

Charity no 1097712

THE ST PAUL'S KNIGHTSBRIDGE FOUNDATION

**ANNUAL REPORT & ACCOUNTS
FOR THE YEAR ENDED
31ST DECEMBER 2021**

THE ST PAUL'S KNIGHTSBRIDGE FOUNDATION TRUSTEES' ANNUAL REPORT FOR THE YEAR ENDED 31ST DECEMBER 2021

History, objectives and activities furthering the public benefit

The St Paul's Knightsbridge Foundation is a charity formed under a Declaration of Trust dated 31st October 2002. Its objects are to maintain and support in office a person who is appointed as or performs the function of a curate to the Vicar of St Paul's Knightsbridge, London SW1 and to contribute towards the maintenance of the fabric, furnishings and equipment of the church and support worship, including performance of the choir and musical or artistic activities intended to encourage worship in St Paul's Church.

There are two expendable endowment funds. The first was created in 2006 from the legacy of the Reverend GRJ Shea and comprised a leasehold property in Knightsbridge and a cash sum which has now been expended. The trustees have the power to spend the capital, but both the capital and any income are restricted to the provision of remuneration, accommodation or expenses of a curate or assistant clergy for the parish of St Paul's Knightsbridge. The leasehold flat continues to be occupied by a retired clergyman who is an Honorary Assistant Priest at St Paul's Church.

The second, The Richard Thornton Ministry Fund, was created from a £1,000,000 cash donation pledged during 2019 by the trustees of the Thornton Foundation to be used in support of the clergy and ministry of the parish of St Paul's Knightsbridge.

In 2017 the Foundation acquired a copy of a cello owned by the famous cellist Rostropovich. The Foundation has undertaken to provide and insure the instrument for use by the current music scholar of St Paul's Church.

The Capital Appeal, to raise funds for the redevelopment of the St Paul's Knightsbridge church site and restoration of the chancel, continues.

The charity makes regular donations to the Parochial Church Council.

The charity's trustees have complied with their duty in section 17(5) of the 2011 Charities Act to have due regard to guidance published by the Charity Commission.

Financial review and achievements

The Foundation received donations and legacies totalling £53,035 (2020: £30,521) of which £50,000 was to the Capital Appeal.

The carol service generated fundraising income after costs of £40,482 (2020: £575 which was a virtual service).

Donations to the Parochial Church Council of St Paul's Knightsbridge totalled £87,720 (2020: £31,720) of which £32,000 (2020: £16,000) was made from the restricted Richard Thornton Ministry Fund.

In September 2021, the Trustees began investing reserves in The Richard Thornton Ministry Fund in a specialist charity investment fund which by the year end generated income of £3,086 and an unrealised gain of £6,999. Further investment will be made after the year end.

Reserves policy and plans for future periods

The unrestricted reserves at the year-end were £234,496. The Trustees maintain a level of reserves sufficient to cover future service charges pertaining to Flat 7 Wellington Court. It is also the Trustees' policy to build up reserves in order to meet the needs of St Paul's Church in years to come. They have the power to invest surplus funds as they see fit.

At the year-end, the restricted fund balances totalled £157,144 and the expendable endowment funds, £2,055,992.

**THE ST PAUL'S KNIGHTSBRIDGE FOUNDATION
TRUSTEES' ANNUAL REPORT
FOR THE YEAR ENDED 31ST DECEMBER 2021**

Risk management

The Trustees have considered the major risks to which the Foundation is exposed and have reviewed those risks and established systems and procedures to manage those risks.

Governance and management

The charity is governed by the trustees.

The Declaration of Trust states that a majority of the Trustees shall have power from time to time to appoint a new or additional trustee or trustees provided that:

- a) The Trustees shall appoint and maintain in office (a) the person who is for the time the Vicar (or if there shall be no Vicar, the Priest in Charge) of St Paul's Church and (b) a person chosen by the said Vicar or Priest in Charge from among those who are service as Church Warden to St Paul's Church and the persons so appointed under sub-paragraphs (a) and (b) of this clause shall hold office so long only as they respectively hold office as Vicar (or Priest in Charge) or as Church Warden.
- b) The Trustees being at least two in number may act in the trusts hereof notwithstanding any vacancy in their number pending the appointment of a Vicar (or Priest in Charge or Church Warden).

Administrative details

The address of the charity is St Paul's Church, 32A Wilton Place, London SW1X 8SH.

The Trustees of the charity are:

Mr John Sunderland - Chairman

The Reverend Alan Gyle - Vicar of St Paul's

Mrs Susan Thornton

Ms Lorna Gradden - Churchwarden of St Paul's

The leasehold property in Knightsbridge is held in the names of all the current trustees.

Bankers: Messrs C Hoare & Co
32 Lowndes Street
London SW1

Accountants: Begbies Chartered Accountants
Old Printers House
Stone Street
Cranbrook
Kent TN17 3HF

The Trustees have appointed Mr Daniel Valentine ACA to act as Independent Examiner for the Foundation.

**THE ST PAUL'S KNIGHTSBRIDGE FOUNDATION
TRUSTEES' ANNUAL REPORT
FOR THE YEAR ENDED 31ST DECEMBER 2021**

Trustees' responsibilities in relation to the financial statements

Law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which Report give a true and fair view of the charity's financial activities during the year and of its financial position at the end of the year. In preparing those financial statements, the Trustees are required to:

- select suitable accounting policies and apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable accounting standards and statements of recommended practice have been followed subject to any 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 charity will continue operations.

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the accounts comply with the Charities Act 2011. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report has been prepared in accordance with *Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (Charities SORP (FRS 102))* published on 16 July 2014.



MR JOHN SUNDERLAND
CHAIRMAN

28 March
..... 2022

**INDEPENDENT EXAMINERS REPORT TO THE TRUSTEES OF
THE ST PAUL'S KNIGHTSBRIDGE FOUNDATION
Charity no 1097712**

I report to the trustees on my examination of the accounts of the St Paul's Knightbridge Foundation ('the Foundation') for the year ended 31 December 2021, which are set out on pages 5 to 13.

Responsibilities and basis of report

As the trustees of the Foundation you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

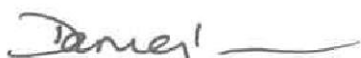
I report in respect of my examination of the Foundation's accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

- 1) accounting records were not kept in respect of the charity as required by section 130 of the Act; or
- 2) the accounts do not accord with those records; or
- 3) the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.



Daniel Valentine ACA
Begbies Chartered Accountants
Old Printers House
Stone Street
Cranbrook
Kent TN17 3HF

1/4/2022
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THE ST PAUL'S KNIGHTSBRIDGE FOUNDATION
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2021
Charity no 1097712

		Unrestricted Fund	Restricted Funds	Expendable Endowment Funds	Total 2021	Total 2020
	Note	£	£ Note 8	£ Note 8	£	£
Income from:						
Donations and legacies						
Donations		3,035	50,000	-	53,035	20,720
Legacies		-	-	-	-	5,001
Job Retention Scheme		-	-	-	-	4,800
		<u>3,035</u>	<u>50,000</u>	<u>-</u>	<u>53,035</u>	<u>30,521</u>
Other trading activities						
Fundraising events	2	62,994	-	-	62,994	6,325
Investment income						
		<u>-</u>	<u>-</u>	<u>3,086</u>	<u>3,086</u>	<u>-</u>
Total income		<u>66,029</u>	<u>50,000</u>	<u>3,086</u>	<u>119,115</u>	<u>36,846</u>
Expenditure on:						
Raising funds						
	3	<u>34,512</u>	<u>-</u>	<u>69</u>	<u>34,581</u>	<u>26,750</u>
Charitable activities						
Grants and donations	4	55,720	-	32,000	87,720	31,720
Property management costs		-	-	16,457	16,457	20,290
Insurance and legal costs		-	376	-	376	376
Governance costs	5	1,941	-	-	1,941	3,836
Staff costs	11	3,000	-	-	3,000	3,000
		<u>60,661</u>	<u>376</u>	<u>48,457</u>	<u>109,494</u>	<u>59,222</u>
Total expenditure		<u>95,173</u>	<u>376</u>	<u>48,526</u>	<u>144,075</u>	<u>85,972</u>
Net gains/(losses) on investments		<u>-</u>	<u>-</u>	<u>6,999</u>	<u>6,999</u>	<u>-</u>
Net (expenditure)/income		<u>(29,144)</u>	<u>49,624</u>	<u>(38,441)</u>	<u>(17,961)</u>	<u>(49,126)</u>
Reconciliation of funds:						
Total funds brought forward		<u>263,640</u>	<u>107,520</u>	<u>2,094,433</u>	<u>2,465,593</u>	<u>2,514,719</u>
Total funds carried forward		<u>234,496</u>	<u>157,144</u>	<u>2,055,992</u>	<u>2,447,632</u>	<u>2,465,593</u>

The charity has no permanent endowment funds.

The notes on pages 8 to 13 form part of these accounts

THE ST PAUL'S KNIGHTSBRIDGE FOUNDATION
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2021

COMPARATIVE INFORMATION FOR THE YEAR ENDED 31 DECEMBER 2020

		Unrestricted Fund	Restricted Funds	Expendable Endowment Funds	Total 2020
	Note	£	£ Note 8	£ Note 8	£
Income from:					
Donations and legacies					
Donations		20,720	-	-	20,720
Legacies		5,001	-	-	5,001
Job Retention Scheme		4,800	-	-	4,800
		<u>30,521</u>	<u>-</u>	<u>-</u>	<u>30,521</u>
Other trading activities					
Fundraising events	2	<u>6,325</u>	<u>-</u>	<u>-</u>	<u>6,325</u>
Total income		<u>36,846</u>	<u>-</u>	<u>-</u>	<u>36,846</u>
Expenditure on:					
Raising funds	3	17,750	9,000	-	26,750
Charitable activities					
Grants and donations	4	15,720	-	16,000	31,720
Property management costs		-	-	20,290	20,290
Insurance and legal costs		-	376	-	376
Governance costs	5	3,836	-	-	3,836
Staff costs		<u>3,000</u>	<u>-</u>	<u>-</u>	<u>3,000</u>
		<u>22,556</u>	<u>376</u>	<u>36,290</u>	<u>59,222</u>
Total expenditure		<u>40,306</u>	<u>9,376</u>	<u>36,290</u>	<u>85,972</u>
Net (expenditure)/income		(3,460)	(9,376)	(36,290)	(49,126)
Transfers between funds	8	(4,800)	4,800	-	-
Net movement in funds		(8,260)	(4,576)	(36,290)	(49,126)
Reconciliation of funds:					
Total funds brought forward		271,900	112,096	2,130,723	2,514,719
Total funds carried forward		<u>263,640</u>	<u>107,520</u>	<u>2,094,433</u>	<u>2,465,593</u>

The charity has no permanent endowment funds.

The notes on pages 8 to 13 form part of these accounts

THE ST PAUL'S KNIGHTSBRIDGE FOUNDATION
BALANCE SHEET
AS AT 31 DECEMBER 2021
Charity no 1097712

		Unrestricted Fund	Restricted Funds	Expendable Endowment Funds	Total 2021	Total 2020
	Note	£	£	£	£	£
Fixed assets						
Tangible assets	6	-	47,000	1,200,000	1,247,000	1,247,000
Investments	7	-	-	406,269	406,269	-
Current assets						
Trade debtors		1,050	-	-	1,050	686
Due from St Paul's Knightsbridge PCC		-	-	-	-	635
Prepayments and accrued income		-	-	7,685	7,685	7,291
Gift aid debtor		-	-	-	-	1,904
Cash at bank		235,946	110,144	442,038	788,128	1,212,297
		236,996	110,144	449,723	796,863	1,222,813
Liabilities						
Creditors: amounts falling due within one year						
Accruals		2,500	-	-	2,500	4,220
Net assets		234,496	157,144	2,055,992	2,447,632	2,465,593
Represented by:						
Unrestricted fund		234,496	-	-	234,496	263,640
Restricted funds	8	-	157,144	-	157,144	107,520
Expendable endowment funds	8	-	-	2,055,992	2,055,992	2,094,433
		234,496	157,144	2,055,992	2,447,632	2,465,593

These accounts were approved by the trustees on 28 March 2022 and signed on their behalf by:

MR JOHN SUNDERLAND
CHAIRMAN



The notes on pages 8 to 13 form part of these accounts

THE ST PAUL'S KNIGHTSBRIDGE FOUNDATION
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2021
Charity no 1097712

1 Accounting policies

The following policies have been used in dealing with items which are considered material in relation to the charity's accounts.

a) Basis of accounting and assessment of going concern

The accounts have been prepared under the historic cost convention. The accounts have been prepared in accordance with *Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland* (Charities SORP (FRS 102)) published on 16 July 2014, and the *Financial Reporting Standard applicable in the UK and Republic of Ireland* (FRS 102).

The charity constitutes a public benefit entity as defined by FRS 102.

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

b) Funds structure

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor. Details of the restricted funds are disclosed in note 8.

There is no requirement to spend the capital of an expendable endowment fund, however the Trustees are in their power to do so if they so decide. The capital and income from the fund is restricted to the use as specified by the donor. Details of the funds can be found in note 8.

Unrestricted income funds comprise those funds which the Trustees are free to use for any purpose in furtherance of the charitable objects.

c) Income

All income is recognised once the charity has entitlement to the resources, it is probable that the resources will be received and the monetary value of income can be measured with sufficient reliability.

d) Expenditure

Liabilities are recognised as resources as soon as there is a legal or constructive obligation committing the charity to the expenditure, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis with the irrecoverable element of VAT included within the category of expense to which it relates.

Expenditure on raising funds includes direct costs of events and other fundraising expenditure and is detailed in the notes. *Expenditure on charitable activities* are direct costs of the charity in undertaking its work to meet its charitable objectives and consists of grants to St Paul's Knightsbridge PCC, property expenses and governance costs. Governance costs includes those costs associated with meeting the constitutional and statutory requirements of the charity and are detailed in note 5.

THE ST PAUL'S KNIGHTSBRIDGE FOUNDATION
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2021

e) Tangible fixed assets and depreciation

The long leasehold property is stated as the probate value as at 1 January 2005 less any provisions for impairment. No depreciation is provided.

The cello is stated at cost and no depreciation is provided because in the opinion of the trustees any charge would be immaterial due to a high residual value.

f) Fixed asset investments and other financial instruments

Listed investments are initially recognised at their transactions value and subsequently measured at their fair value as at the balance sheet date using the closing quoted market value. Net gains and losses arising on revaluation and disposals are combined in the Statement of Financial Activities.

All other financial assets and financial liabilities are initially recognised at transaction value and subsequently measured at their settlement value.

2 Other trading activities - fundraising events	2021	2020
	£	£
Unrestricted Fund		
Carol Service	62,994	6,325
3 Fundraising costs	2021	2020
	£	£
Unrestricted Fund		
Carol Service	22,512	5,750
Staff costs - see note 11	12,000	12,000
	34,512	17,750
Capital Appeal Fund (restricted)		
Staff costs - see note 11	-	9,000
	-	9,000
R Thornton Ministry Fund (expendable endowment)		
Investment charges	69	-
Total	34,581	26,750

THE ST PAUL'S KNIGHTSBRIDGE FOUNDATION
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2021

4 Grants and donations payable	2021	2020	
	£	£	
Grant to St Paul's Knightsbridge PCC			
- Unrestricted Fund	40,000	-	
- The Richard Thornton Ministry Fund	32,000	16,000	
Professional fees paid on behalf of St Paul's Knightsbridge PCC			
- Unrestricted Fund	15,720	15,720	
	87,720	31,720	
5 Governance costs	2021	2020	
	£	£	
Accountancy and independent examination charges	1,550	2,790	
Legal fees	-	810	
Bank charges	391	236	
- Unrestricted Fund	1,941	3,836	
6 Tangible fixed assets			
	Cello	Long leasehold property	Total
	£	£	£
Cost			
Balance brought forward and carried forward	47,000	1,200,000	1,247,000
Net book value			
Balance brought forward and carried forward	47,000	1,200,000	1,247,000
7 Listed investments	2021	2020	
	£	£	
Additions	399,366	-	
Disposals	(96)	-	
Net unrealised investment gains/(losses)	6,999	-	
Market value carried forward	406,269	-	
Historical cost carried forward	399,270	-	

THE ST PAUL'S KNIGHTSBRIDGE FOUNDATION
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2021

8 Analysis of movement in funds	Balance at			Gains and	Funds
	1 January	Income	Expenditure	losses	31 December
	2021				2021
	£	£	£	£	£
Unrestricted fund	263,640	66,029	(95,173)	-	234,496
Restricted funds					
Capital Appeal	59,958	-	-	-	59,958
Capital Appeal - external works	-	50,000	-	-	50,000
Cello Fund	47,562	-	(376)	-	47,186
	107,520	50,000	(376)	-	157,144
Expendable endowment funds					
Reverend GRJ Shea	1,110,433	-	(16,457)	-	1,093,976
R Thornton Ministry Fund	984,000	3,086	(32,069)	6,999	962,016
	2,094,433	3,086	(48,526)	6,999	2,055,992
	2,465,593	119,115	(144,075)	6,999	2,447,632
 Prior year information	 Balance at			 Transfers	 Funds
	1 January	Income	Expenditure	between	31 December
	2020			funds	2020
	£	£	£	£	£
Unrestricted fund	271,900	36,846	(40,306)	(4,800)	263,640
Restricted funds					
Capital Appeal	64,158	-	(9,000)	4,800	59,958
Cello Fund	47,938	-	(376)	-	47,562
	112,096	-	(9,376)	4,800	107,520
Expendable endowment funds					
Reverend GRJ Shea	1,130,723	-	(20,290)	-	1,110,433
R Thornton Ministry Fund	1,000,000	-	(16,000)	-	984,000
	2,130,723	-	(36,290)	-	2,094,433
	2,514,719	36,846	(85,972)	-	2,465,593

Capital Appeal	Raising funds for the redevelopment of the St Paul's Knightsbridge church site and restoration of the chancel.
Capital Appeal - external works	A donation to the Capital Appeal to be directed to external works.
Cello Fund	The provision and maintenance of the cello purchased for use by the current music scholar of St Paul's Church.

THE ST PAUL'S KNIGHTSBRIDGE FOUNDATION
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2021

8 Analysis of movement in funds (continued)

Reverend GRJ Shea	This fund was created from the legacy of the Reverend GRJ Shea and comprised a leasehold property in Knightsbridge and a cash sum which has now been expended. The trustees have the power to spend the capital, but both the capital and any income are restricted to the provision of remuneration, accommodation or expenses of a curate or assistant clergy for the parish of St Paul's Knightsbridge. The property currently houses an assistant clergyman for the parish.
The Richard Thornton Ministry Fund	£1,000,000 of expendable capital was donated by the trustees of the Thornton Foundation in keeping with the wishes of Richard Thornton, the founder of the Thornton Foundation. It must be used in support of the clergy and ministry of the parish of St Paul's Knightsbridge.

9 Analysis of net assets between funds

	Unrestricted Fund	Restricted Funds	Expendable Endowment Funds	Total
2021				
Tangible fixed assets	-	47,000	1,200,000	1,247,000
Investments	-	-	406,269	406,269
Cash at bank	235,946	110,144	442,038	788,128
Other net current assets	(1,450)	-	7,685	6,235
	<u>234,496</u>	<u>157,144</u>	<u>2,055,992</u>	<u>2,447,632</u>
2020				
Tangible fixed assets	-	47,000	1,200,000	1,247,000
Cash at bank	264,635	60,520	887,142	1,212,297
Other net current assets	(995)	-	7,291	6,296
	<u>263,640</u>	<u>107,520</u>	<u>2,094,433</u>	<u>2,465,593</u>

10 Related party transactions

The Reverend Alan Gyle and Ms Lorna Gradden are respectively Vicar and Churchwarden of St Paul's Church, Knightsbridge which benefits from the activities of the Foundation. Both the Reverend Alan Gyle and Ms Gradden are trustees of the PCC.

During the year, the Foundation reimbursed the PCC for the cost of two members of staff employed by the PCC but engaged on activities of the Foundation as disclosed in note 11. Costs were apportioned on a time incurred basis.

There were no other related party transactions.

THE ST PAUL'S KNIGHTSBRIDGE FOUNDATION
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2021

11 Trustees remuneration and staff costs

There were no direct employees during the year (2020: nil) however the Foundation reimbursed the Parochial Church Council of St Paul's Knightsbridge for the costs of one member (2020: two members) of staff as follows:

	2021	2020
	£	£
Wages and salaries	12,744	20,491
Social security costs	1,364	2,167
Pension costs	892	1,342
	<u>15,000</u>	<u>24,000</u>

Staff costs are allocated to raising funds and charitable activities on a time incurred basis.

Raising funds - unrestricted	12,000	12,000
Raising funds - restricted	-	9,000
Charitable activities - unrestricted	3,000	3,000
	<u>15,000</u>	<u>24,000</u>

No trustee, or other connected persons, received any remuneration, benefit in kind or reimbursement of expenses.