC	3,360
Wells Art Contemporary	2,000
Wells Swimming Club	2,500

Notes to the Financial Statements for the year ended 31 March 2021 (cont.)

24.Grants payable cont'd

West Somerset Advice	8,040
Westfield Community Association	2,500
Whitstone School Eco Club	2,500
Wiltshire Community Foundation	3,300
Wiveliscombe Community Centre	2,500
Wivey Cares	5,000
Wombat Cricket Club	5,000
Yarlington Housing Group	2,500
Yeovil Community Church	74,500
YMCA Brunel Group	11,500
Reversal People First Dorset	(7,500)
SUB-TOTAL	**1,247,652**
Grants to Organisation less than £2,000 (124)	96,367
Grants to Individuals	43,244
SUB-TOTAL	**139,611**

Hinkley Point C Community Fund Grants

Accessible Transport West Somerset	36,000
Bishops Hull Hub Limited	10,000
Burnham-On-Sea Junior Rugby Football Club	1,700
Clifton Diocese	25,000
Combwich Motor Boat & Sailing Club	2,160
Community Council for Somerset	6,294
Crafty Teacup Limited	4,199
Dunster Marsh Junior Playing Field	1,500
Dunster Marsh Junior Playing Field Association	1,500
Fortitude Wellbeing CIC	7,478
Halsway Manor	2,600
Haygrove School	50,000
Inspired to Achieve	79,388
Life Cycle UK	99,790

Notes to the Financial Statements for the Year Ended 31 March 2021 (cont.)

24. Grants payable cont'd

Minehead Amateur Boxing Club	1,000
Minehead Museum	5,000
Minehead TownWatch	400
Navigate	150,891
Nether Stowey Village Hall and Recreation Ground CIO	1,250
North Petherton Playing Fields Charitable Trust	80,000
Onion Collective	80,000
Otterhampton Parish Council	3,290
Otterhampton Village Hall	200,000
PROMISEworks	33,111
Quantock Hills AONB Service	90,000
Quantock Orienteers	3,460
Sedgemoor Playday	1,500
Somerset Child Contact Centres	5,000
Somerset Education Business Partnership	40,000
Somerset Sight	85,000
Spaxton School PTFA	5,000
St Francis of Assisi PCC	4,479
St Marys Church	2,000
State of Trust	49,421
Stogursey Parish Council	1,860
Stogursey Parochial Church Council	37,393
Stowey Bears Pre School	5,000
The Bluebirds Theatre Company (Bluebird Theatre CIC)	4,600
The Duke F.C.	2,000
The Nurture Shed	4,900
The Space	3,000
Wembdon Parklands and Community Together	5,995
Willowdown Primary Academy PTFA	5,000
Wombat Cricket Club	5,000
Woolavington Village Hall	1,322
SUB TOTAL	**1,244,481**

Notes to the Financial Statements for the Year Ended 31 March 2021 (cont.)

24. Grants payable cont'd

Somerset Social Enterprise Fund Grants	
Creative Innovation Centre CIC	8,500
Frome Cheese and Grain	6,190
Root Connections	6,667
Frome Memorial Theatre	6,000
Heart of the Village	34,000
Live Naturally	36,666
We're Eco	23,500
WHY Gallery	8,500
SUB TOTAL	**130,023**
Returned Grants	(12,776)
TOTAL GRANTS	**3,824,866**
Somerset Social Enterprise Fund Loans (excl.fees)	
Heart of the Village	66,000
Live Naturally	73,332
Root Connections	13,333
We're Eco	30,000
Total Loans Awarded	**182,665**