TEES VALLEY COMMUNITY FOUNDATION

England & Wales · Charity number 1111222

Details

Status	Registered
Legal form	Charitable company
Company number	05478088
Registered	2005-09-08
Register	View on the Charity Commission register

Contact

Address	Tees Valley Community Foundation 24 Corvette House Falcon Court Preston Farm Industrial Estate Stockton-On-Tees TS18 3TX
Phone	01642989777
Email	info@teesfoundation.org
Website	www.teesfoundation.org

Activities

Objects: 3.1 THE PROMOTION OF ANY CHARITABLE PURPOSE FOR THE BENEFIT OF THE COMMUNITY IN THE AREA OF BENEFIT AND IN PARTICULAR THE ADVANCEMENT OF EDUCATION ART AND SCIENCE THE PROTECTION OF GOOD HEALTH BOTH MENTAL AND PHYSICAL AND THE RELIEF OF POVERTY AND SICKNESS.3.2 SUCH OTHER CHARITABLE PURPOSES WHICH ARE IN THE OPINION OF THE TRUSTEES BENEFICIAL TO THE COMMUNITY AND INDIVIDUALS IN THE AREA OF BENEFIT.

Activities: Providing a comprehensive and well informed service for donors by managing their funds and donations in accordance with agreed objectives.Bringing people together from the business, public and voluntary sectors to make the best use of available resources.Continuing to build a permanent charitable fund - providing income to give effective long term grant support to local people.

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Classification

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

Geography

- Hartlepool
- Middlesbrough
- Redcar And Cleveland
- Stockton-on-tees

Finances

Period end	Income	Expenditure	Assets	Employees
2025-03-31	£1,159,275	£1,844,264	£19,614,602	5
2024-03-31	£5,203,938	£1,474,841	£20,317,333	5
2023-03-31	£815,603	£883,956	£15,430,519	5
2022-03-31	£549,399	£822,385	£16,313,014	5
2021-03-31	£651,762	£767,215	£15,870,571	5

Trustees

Name	Role	Appointed
Dr Wendy Shepherd		2023-10-24
Emma Louise Read		2018-09-26
Heather O'Driscoll		2017-03-28
JEFFFREY TAYLOR		2014-08-06
KEITH SMITH		2014-08-06
Nigel Timothy Williams		2018-09-25
Robin Smith		2023-10-24

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Linked charities

- CLEVELAND COMMUNITY FOUNDATION (1111222-1)
- THE SPECK WALKER FUND (1111222-2)
- THE TEESSIDE EMERGENCY RELIEF FUND (1111222-3)
- AGNES SPENCER CHARITABLE TRUST (1111222-4)

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TEES VALLEY COMMUNITY FOUNDATION

England & Wales - Charity number 1111222

Accounts

Tees Valley Community Foundation and its Subsidiaries trading as Tees Foundation

Report of the Trustees & Financial Statements for the Year Ended 31 March 2025

Registered Number: 05478088
Registered Charity Number: 1111222

ANDERSON BARROWCLIFF LIMITED
Chartered Accountants

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1. Chair's Statement

The Trustees present their report with the audited financial statements of Tees Foundation for the year ended 31 March 2025. Markets were volatile, with sharp April falls followed by strong recovery.

This year has been marked by significant growth in our grant-giving activity, strategic partnerships and operational capabilities. It was also our first full year under the new Tees Foundation brand, a milestone in our 37-year history. Our work continues to focus on improving the quality of life for people across the Tees Valley through targeted grant support, capacity building and the development of social enterprise.

In our first year under the Tees Foundation brand, the Tees Million awarded 284 grants worth £1,386,076 to 276 groups and 8 individuals.

Looking ahead, we will launch the Tees Challenge in 2025 - buliding on the award-winning Sports Challenge with Bauer Media - offering matched funding to double community fundraising.

We also launched our Tees Foundation Alumni to retain former Trustees' knowledge, with July's first meeting uniting 20 past and present members including our President, Vice President and Chairs.

We sincerely thank our donors, whose support enables us to improve quality of life across Teesside year after year.

Jeff Taylor - Chair

2. Trustees' Report Summary

The Trustees present their report along with the financial statements of the charity for the year ended 31 March 2025.

The financial statements have been prepared in accordance with note 1 to the financial statements and comply with the charity's Memorandum and Articles of Association, the Charities Act 2011, the Companies Act 2006 and the Statement of Recommended Practice applicable to charities preparing accounts in accordance with the Financial Reporting Standard in the UK and Republic of Ireland (FRS 102)(effective 1 January 2019).

Tees Valley Community Foundation (the Foundation) has been granted a uniting direction under section 96(6) of the Charities Act 1993, which unites Cleveland Community Foundation with the Foundation for registration and accounting purposes. The Foundation is the sole trustee of Cleveland Community Foundation. Under a Charity Commission Scheme dated 12 July 2010, the Foundation became sole Trustee of the Speck Walker Fund and was granted a section 96(6) uniting direction in respect of this charity. On 14 March 2011, the assets and liabilities of the Teesside Emergency Relief Fund were transferred to the Foundation and the Foundation became its sole Trustee. A section 96(6) uniting direction has been granted in respect of this charity. The Foundation became sole Trustee of the Agnes Spencer Charitable Trust on 28 March 2014 and a linking order for accounting and registration purposes was granted by the Charity Commission effective on this date.

This does not constitute an amalgamation of the charities, which remain separate and legally distinct. Group accounts have been prepared in order to comply with the Companies Act requirements.

3. Highlights

- **284 grants awarded** to groups and individuals
- Grant giving **up 36.4%**
- Number of groups supported **up 2%**
- Launch of a bespoke, **digital grants platform**
- **Major re-brand** to Tees Foundation
- **Launched Tees Million** - our streamlined grant programme

4. Achievements & Impact 2024-2025

Grant Making Summary

- **284** grants awarded – including **276** community groups and **8** individual legacy payments through the Speck Walker Fund
- **£1,386,076** distributed – **up 36.4%** from last year's **£1,016,476**
- **276** groups supported – a **2% increase** on the **270** groups supported in 2023/24
- **226** grassroots community groups received small grants **under £5,000 totalling £617,501**
- **50** organisations received larger grants totalling **£765,475. £3100** was awarded to individuals in the form of **8** grants.
- Bespoke digital grants platform launched in April 2024 – **streamlining applications**, monitoring and reporting
- Grant making focused on key community priorities: **education, wellbeing, culture, environmental sustainability, community safety** – with **sport** recognised as an additional area of impact under wellbeing.

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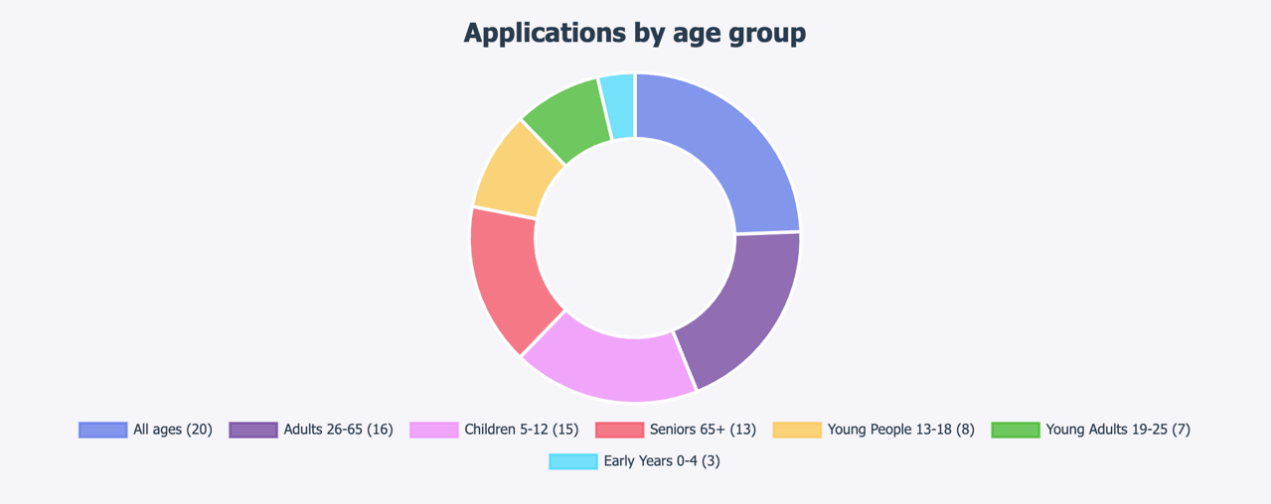
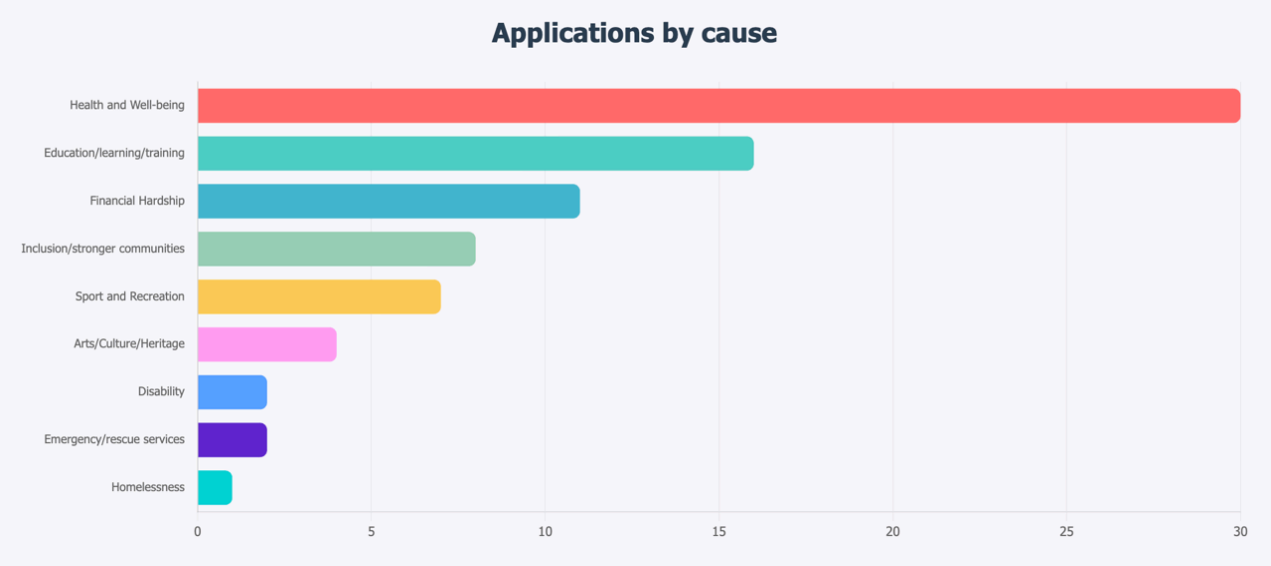
4. Achievements & Impact 2024-2025





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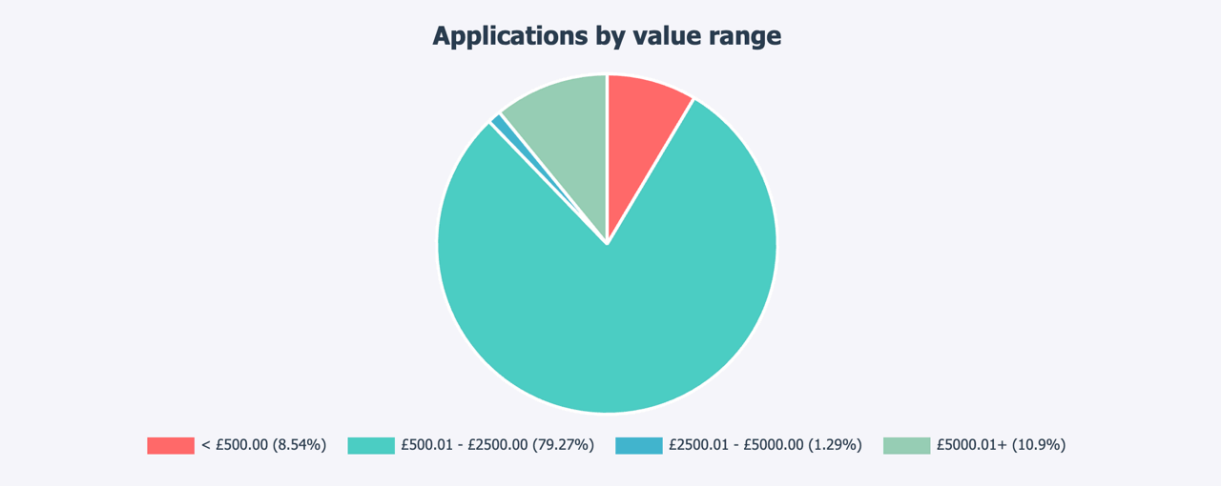
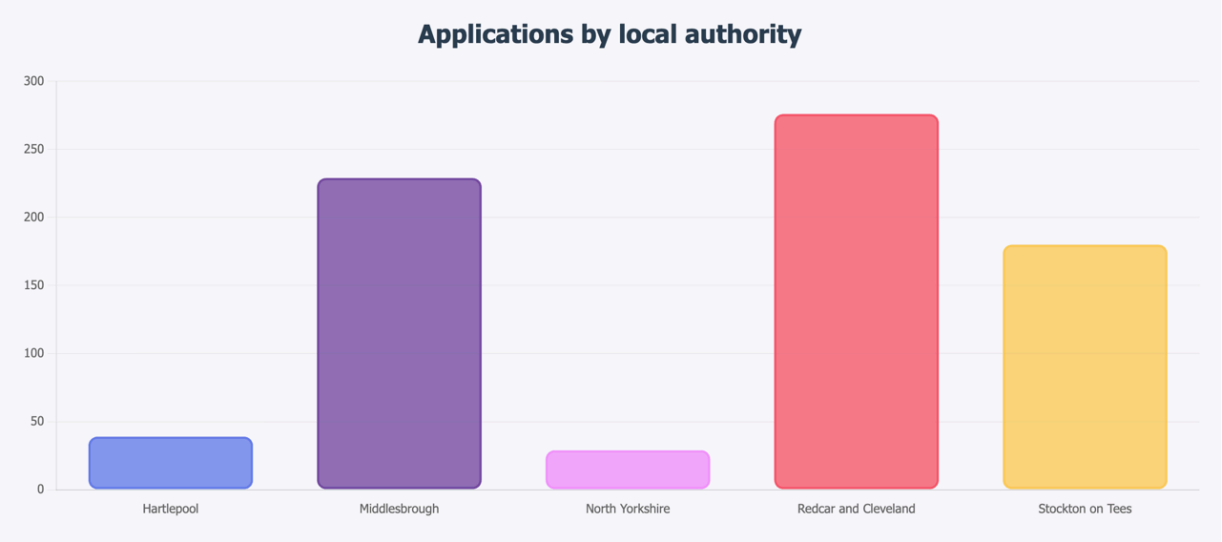
4. Achievements & Impact 2024-2025





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Behind every grant is a story worth telling...

4. Achievements & Impact 2024-2025

Peat Rigg

Tees Foundation is proud to be the owner of an incredible place nestled in the North York Moors, which is also the home of Peat Rigg Outdoor Centre.

For more than 25 years, Peat Rigg has been delivering short residential courses and adventure days designed to inspire and transform young people through safe, inclusive and exceptional outdoor educational experiences.

Set on a stunning 97-acre farm, the centre welcomes pupils from more than 140 schools each year and works closely with local charities to ensure its opportunities reach those who need them most.

Tees Foundation is also a significant funder of Peat Rigg, as part of our shared commitment to improving lives and opening up new horizons for young people. This is funding with huge impact—and we're incredibly proud to support such a world-class facility.

Snack & Chat

Boosbeck Village Hall is a small rural charity in East Cleveland run by volunteers. It brings people together through regular groups and events that build community spirit, ease loneliness, and support those struggling with the cost of living.

With many older residents affected by reduced winter fuel payments, the hall wanted to expand its warm space offer. This included providing free lunches at weekly creative sessions, refreshments at Thursday snack and chat groups, and a welcoming environment at fortnightly singing socials.

A Tees Million grant made these activities possible, covering costs so the hall could offer warm, safe, and sociable spaces. The support helps reduce isolation and ensures local people can enjoy companionship in a comfortable setting.

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4. Achievements & Impact 2024-2025

Supporting Families in Kirthleatham

Kirkleatham Parish is among the 7% most deprived in England, with over a third of children living in low-income households. To meet this need, the parish created Little Seeds – weekly community sessions designed to reduce isolation, improve wellbeing, and strengthen local family support networks.

Held in the church each week, with space provided free of charge, Little Seeds brings together eight volunteers who run creative play, music, and storytelling. These sessions give children an early educational boost while offering parents and carers valuable social contact, alongside refreshments for all.

A Tees Million grant enabled the parish to provide essential items for families attending – including nappies, baby milk, wipes, food, and sanitary products. This practical help eases pressure on struggling households and ensures families can access the full benefit of this important community resource.

Cleveland Wheelers

This local grassroots cycling club has over 300 members and supports all kinds of competitive cycling – from road to track to circuit racing. With nine British Cycling accredited coaches, they're all about creating a safe, inclusive space for riders of all levels.

For the second year running, the Wheelers hosted a brilliant cycling skills session on Saltburn's lower prom as part of the East Cleveland Classic.

Thanks to Tees Million funding, the club's looking stronger than ever – with eye-catching kit and fun equipment that makes learning skills exciting for young riders.

5. Future Plans

The Trustees are committed to building on this year's achievements and setting a clear course for the Foundation's long-term future.

Ten-Year Vision

Our ambition is to secure the Foundation's position as Teesside's leading independent grant giver, ensuring we continue to deliver sustainable, long-term support to communities for decades to come.

Planned Launches

- Tees Challenge – expanding our successful match-funding model to engage more charities and community groups across Teesside
- Tees Venture – supporting innovation and social enterprise, creating new opportunities for local communities to thrive
- Tees Data Hub – strengthening the way we collect, analyse and share insight, ensuring decisions are evidence-led and impact is clearly measured

Digital Transformation

We will continue to invest in digital systems to improve efficiency, enhance transparency and strengthen monitoring. This will allow us to track the real difference our grants are making and share those results with our donors, partners and communities.

Together, these plans represent the next stage in the evolution of Tees Foundation, positioning us to grow our impact and secure lasting change for Teesside.

6. Structure, Governance & Management

Tees Valley Community Foundation is a registered charity, number 1111222, and a company limited by guarantee, company number 05478088. It is constituted under a trust deed dated 3 June 2005. The Foundation was established in 1989 as a grant giving charity following the successful participation in a challenge set by the Mott Foundation of Flint Michigan in the USA and the Charities Aid Foundation, where £1m raised in the local area was matched by $1m gifted by the Mott Foundation, to establish a permanently endowed fund, the income from which would be used to distribute grants and operate the Foundation. The following years saw a significant campaign of fundraising, predominantly from corporate donors operating in the industrial Tees Valley successfully building a substantial endowment fund.

A root and branch review of the governance of the Foundation took place in 2018, resulting in a streamlining of the committee structure and a reduction of the size of the Board of Trustees, to improve efficiency at an operational and a strategic level.

The Foundation is overseen by a Board of seven Trustees. New Trustees are appointed by the existing Trustees and serve for four years and may put themselves forward for re-election. The Trust Deed provides for a minimum of 3 Trustees and a maximum of 12.

A schedule of potential Trustees is regularly reviewed and updated under the supervision of the Board. Where practical, individuals interested in becoming a Trustee will be invited to attend a number of Board meetings as an observer, as a precursor to becoming a Trustee. New Trustees go through a formal induction process which provides support during their first twelve months service. All Trustees are issued with a Trustee handbook, which is regularly updated and subject to a full review every year. The handbook contains information on the structure of the Foundation, including Terms of Reference, governance details and a complete meeting schedule, as well as all contact information to enable a Trustee to fulfil their role within the Foundation.

At quarterly Trustees' meetings, the Trustees agree the broad strategy and areas of future development for the Foundation. Items considered include the management of investments, reserves and risks, policies and performance and impact reporting on the grant giving activity. The day-to-day administration of grants, including the application process and decision making to a level of £5,000, is delegated to the Chief Executive and Grants Manager, with decisions being ratified by the Trustees at the next quarterly meeting.

Trustees are responsible for a specific area of interest based on their personal skill set. These include finance, investment, HR, development and law. The Board has the power to appoint temporary Task & Finish groups to carry out specific strategic activities and report back to the Trustees. The Board reviews the detailed Risk Matrix as a standing item at each meeting. The Board gives authority to the Trustee with responsibility for financial matters to oversee the annual external audit and the preparation of the annual accounts for presentation to the Trustees for consideration and approval. The Trustee appointed with responsibility for investment matters, receives the quarterly report of the Investment Manager and advises the Trustees on the performance of the fund at each Board meeting. This Trustee, with support from an appropriate Task & Finish Group is responsible for the appointment process of the Investment Manager every five years.

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6. Structure, Governance & Management

Founder:
Squadron Leader Kenneth Kime OBE

President:
Sir Ronald Norman OBE

Vice President:
Dr Tony Gillham MBE

Trustees:
Jeffrey Taylor - Chair
Keith Smith
Heather O'Driscoll
Nigel Williams
Emma Read
Robin Smith
Dr Wendy Shepherd MBE

Company Secretary
Peter Rowley OBE

Chief Executive
Hugh McGouran

Registered Company number
05478088 (England and Wales)

Registered Charity number
1111222

Bankers
Handelsbanken
Second Floor
Lakeside House
Kingfisher Way
Stockton on Tees
TS18 3NB

Investment Advisor
Rathbones Group PLC
4th Floor
3 Wellington Place
Leeds
LS1 4AP

Solicitors
Shakespeare Martineau LLP
1 Colmore Square
Birmingham
B4 6AA

Auditors
Anderson Barrowcliff Limited
Chartered Accountants
3 Kingfisher Court
Bowesfield Park
Stockton on Tees
TS18 3EX

Registered Office
1st Floor
Corvette House
Falcon Court
Preston Farm
Stockton on Tees
TS18 3TX

7. Risk Management & Objects and Activities

Risk Management

The Trustees have considered the major risks to which the Foundation is exposed and regularly review those risks and update the detailed Risk Matrix document at each Board meeting. The updated Risk Matrix is formally presented for approval at the September Board meeting with ongoing monitoring and updating carried out as a Standing Item at every Board meeting throughout the year ahead.

The Trustees consider the variability of the investment returns on the permanent endowment to constitute the Foundation's major financial risk. The power to supervise the performance of the fund and the performance of the Investment Manager has been delegated to the Trustee with responsibility for investment matters, who reviews this quarterly, with the Investment Manager making a formal presentation to the Board twice each year.

Systems and procedures are in place to monitor and manage the risks faced by the Foundation, and these are formally reviewed by the Board. The setting of remuneration for all paid staff is the responsibility of the Board, led by the Trustee with responsibility for Human Resources, with an annual standing item at the November Board meeting so that decisions are made in December and staff informed of any changes in January ahead of implementation at the start of the new financial year.

Objects and Activities for the Public Benefit

The objectives of the Foundation are to improve the quality of life of the people of the Tees Valley. The Trustees confirm that they have referred to Charity Commission guidance on public benefit when reviewing this. This has been achieved primarily through the distribution of small grants to constituted groups working to improve and support their local communities.
In the short to medium term the Trustees will ensure that grant giving represents the prime activity of the Foundation. In addition to this prime objective the Foundation will continue to develop its strategy to reduce grant dependency within participating groups. In the long term, the Foundation is seeking to build its reputation as an influencer within the sector, by working both to help local groups but also to assess what is needed in the community and use its influence to procure the support of the private and statutory sectors to aid this activity.

The Foundation has developed a bespoke digital platform for the operation of the Foundation, which manages all elements of the grant giving process, from an accessible application portal to an efficient evaluation tool. This system was implemented in April 2024 and is now fully operational. All grant recipients are monitored to ensure compliance to the terms and conditions set out in the grant award agreement. This is an online form-based process and concentrates on quantitative evidence based on the forecast of the recipient in their grant application. A random selection of 25% of grant recipients are subject to further scrutiny in the form of a monitoring visit which is carried out by current Trustees, members of the Trustee alumni and staff members. A pre-planned interview is carried out and data fed into our monitoring system. Information gathered during this process is also used to generate content for our developing social media presence.

8. Financial Review

Financial Review

The financial position of the Foundation is continually monitored by the Chief Executive and is formally reviewed on a quarterly basis by the Board of Trustees. At these meetings income and expenditure are reviewed against the rolling budget forecast and reports.

Following approval from the Charity Commission in March 2008 the Foundation adopted a total return approach to the investment of permanently endowed funds. The following is an extract from the sealed Order: -

"In accordance with the terms of the Order, the Trustees confirm that:

- In identifying the value of the portion of the permanent endowment that represented the unapplied total return, the Trustees first identified the value of the initial gift dating back to 1987 and any subsequent gifts of permanent endowment up until 31 March 2008, and:
- When determining the amount of unapplied total return to transfer to income the Trustees have considered the amount of income required to maintain the current level of charitable activity, the likely benefits to future generations, and the likely needs of future beneficiaries, and:
- When reaching their decision as to the unapplied total return to transfer to income, the Trustees have taken professional advice from their investment advisers regarding the market outlook, investment trends and yield, and the prospect for future capital growth."

As part of the total return implementation process the Trustees agreed that the investment managers be given an objective of an 8% long term average total return which comprises 4% for potential allocation to the Trust for application (Distribution Funds), 1.5% for the charge levied to administer the funds and 2.5% representing an inflationary and risk buffer.

The value of the investment portfolio held with Rathbones Group PLC at the year end amounted to £13,277,849 (2024: £13,481,357). The value of the investment portfolio held with Redmayne Bentley at the year end amounted to £199,028 (2024: £188,654). The value of the investment portfolio held with CCLA at the year end amounted to £1,089,762 (2024: £1,143,018). The value of the investment portfolio held with Charles Stanley at the year end amounted to £3,996,598 (2024: £4,200,964). The investment portfolios received dividend and interest income for the year amounting to £408,755 (2024: £395,920).

The primary source of income for the Foundation is the return on the investment of our endowment funds, both permanent and expendable. The capital investment is managed by Rathbones Group PLC Leeds as part of a bespoke portfolio. The Investment policy, reviewed annually, instructs the Investment Manager to implement a low to medium risk profile. The performance of the fund during this year saw a reduction in the value of the investments due to market volatility. Other income is generated through donations and acquisition of dormant and ineffective Trusts.

The Foundation also manages a small number of flow through funds on behalf of partner organisations, these include the Tees Offshore Community Fund. A 10% annual management fee is charged on these funds.

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8. Financial Review

Reserves Policy

The Trustees aim to maintain free reserves equal to approximately six months' core operating costs. Based on current predicted levels of activity six months' core operating costs amount to £142,000 and the balance on the Unrestricted Income and Expenditure fund is £109,428 (2024: £169,389) of which £46,527 (2024: £107,611) are free reserves after adjusting for fixed assets. The reserves reduced during the year due to expenditure on the rebrand. The Foundation will look at increasing its unrestricted funds back to its free reserves policy over the next few years.

The Trustees continue to monitor reserves on a regular basis and quarterly management accounts are reviewed by the Board of Trustees. The trustees are satisfied that the year end unrestricted reserves balance is appropriate.

9. Statement of Trustees' Responsibilities

The Trustees (who are also the directors of Tees Valley Community Foundation for the purposes of company law) are responsible for preparing the Report of the Trustees and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP; make sound judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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

In so far as the Trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are 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 auditors are aware of that information.

Auditors

The auditors, Anderson Barrowcliff LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of trustees on ..... and signed on its behalf by:

Jeffrey Taylor
Chair

10. Independent Auditors' Report to the Members of Tees Valley Community Foundation and its Subsidiaries

Opinion

We have audited the financial statements of Tees Valley Community Foundation (the 'charitable company') for the year ended 31 March 2025 which comprise Group Statement of Financial Activities, the Group and the Parent Balance Sheet, and the Group and Parent Charity Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

In our opinion the financial statements:

- give a true and fair view of the state of the groups and parent charitable company's affairs as at 31 March 2025, and of the group's incoming resources and application of resources, including its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

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

Conclusions relating to going concern

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

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

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

Other information

The Trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our Report of the Independent Auditor's 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.

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10. Independent Auditors' Report to the Members of Tees Valley Community Foundation and its Subsidiaries

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

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

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

Responsibilities of trustees

As explained more fully in the Statement of Trustees Responsibilities, 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

We have been appointed as auditors under Section 151 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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

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10. Independent Auditors' Report to the Members of Tees Valley Community Foundation and its Subsidiaries

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

Based on our understanding of the charity, we have considered applicable laws and regulations which may be fundamental to the charity's ability to operate or to avoid a material penalty, and we considered the extent to which non-compliance might have a material effect on the financial statements. We considered management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to the posting of inappropriate manual journal entries to manipulate financial performance, management bias in significant accounting estimates and any significant one-off or unusual transactions.

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

Audit procedures performed by the engagement team included:

- Enquiry of management and those charged with governance around actual and potential litigation and claims.
- Enquiry of entity staff in compliance functions to identify any instances of non-compliance with laws and regulations.
- Reviewing minutes of meetings of those charged with governance.
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations.
- Auditing the risk of management override of controls, including through testing journal entries and other adjustments for appropriateness, and evaluating the business rationale of significant transactions outside the normal course of business.
- Challenging estimates and judgements made by management in their significant accounting estimates.
- Revenue recognition; agreeing a sample of revenue transactions to gain assurance over the occurrence and accuracy of revenue and also to ensure revenue has been recognised in the correct period.

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

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

Cont...

10. Independent Auditors' Report to the Members of Tees Valley Community Foundation and its Subsidiaries

Use of our report

This report is made solely to the charitable company's members, 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 charitable company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

For & on behalf of Anderson Barrowcliff Limited
Statutory Auditor
Chartered Accountants
Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006
3 Kingfisher Court
Bowesfield Park
Stockton on Tees
TS18 3EX

Date: .....

11. Statement of Financial Activities

Tees Valley Community Foundation and its Subsidiaries
Consolidated Statement of Financial Activities
(including consolidated income and expenditure account)
for the Year Ended 31 March 2025

		Unrestricted Funds			Endowment Funds		Restricted Funds				
	Notes	Income & Expend-iture Funds £	Design-ated Admin-ist-ration Fund £	Design-ated Distribution Fund £	Permanent Endow-ment Funds £	Expendable Endowment Funds £	Income & Expend-iture £	Distribu-tion Funds £	Peat Rigg £	2025 Total £	2024 Total £
Income and endowments from:											
Donations and legacies	2	**3,168**	-	-	**12,820**	**229,670**	-	**5,768**	-	**251,426**	4,209,939
Charitable activities	3	**-**	-	-	**-**	**-**	**21,153**	**459,982**	-	**481,135**	588,448
Investment income	4	**17,959**	**11,816**	**11,748**	**323,356**	**61,835**	**-**	**-**	-	**426,714**	405,551
Total income and endowments		**21,127**	**11,816**	**11,748**	**336,176**	**291,505**	**21,153**	**465,750**	-	**1,159,275**	5,203,938
Expenditure on:											
Raising funds	5	**27,679**	**2,871**	**2,846**	**76,519**	**7,074**	**-**	**-**	-	**116,989**	102,652
Expenditure on charitable activities:											
Grant making	6	**301,923**	**-**	**31,500**	**-**	**-**	**14,228**	**1,156,440**	-	**1,504,091**	1,244,019
Advice and guidance	8	**-**	**-**	**-**	**-**	**-**	**6,925**	**216,259**	-	**223,184**	128,170
Total expenditure		**329,602**	**2,871**	**34,346**	**76,519**	**7,074**	**21,153**	**1,372,699**	-	**1,844,264**	1,474,841
Net gains / (losses) on investment assets		**-**	**8,377**	**8,363**	**3,625**	**(38,107)**	**-**	**-**	-	**(17,742)**	1,157,717
Net income / (expenditure)		**(308,475)**	**17,322**	**(14,235)**	**263,282**	**246,324**	**-**	**(906,949)**	-	**(702,731)**	4,886,814
Transfers between funds	21,22,23, 24,26	**248,514**	**(28,147)**	**(8,514)**	**(697,825)**	**(103,684)**	**-**	**589,656**	-	**-**	-
Net movements in funds	28	**(59,961)**	**(10,825)**	**(22,749)**	**(434,543)**	**142,640**	**-**	**(317,293)**	-	**(702,731)**	4,886,814
Reconciliation of funds:											
Total funds brought forward		**169,389**	**562,941**	**600,020**	**14,146,780**	**2,440,028**	**-**	**1,678,175**	**720,000**	**20,317,333**	15,430,519
Total funds carried forward		**109,428**	**552,116**	**577,271**	**13,712,237**	**2,582,668**	**-**	**1,360,882**	**720,000**	**19,614,602**	20,317,333

The notes form part of these financial statements

12. Balance Sheets

Registered Number: 05478088

Tees Valley Community Foundation and its Subsidiaries

Consolidated Balance Sheet - At 31 March 2025

	Note	2025 £	2025 £	2024 £	2024 £
Fixed assets					
Intangible assets	13		**62,155**		61,488
Tangible assets	14		**746**		290
Investment property	15		**720,000**		720,000
Investments	16		**18,563,237**		19,013,993
			19,346,138		19,795,771
Current assets					
Debtors	17	**161,624**		131,320	
Cash at bank and in hand	18	**301,456**		619,638	
		463,080		750,958	
Creditors: amounts falling due within one year	19	**194,616**		229,396	
Net current assets			**268,464**		521,562
Net assets			**19,614,602**		20,317,333
Financed by:					
Restricted funds:					
Permanent Endowment Fund	21	**13,712,237**		14,146,780	
Expendable Endowment Fund	23	**2,582,668**		2,440,028	
Distribution Fund	24	**1,360,882**		1,678,175	
Peat Rigg	15	**720,000**		720,000	
			18,375,787		18,984,983
Unrestricted funds:					
Income & Expenditure Fund	25	**109,428**		169,389	
Designated Distribution Fund	26	**577,271**		600,020	
Designated Administration Fund	22	**552,116**		562,941	
			1,238,815		1,332,350
Total funds	28		**19,614,602**		20,317,333

The Trustees consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 477 of the Companies Act 2006 (the "Act") and members have not required the company to obtain an audit for the year in question in accordance with section 476 of the Act. However, an audit is required in accordance with section 151 of the Charities Act 2011.

The trustees acknowledge their responsibilities for:

(a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and

(b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

These financial statements have been audited under the requirements of Section 151 of the Charities Act 2011.

The notes form part of these financial statements

Cont..

12. Balance Sheets

Registered Number: 05478088

Tees Valley Community Foundation
and its Subsidiaries

Consolidated Balance Sheet - continued
At 31 March 2025

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

The financial statements were approved by the Board of Trustees and authorised for issue on ..... and were signed on their behalf by:

J Taylor - Chairman

H O'Driscoll - Trustee

Cont..

12. Balance Sheets

Registered Number: 05478088

Tees Valley Community Foundation

Balance Sheet
At 31 March 2025

	Note	2025 £	2025 £	2024 £	2024 £
Fixed assets					
Intangible assets	13		**62,155**		61,488
Tangible assets	14		**746**		290
Investment property	15		**720,000**		720,000
Investments	16		**552,114**		562,941
			1,335,015		1,344,719
Current assets					
Debtors	17	**142,314**		157,237	
Cash at bank and in hand	18	**288,885**		579,413	
		431,199		736,650	
Creditors: amounts falling due within one year	19	**173,728**		209,362	
Net current assets			**257,471**		527,288
Net assets			**1,592,486**		1,872,007
Financed by:					
Restricted funds:					
Distribution Fund	24	**210,942**		419,677	
Peat Rigg	15	**720,000**		720,000	
			930,942		1,139,677
Unrestricted funds:					
Income & Expenditure Account	25		**109,428**		169,389
Designated Administration Fund	22		**552,116**		562,941
Total funds			**1,592,486**		1,872,007

The Trustees consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 477 of the Companies Act 2006 (the "Act") and members have not required the company to obtain an audit for the year in question in accordance with section 476 of the Act. However, an audit is required in accordance with section 151 of the Charities Act 2011.

The trustees acknowledge their responsibilities for

(a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and

(b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

These financial statements have been audited under the requirements of Section 151 of the Charities Act 2011.

The notes form part of these financial statements

Cont..

12. Balance Sheets

Registered Number: 05478088

Tees Valley Community Foundation

Balance Sheet - continued
At 31 March 2025

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

The financial statements were approved by the Board of Trustees and authorised for issue on ..... and were signed on their behalf by:

J Taylor - Chairman

H O'Driscoll - Trustee

13. Statement of Cash Flows

Tees Valley Community Foundation
and its Subsidiaries

Statement of Cash Flows and Consolidated
Statement of Cash Flows for the Year Ended 31 March 2025

	Note	2025 Charity £	2025 Group £	2024 Charity £	2024 Group £
Net cash provided by (used in) operating activities	34	**(330,392)**	**(1,417,053)**	58,535	(827,509)
Cash flow from investing activities					
Payments to acquire intangible and tangible fixed assets		**(9,115)**	**(9,115)**	-	-
Interest, dividends and rent		**29,775**	**426,714**	21,659	405,551
Net proceeds on purchase and sale of investments		**19,204**	**433,014**	17,651	(3,862,589)
Net cash flow used in investing activities		**39,864**	**850,613**	39,310	(3,457,038)
Cash flow from financing activities					
Receipt of endowment		**-**	**248,258**	-	4,209,939
Net cash flow provided by financing activities		**-**	**248,258**	-	4,209,939
Change in cash and cash equivalents in the year		**(290,528)**	**(318,182)**	97,845	(74,608)
Cash and cash equivalents at the beginning of the year		**579,413**	**619,638**	481,568	694,246
Cash and cash equivalents at the end of the year		**288,885**	**301,456**	579,413	619,638

14. Notes to the Financial Statements

Tees Valley Community Foundation
and its Subsidiaries

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

1 Accounting Policies

(a) General information and basis of preparation

Tees Valley Community Foundation is a private company limited by guarantee registered in England and Wales. It is registered as a charity with the Charity Commission. The address of the registered office is given in the Report of the Trustees on page 1. The nature of the Foundation's operations and principal activities is given in the Report of the Trustees on page 3.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their financial statements in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The financial statements are prepared on a going concern basis under the historical cost convention, with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to the accounts. The Trustees consider that there are no material uncertainties about the Foundation's ability to continue as a going concern. The financial statements are prepared in sterling which is the functional currency of the Foundation and rounded to the nearest £.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

(b) Group financial statements

The consolidated financial statements incorporate the financial statements of the company and its subsidiaries on a line by line basis.

(c) Income

All incoming resources are recognised in the Statement of Financial Activities (SOFA) when the Foundation is legally entitled to the income after any performance conditions have been met, and the amount can be measured reliably and it is probable that the income will be received.

Grants from the government and other agencies have been included as income from activities in furtherance of the charity's objects where these amount to a contract for services, but as donations where the money is given in response to an appeal or with greater freedom of use.

In accordance with this policy, legacies are included when the charity is advised by the personal representative of an estate that payment will be made or property transferred and the amount involved can be quantified.

Cont...

14. Notes to the Financial Statements

Tees Valley Community Foundation
and its Subsidiaries

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

(d) **Expenditure**

All expenditure is included on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised when there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably. It is categorised under the following headings:-

- Costs of raising funds compromise the costs associated with raising funds.
- Expenditure on charitable activities includes the costs associated with the objects of the Foundation.

Charitable expenditure comprises those costs incurred by the Charity in the delivery of its activities and services for its beneficiaries. It includes both costs which can be directly allocated to activities and those costs of an indirect nature necessary to support them. Costs are allocated between the expenditure categories of the SOFA based on usage of the resource. Governance costs are those incurred in connection with compliance with constitutional and statutory requirements.

Irrecoverable VAT is charged as an expense against the activity for which expenditure arose.

(e) **Allocation of support costs**

Support costs are those that assist the work of the Foundation but do not directly represent charitable activities and include office costs, finance, personnel, payroll and governance costs, which support the Foundation's activities. These costs have been allocated to expenditure on charitable activities. The bases on which the support costs have been allocated are set out in note 6.

(f) **Intangible Assets**

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Computer software is being amortised evenly over its estimated useful life of ten years.

(g) **Tangible Fixed Assets**

Fixed assets are stated at cost less accumulated depreciation. Depreciation is provided at the following annual rates in order to write off capitalised assets over their estimated useful life.

Computer equipment	33⅓% straight line
Fixtures & fittings	33⅓% straight line

(h) **Investment property**

Investment properties are measured at fair value at each reporting date with changes in fair value recognised in 'net gains / (losses) on investments' in the SoFA.

(i) **Investments**

Investments are recognised initially at fair value which is normally the transaction price excluding transaction costs. Subsequently, they are measured at fair value with changes recognised in 'net gains / (losses) on investments' in the SoFA if the shares are publicly traded or their fair value can otherwise be measured reliably

(j) **Debtors and creditors receivable/payable within one year**

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

(k) **Cash at bank and in hand**

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

Cont...

14. Notes to the Financial Statements

Tees Valley Community Foundation and its Subsidiaries

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

(l) **Leasing Commitments**

Rentals paid under operating leases are charged to the statement of financial activities on a straight line basis over the period of the lease.

(m) **Judgements and Key sources of estimation uncertainty**

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

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

2 Donations and Legacies

	Restricted	Un-Restricted	Endowment	Total 2025	2024
	£	£	£	£	£
Miscellaneous Donations	418	3,168	17,490	21,076	19,959
Intelligent investment	-	-	-	-	19,905
Cleveland Youth Association	-	-	-	-	57,151
Hill Fund	5,250	-	-	5,250	7,000
Valerie Jones Music Fund	100	-	-	100	12,130
Lieutenant Colonel Cohen Charitable Trust	-	-	-	-	4,093,794
The Peter and Marie Hammond Educational Fund	-	-	225,000	225,000	-
	5,768	3,168	242,490	251,426	4,209,939

Income from donations and legacies for 2024 was £4,209,939 of which £76,330 was restricted, £23,577 was attributable to unrestricted and £4,110,032 was attributable to endowment.

3 Charitable Activities

	Restricted	Un-Restricted	Endowment	Total 2025	2024
	£	£	£	£	£
Tees Offshore Community Benefit Fund	119,842	-	-	119,842	113,960
Playzone Project	-	-	-	-	6,902
Sofia Offshore Windfarm	36,666	-	-	36,666	36,666
VONNE (LARCH Partnership Program)	145,425	-	-	145,425	157,250
Targeted Community Interest	82,227	-	-	82,227	137,045
Your Active Living Fund	81,975	-	-	81,975	136,625
Hadley Shipping Company	15,000			15,000	
	481,135	-	-	481,135	588,448

Charitable activities for 2024 was £588,448 of which £588,448 was restricted, £Nil was attributable to unrestricted and £Nil was attributable to endowment.

Cont...

14. Notes to the Financial Statements

Tees Valley Community Foundation and its Subsidiaries

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

4 Investment Income

	Restricted £	Un-Restricted £	Endowment £	Total 2025 £	2024 £
Rental income	-	17,959	-	17,959	9,631
Interest, dividends and related tax credits	-	23,564	385,191	408,755	395,920
	-	41,523	385,191	426,714	405,551

Investment income for 2024 was £405,551 of which £Nil was restricted, £33,659 was attributable to unrestricted and £371,892 was attributable to endowment.

5 Raising Funds

	Un-Restricted £	Restricted £	Endowment £	Total 2025 £	2024 £
Salaries	16,260	-	-	16,260	14,587
Investment management costs	5,717	-	83,593	89,310	78,302
General office costs	8,328	-	-	8,328	7,570
Other costs	3,091	-	-	3,091	2,193
	33,396	-	83,593	116,989	102,652

Raising funds expenditure for 2024 was £102,652 of which £Nil was restricted, £29,916 was attributable to unrestricted and £72,736 was attributable to endowment.

Cont...

14. Notes to the Financial Statements

Tees Valley Community Foundation
and its Subsidiaries

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

6 Charitable Activities - Grant Making

	Unrestricted funds		Restricted funds		Total	
	2025	2024	**2025**	2024	**2025**	2024
	£	£	**£**	£	**£**	£
Direct Costs						
Salaries		-	**14,228**	13,693	**14,228**	13,693
Grants awarded	**31,500**	20,040	**1,138,317**	941,698	**1,169,817**	961,738
Grants returned/written back	**-**	-	**-**	(12,491)	**-**	(12,491)
External project costs	**-**	-	**18,123**	15,992	**18,123**	15,992
Support Costs						
Salaries	**138,650**	124,383	**-**	-	**138,650**	124,383
Marketing & advertising	**18,250**	1,588	**-**	-	**18,250**	1,588
Website & communications	**19,440**	41,034	**-**	-	**19,440**	41,034
Insurance	**6,400**	5,341	**-**	-	**6,400**	5,341
Heat & light	**3,871**	1,717	**-**	-	**3,871**	1,717
Telephone	**542**	359	**-**	-	**542**	359
Printing, stationery & postage	**926**	643	**-**	-	**926**	643
Computer expenses	**19,185**	8,645	**-**	-	**19,185**	8,645
Bank charges	**421**	386	**-**	-	**421**	386
Rent & rates	**13,542**	9,579	**-**	-	**13,542**	9,579
Sundry expenses	**1,969**	4,832	**-**	-	**1,969**	4,832
Depreciation and amortisation	**6,473**	6,547	**-**	-	**6,473**	6,547
Subscriptions	**5,762**	2,185	**-**	-	**5,762**	2,185
Training	**340**	36	**-**	-	**340**	36
Travel	**238**	356	**-**	-	**238**	356
Governance costs (note 7)	**65,914**	57,456	**-**	-	**65,914**	57,456
	333,423	285,127	**1,170,668**	958,892	**1,504,091**	1,244,019

7 Analysis of Governance Costs

	Unrestricted funds		Restricted funds		Total	
	2025	2024	**2025**	2024	**2025**	2024
	£	£	**£**	£	**£**	£
Salaries	**16,260**	14,587	-	-	**16,260**	14,587
General office costs	**8,328**	7,570	-	-	**8,328**	7,570
Auditors remuneration	**7,800**	6,560	-	-	**7,800**	6,560
Other accountancy fees	**21,116**	15,884	-	-	**21,116**	15,884
Legal & professional	**9,319**	10,662	-	-	**9,319**	10,662
Other costs	**3,091**	2,193	-	-	**3,091**	2,193
	65,914	57,456	-	-	**65,914**	57,456

Cont...

14. Notes to the Financial Statements

Tees Valley Community Foundation and its Subsidiaries

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

8 Charitable Activities - Advice and Guidance

	Unrestricted funds		Restricted funds		Total	
	2025	2024	**2025**	2024	**2025**	2024
	£	£	**£**	£	**£**	£
Direct Costs						
Salaries	-	-	**6,925**	7,943	**6,925**	7,943
Grants awarded	-	-	**216,259**	54,738	**216,259**	54,738
Intelligent Investment external costs	-	58,998	-	-	-	58,998
Playzone Project external costs	-	-	-	6,491	-	6,491
	-	58,998	**223,184**	69,172	**223,184**	128,170

9 Grants awarded

A list of grants awarded to organisations during the year is detailed in Appendix 1 to the accounts.

10 Staff numbers

The average number of persons employed during the year, analysed by category, was as follows:-

	Number of Employees	
	2025	2024
Administration	**1**	1
Grant making support costs	**3**	3
Fundraising	**1**	1
Total	**5**	5

11 Staff costs and Trustees' remuneration

	2025	2024
	£	£
Salaries	**172,401**	157,559
Employer's National Insurance	**12,515**	10,467
Pension Contributions	**7,407**	7,167
Total	**192,323**	175,193

Cont...

14. Notes to the Financial Statements

Tees Valley Community Foundation and its Subsidiaries

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

11 Staff costs and Trustees' remuneration (continued)

The number of employees whose total emoluments (excluding employer pension costs) for the reporting period in the following bands was:

	2025 number	2024 Number
£70,000 to £80,000 p.a.	**-**	1
£80,000 to £90,000 p.a.	**1**	-
	1	1

The Trustees received remuneration of £Nil (2024: £Nil).
Trustee expenses paid in the year amounted to £Nil (2024: £Nil).

The total amount of employee benefits received by key management personnel is £87,119 (2024 - £84,071). The Trust considers its key management personnel comprise the Chief Executive.

12 Taxation

The charity is an exempt charity within the meaning of schedule 3 of the Charities Act 2011 and is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes.

13 Intangible Assets

	Computer Software £	**Total** £
Cost:		
At 1 April 2024	68,320	**68,320**
Additions	8,436	**8,436**
At 31 March 2025	76,756	**76,756**
Depreciation:		
At 1 April 2024	6,832	**6,832**
Charge for the year	7,769	**7,769**
At 31 March 2025	14,601	**14,601**
Net Book Value:		
31 March 2025	**62,155**	**62,155**
31 March 2024	61,488	61,488

Cont...

14. Notes to the Financial Statements

Tees Valley Community Foundation
and its Subsidiaries

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

14 Tangible Assets

	Computer Equipment	Fixtures & Fittings	Total
	£	£	£
Cost:			
At 1 April 2024	26,349	14,668	**41,017**
Additions	679	-	**679**
Disposals	(22,966)	-	**(22,966)**
At 31 March 2025	4,062	14,668	**18,730**
Depreciation:			
At 1 April 2024	26,059	14,668	**40,727**
Charge for the year	223	-	**223**
Eliminated on disposal	(22,966)	-	**(22,966)**
At 31 March 2025	3,316	14,668	**17,984**
Net Book Value:			
31 March 2025	**746**	**-**	**746**
31 March 2024	290	-	290

15 Investment property

	Total
	£
Fair Value:	
At 1 April 2024	**720,000**
At 31 March 2025	**720,000**
Net Book Value:	
31 March 2025	**720,000**
31 March 2024	720,000

An independent valuation of Peat Rigg outdoor training centre was carried out by H J Scott (MRICS) of BoultonCooper in February 2023. The property was valued at its market value amounting to £720,000. The trustees believe there has been no material movement in the valuation during the year.

Cont...

14. Notes to the Financial Statements

Tees Valley Community Foundation
and its Subsidiaries

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

16 Investments

Investments are stated at fair value as at 31 March 2025 and comprise the following:-

	Company 2025 £	Group 2025 £	Company 2024 £	Group 2024 £
Government stocks	**63,003**	**2,118,279**	40,311	1,361,539
Other fixed interest stocks	**60,577**	**2,036,740**	80,624	2,723,176
UK equities	**103,289**	**3,472,838**	114,810	3,877,863
Investment trusts/funds	**43,366**	**1,458,040**	46,264	1,562,623
Overseas equities	**278,703**	**9,370,572**	275,126	9,292,700
Deposit account	**3,176**	**106,768**	5,806	196,092
	552,114	**18,563,237**	562,941	19,013,993
Analysed as follows:-				
Investment assets in (UK)	**273,411**	**9,192,665**	287,815	9,721,293
Investment assets outside (UK)	**278,703**	**9,370,572**	275,126	9,292,700
	552,114	**18,563,237**	562,941	19,013,993

	2025 £
Balance as at 1 April 2024	**19,013,993**
Additions	**4,181,901**
Increase in market value of investments	**70,554**
Disposals	**(4,525,592)**
Loss on disposal of investments	**(88,296)**
Movement on cash balances held	**(89,323)**
Balance as at 31 March 2025	**18,563,237**

17 Debtors

	Company 2025 £	Group 2025 £	Company 2024 £	Group 2024 £
Grants & donations receivable	**123,984**	**123,984**	120,722	120,722
Prepayments and accrued income	**1,700**	**37,240**	2,500	10,598
Other debtors	**16,630**	**400**	34,015	-
	142,314	**161,624**	157,237	131,320

18 Cash at bank and in hand

	Company 2025 £	Group 2025 £	Company 2024 £	Group 2024 £
Bank: Bank accounts & cash	**288,883**	**301,456**	579,413	619,638

Cont...

14. Notes to the Financial Statements

Tees Valley Community Foundation
and its Subsidiaries

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

19 Creditors: Amounts falling due within one year

	Company 2025 £	Group 2025 £	Company 2024 £	Group 2024 £
Trade creditors	**6,503**	**6,503**	9,192	9,192
Accruals and deferred income	**162,568**	**183,456**	196,081	216,115
Taxation and social security	**4,657**	**4,657**	4,089	4,089
	173,728	**194,616**	209,362	229,396

Included within accruals and deferred income is the following deferred income relating to future periods:-

	£
Tees Offshore Community Benefit Fund	**123,984**
Sofia Offshore Windfarm Fund	**-**
Spark Grant	**25,344**
	149,328

20 Financial instruments

Measured at fair value through income or expenditure.

	Company 2025 £	Group 2025 £	Company 2024 £	Group 2024 £
Investments (note 16)	**552,114**	**18,563,237**	564,941	19,013,993

Cont...

14. Notes to the Financial Statements

Tees Valley Community Foundation
and its Subsidiaries

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

21 Permanent Endowment Fund

	Balance at beginning of year	Donations	Interest, dividends and related tax credits	Investment management charges	Gain/(Loss) on sale of investments during the year	Increase/ (decrease) in value of investments during the year	Transfer to Restricted Distribution Funds	Transfer to unrestricted Income & Expenditure Fund	Balance at end of year
	£	£	£	£	£	£	£	£	£
Purpose of fund									
Specifically defined age groups	215,684	-	4,464	(1,081)	(1,135)	4,314	(8,627)	(3,235)	210,384
Education/Training	2,304,781	-	47,706	(11,557)	(12,132)	46,095	(92,191)	(34,572)	2,248,130
Community Benefit	3,417,172	12,820	70,886	(17,181)	(18,011)	68,227	(136,687)	(50,834)	3,346,392
Specific geographic area	3,330,391	-	68,911	(16,692)	(17,529)	66,641	(133,216)	(52,664)	3,245,842
Poverty/Deprivation	354,602	-	7,326	(1,774)	(1,864)	7,100	(14,184)	(6,397)	344,809
Donor instructed	4,382,913	-	115,433	(25,743)	(24,760)	(117,554)	(154,650)	(2,800)	4,172,839
Wellness/Disability	141,237	-	8,630	(2,491)	(752)	4,985	(5,649)	(2,119)	143,841
31 March 2025	**14,146,780**	**12,820**	**323,356**	**(76,519)**	**(76,183)**	**79,808**	**(545,204)**	**(152,621)**	**13,712,237**
31 March 2024	9,569,922	4,106,614	311,932	(66,307)	204,569	674,812	(507,850)	(146,912)	14,146,780

The transfer to Unrestricted Income and Expenditure Fund represents a management charge at a rate averaging 1.5% per annum (2024: 1.5% per annum).

22 Designated Administration Fund

	2025	2024
	£	£
At beginning of year	**562,941**	537,835
Interest, dividends & related tax credits	**11,816**	12,028
Investment management charges	**(2,871)**	(2,787)
Gain/(Loss) on sale of investments	**(3,018)**	13,527
Increase/(Decrease) in value of investments held	**11,395**	29,230
Transfer to Unrestricted Income & Expenditure Fund	**(28,147)**	(26,892)
At end of year	**552,116**	562,941

The fund is a designated fund which is held to produce income as a contribution towards the company's administration expenses.

The transfer to Unrestricted Income and Expenditure Fund represents a management charge at a rate of 5% per annum (2024: 5% per annum).

Cont...

14. Notes to the Financial Statements

Tees Valley Community Foundation
and its Subsidiaries

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

23 Expendable Endowment

	Balance at beginning of year £	Donations £	Interest, dividends and related tax credits £	Investment management charges £	Gain on sale of investments during the year	Increase/ (decrease) in value of investments during the year £	Transfer to Restricted Distribution Funds £	Transfer to unrestricted Income & Expenditure Fund £	Balance at end of year £
Purpose of fund									
Specifically defined age groups	75,557	1,670	1,599	(390)	(403)	1,437	(699)	(1,140)	77,631
Education/Training	611,659	225,000	14,636	(3,627)	(2,492)	7,622	(24,466)	(10,862)	817,470
Community Benefit	1,001,275	-	26,509	(1,464)	(1,537)	(27,213)	(21,504)	(15,019)	961,047
Specific geographic area	401,924	3,000	9,916	(1,033)	(1,085)	(5,006)	(10,954)	(6,029)	390,733
Sport/Leisure	302,685	-	8,204	(325)	(342)	(9,780)	(5,890)	(4,540)	290,012
Wellness/Disability	46,928	-	971	(235)	(247)	939	(1,877)	(704)	45,775
31 March 2025	**2,440,028**	**229,670**	**61,835**	**(7,074)**	**(6,106)**	**(32,001)**	**(65,390)**	**(38,294)**	**2,582,668**
31 March 2024	2,315,494	3,418	59,960	(6,429)	30,977	162,087	(92,300)	(33,179)	2,440,028

The transfer to Unrestricted Income and Expenditure Fund represents a management charge at a rate averaging 1.5% per annum (2024: 1.5% per annum).

Cont...

14. Notes to the Financial Statements

Tees Valley Community Foundation
and its Subsidiaries
Notes to the Financial Statements for the Year Ended 31 March 2025

24 Distribution Fund

	Purpose of fund	Balance at 1 April 2024	Dona-tions	Charitable activities income	Grants returned / written back	Grants awarded	External project costs	Transfer from Permanent/ Expendable Endowment Fund	Transfer to unrestricted Income & Expenditure Fund	Balance at 31 March 2025
Flow through Funds:		£	£	£	£	£		£	£	£
Tees Offshore Community Benefit Fund	Specific geographic area	132,082	-	108,947	-	(204,543)	-	-	-	36,486
Sport England	Sport/Leisure	679	-	-	-	-	-	-	(679)	-
Surviving Winter Fund	Specific geographic area	253	-	-	-	-	-	-	(253)	-
St Hilda's	Specific geographic area	4,037	-	-	-	(4,037)	-	-	-	-
Power to Change	Specific geographic area	6	-	-	-	-	-	-	(6)	-
Sofia Offshore Windfarm	Specific geographic area	41,731	-	33,333	-	(37,617)	-	-	-	37,447
Hadley Shipping Company	Sport/Leisure	-	-	15,000	-	(1,755)	-	-	-	13,245
VONNE (LARCH)	Specific geographic area	134,176	-	138,500	-	(216,259)	-	-	-	56,417
Targeted Community Interest	Sport/Leisure	62,245	-	82,227	-	(80,559)	(7,773)	-	-	56,140
Your Active Living Fund	Sport/Leisure	44,468	-	81,975	-	(104,886)	(10,350)	-	-	11,207
Permanent Endowment Distribution funds:										
Specifically defined age groups		78,846	-	-	-	(46,400)	-	8,627	-	41,073
Education/Training		91,595	-	-	-	(107,455)	-	92,191	-	76,331
Community Benefit		384,077	-	-	-	(96,406)	-	136,687	-	424,358
Specific geographic area		322,522	-	-	-	(246,154)	-	133,216	-	209,584
Poverty/Deprivation		52,220	-	-	-	(5,000)	-	14,184	-	61,404
Donor instructed		64,295	-	-	-	(100,695)	-	154,650	(20,000)	98,250
Wellness/Disability		1,247	-	-	-	(4,250)	-	5,649	-	2,646
Expendable Endowment Distribution Funds:										
Specifically defined age groups		24,621	418	-	-	(8,750)	-	699	-	16,988
Education/Training		95,384	5,350	-	-	(26,375)	-	24,466	-	98,825
Community Benefit		74,905	-	-	-	(48,246)	-	21,504	-	48,163
Specific geographic area		40,937	-	-	-	(9,579)	-	10,954	-	42,312
Sport/Leisure		25,090	-	-	-	(2,500)	-	5,890	-	28,480
Wellness/Disability		2,759	-	-	-	(3,110)	-	1,877	-	1,526
31 March 2025		**1,678,175**	**5,768**	**459,982**	**-**	**(1,354,576)**	**(18,123)**	**610,594**	**(20,938)**	**1,360,882**
31 March 2024		1,451,311	76,330	566,812	12,491	(996,436)	(22,483)	600,150	(10,000)	1,678,175

Of the above balance £210,942 relates to the parent company (2024: £419,677).

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14. Notes to the Financial Statements

Tees Valley Community Foundation
and its Subsidiaries

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

25 Income & Expenditure Fund - unrestricted

	2025	2024
	£	£
At beginning of year	**169,389**	259,445
Income	**21,127**	33,208
Expenditure	**(329,602)**	(348,435)
Transfers	**248,514**	225,171
At end of year	**109,428**	**169,389**

26 Designation Distribution Fund

	Balance at beginning of year	Donations	Interest, dividends and related tax credits	Investment management charges	Gain on sale of investments during the year	Increase/ (decrease) in value of investments during the year	Transfer to unrestricted Income & Expenditure Fund	Grants awarded	Balance at 31 March 2025
	£	£	£	£	£	£	£	£	£
Purpose of fund									
Community Benefit	492,338	-	9,884	(2,394)	(2,514)	9,550	(7,163)	(31,500)	468,201
Specific geographic area	107,682	-	1,864	(452)	(474)	1,801	(1,351)	-	109,070
31 March 2025	**600,020**	**-**	**11,748**	**(2,846)**	**(2,988)**	**11,351**	**(8,514)**	**(31,500)**	**577,271**
31 March 2024	576,512	-	12,000	(2,779)	13,424	29,091	(8,188)	(20,040)	600,020

The transfer to Unrestricted Income & Expenditure Fund represents a management charge at a rate averaging 1.5% per annum (2024: 1.5% per annum).

Cont...

14. Notes to the Financial Statements

Tees Valley Community Foundation
and its Subsidiaries

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

27 Linked Funds

Tees Valley Community Foundation is the sole trustee of Cleveland Community Foundation, The Speck Walker Fund, The Teesside Emergency Relief Fund and The Agnes Spencer Charitable Trust. All the funds have been consolidated on a line by line basis in the SOFA. A summary of the results of each linked fund is shown below:-

	Cleveland Community Foundation		The Speck Walker Fund		The Teesside Emergency Fund		The Agnes Spencer Charitable Trust	
	2025	2024	**2025**	2024	**2025**	2024	**2025**	2024
	£	£	**£**	£	**£**	£	**£**	£
Balance at 1 April 2024	**16,943,994**	12,231,824	**462,898**	449,761	**306,527**	287,659	**731,906**	689,528
Donations	**248,258**	3,904,653	**-**	49	**-**	-	**-**	-
Interest, dividends and related tax credits	**363,035**	354,703	**8,959**	9,185	**5,564**	5,705	**19,381**	15,705
Investment management charges	**(82,373)**	(112,713)	**(2,169)**	(2,127)	**(1,347)**	(1,321)	**(550)**	(537)
Gain/(Loss) on sale of investments during the year	**(81,005)**	229,756	**(2,280)**	10,252	**(1,416)**	6,367	**(577)**	2,595
Increase/(decrease) in value of investments during the year	**70,508**	1,093,212	**8,691**	22,240	**5,398**	13,812	**(25,438)**	58,165
Transfer to Unrestricted Income & Expenditure Fund	**(195,523)**	(175,631)	**(8,244)**	(7,962)	**(5,120)**	(4,945)	**(10,542)**	(9,740)
Grants awarded	**(700,948)**	(581,810)	**(15,600)**	(18,500)	**-**	(750)	**(19,872)**	(23,810)
Grants returned / written back	**-**	-	**-**	-		-	**-**	-
Balance at 31 March 2025	**16,565,946**	16,943,994	**452,255**	462,898	**309,606**	306,527	**694,308**	731,906

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14. Notes to the Financial Statements

Tees Valley Community Foundation
and its Subsidiaries

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

28 Fund Analysis

The assets held by each of the Foundation's funds are analysed as follows:-

	Investment Property	Investments	Intangible and Tangible Assets	Net Current Assets	Total
	£	£	£	£	£
Permanent Endowment Fund	-	13,712,237	-	-	**13,712,237**
Designated Administration Fund	-	577,271	-	-	**577,271**
Expendable Endowment Fund	-	2,582,668	-	-	**2,582,668**
Restricted Distribution Fund	-	1,138,945	-	221,937	**1,360,882**
Peat Rigg	720,000	-	-	-	**720,000**
Unrestricted Income & Expenditure Fund	-	-	62,901	46,527	**109,428**
Designated Distribution Fund	-	552,116	-	-	**552,116**
At 31 March 2025	**720,000**	**18,563,237**	**62,901**	**268,464**	**19,614,602**
At 31 March 2024	720,000	19,013,993	61,778	521,562	20,317,333

29 Control Relationships

At 31 March 2025 Tees Valley Community Foundation was under the control of the Trustees as noted on page 1. Tees Valley Community Foundation is the sole trustee of Cleveland Community Foundation (Registered Charity no 1111222-1, previously 700568) which from 1 April 2006 holds all Endowed Funds and is responsible for grant making out of those funds.

Tees Valley Community Foundation became the sole Trustee of The Speck Walker Fund (Registered Charity number 1111222-2) on 12 July 2010.

Tees Valley Community Foundation became the sole Trustee of The Teesside Emergency Relief Fund (Registered Charity number 1111222-3) on 14 March 2011.

Tees Valley Community Foundation became the sole Trustee of The Agnes Spencer Charitable Trust (Registered Charity Number 1111222-4) on 28 March 2014.

30 Related Party Transactions

During the year the following transactions took place between Tees Valley Community Foundation and Cleveland Community Foundation:-

	2025	2024
	£	£
Admin charge transferred from Cleveland Community Foundation to Tees Valley Community Foundation	**247,577**	225,171

Hugh McGouran is a director (from 26 January 2024) of Dementianet CIC of which has been awarded grants totalling £180,000 (2024: £19,905). Hugh is also a director of Cleveland Alzheimer's Residential Centre Limited of which has been awarded grants totalling £Nil (2024: £4,500).

Cont...

14. Notes to the Financial Statements

Tees Valley Community Foundation
and its Subsidiaries

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

30 Related Party Transactions continued..

Trustee Jeffrey Taylor is a Partner in a partnership which operates a franchise with Redmayne Bentley and they manage a portfolio on behalf of TVCF. The investment portfolio amounted to £199,028 at 31 March 2025 (2024: £188,654) and investment management fees for the year totalled £2,491 (2024: £2,250).

Trustee Wendy Shepherd is a Director of Seen Heard Believed a charity of which has been awarded grants by TVCF totalling £28,500 (2024: £25,000).

31 Unapplied Total Return

Tees Valley Community Foundation operates a total return investment strategy and transfers income from its funds to pay for grants and running costs. The movements on Unapplied Total Return in respect of the Permanent Endowment Funds are:-

	2025
	£
Balance as at 1 April 2024	**1,470,789**
Transferred to Income & Expenditure Fund from Permanent Endowment Funds	**(152,621)**
Transferred to Distribution Funds	**(505,204)**
Total Return for the period (income, realised gains/losses and changes in market value)	**250,462**
Closing balance carried forward at 31 March 2025	**1,023,426**

32 Operating Lease Commitments

Total future minimum lease payments under non-cancellable operating leases are as follows:

	2025	2024
Land & buildings	**£**	£
Expiry:		
Within one year	**8,000**	8,000
	8,000	8,000

33 Pensions

The charity operates a contributory defined contribution pension scheme for all employees. The company contributions are charged to the Statement of Financial Activities in the period to which they relate. £7,407 was paid in contributions during the year (2024: £7,167). The amount outstanding at 31 March 2025 was £Nil (2024: £Nil).

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14. Notes to the Financial Statements

Tees Valley Community Foundation
and its Subsidiaries

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

34 Reconciliation of Net Income/(Expenditure) to Net Cash Flow from Operating Activities

	Company 2025 £	**Group 2025 £**	Company 2024 £	Group 2024 £
Net income/(expenditure) for year	**(279,521)**	**(702,731)**	100,264	4,886,814
Interest, dividends and rent shown in investing activities	**(29,775)**	**(426,714)**	(21,659)	(405,551)
Depreciation of tangible fixed assets	**223**	**223**	1,252	1,252
Amortisation of intangible fixed assets	**7,769**	**7,769**	6,832	6,832
Receipt of endowment	**-**	**(248,258)**	-	(4,209,939)
(Gains)/losses on investments	**(8,377)**	**17,742**	(42,757)	(1,157,717)
(Increase)/decrease in debtors	**14,923**	**(30,304)**	(111,580)	(82,503)
Increase/(decrease) in creditors	**(35,634)**	**(34,780)**	126,183	133,303
	(330,392)	**(1,417,053)**	58,535	(827,509)

TEES VALLEY COMMUNITY FOUNDATION

England & Wales - Charity number 1111222

Accounts

Tees Valley Community Foundation and its Subsidiaries

Report of the Trustees & Financial Statements
for the Year Ended 31 March 2024

Registered Number: 05478088
Registered Charity Number: 1111222

ANDERSON BARROWCLIFF LIMITED
Chartered Accountants

Tees Valley Community Foundation
and its Subsidiaries

Trustees' Report & Financial Statements

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Tees Valley Community Foundation
and its Subsidiaries

Legal and Administrative Information

Founder:	Squadron Leader Kenneth Kime OBE	
President:	Sir Ronald Norman OBE	
Vice President:	Dr Tony Gillham MBE	
Trustees:	Jeffrey Taylor	Chair
	Keith Smith	
	Heather O'Driscoll	
	Nigel Williams	
	Emma Read	
	Robin Smith	Appointed – 24/10/2023
	Dr Wendy Shepherd	Appointed – 24/10/2023
Company Secretary	Peter Rowley OBE	
Chief Executive	Hugh McGouran	
Registered Company number	05478088 (England and Wales)	
Registered Charity number	1111222	
Bankers	Handelsbanken Second Floor Lakeside House Kingfisher Way Stockton on Tees TS18 3NB	
Investment Advisor	Rathbones Group PLC 4th Floor 3 Wellington Place Leeds LS1 4AP	
Solicitors	Shakespeare Martineau LLP 1 Colmore Square Birmingham B4 6AA	
Auditors	Anderson Barrowcliff Limited Chartered Accountants 3 Kingfisher Court Bowesfield Park Stockton on Tees TS18 3EX	
Registered Office	1st Floor Corvette House Falcon Court Preston Farm Stockton on Tees TS18 3TX	

Tees Valley Community Foundation and its Subsidiaries

Report of the Trustees for the Year Ended 31 March 2024

The Trustees present their report along with the financial statements of the charity for the year ended 31 March 2024.

The financial statements have been prepared in accordance with note 1 to the financial statements and comply with the charity's Memorandum and Articles of Association, the Charities Act 2011, the Companies Act 2006 and the Statement of Recommended Practice applicable to charities preparing accounts in accordance with the Financial Reporting Standard in the UK and Republic of Ireland (FRS 102)(effective 1 January 2019).

Tees Valley Community Foundation (the Foundation) has been granted a uniting direction under section 96(6) of the Charities Act 1993, which unites Cleveland Community Foundation with the Foundation for registration and accounting purposes. The Foundation is the sole trustee of Cleveland Community Foundation. Under a Charity Commission Scheme dated 12 July 2010, the Foundation became sole Trustee of the Speck Walker Fund and was granted a section 96(6) uniting direction in respect of this charity. On 14 March 2011, the assets and liabilities of the Teesside Emergency Relief Fund were transferred to the Foundation and the Foundation became its sole Trustee. A section 96(6) uniting direction has been granted in respect of this charity. The Foundation became sole Trustee of the Agnes Spencer Charitable Trust on 28 March 2014 and a linking order for accounting and registration purposes was granted by the Charity Commission effective on this date.

This does not constitute an amalgamation of the charities, which remain separate and legally distinct. Group accounts have been prepared in order to comply with the Companies Act requirements.

Structure, governance and management

Tees Valley Community Foundation is a registered charity, number 1111222, and a company limited by guarantee, company number 05478088. It is constituted under a trust deed dated 3 June 2005. The Foundation was established in 1989 as a grant giving charity following the successful participation in a challenge set by the Mott Foundation of Flint Michigan in the USA and the Charities Aid Foundation, where £1m raised in the local area was matched by $1m gifted by the Mott Foundation, to establish a permanently endowed fund, the income from which would be used to distribute grants and operate the Foundation. The following years saw a significant campaign of fundraising, predominantly from corporate donors operating in the industrial Tees Valley successfully building a substantial endowment fund.

A root and branch review of the governance of the Foundation took place in 2018, resulting in a streamlining of the committee structure and a reduction of the size of the Board of Trustees, to improve efficiency at an operational and a strategic level.

The Foundation is overseen by a Board of seven Trustees. New Trustees are appointed by the existing Trustees and serve for four years and may put themselves forward for re-election. The Trust Deed provides for a minimum of 3 Trustees and a maximum of 12.

A schedule of potential Trustees is regularly reviewed and updated under the supervision of the Board. Where practical, individuals interested in becoming a Trustee will be invited to attend a number of Board meetings as an observer, as a precursor to becoming a Trustee. New Trustees go through a formal induction process which provides support during their first twelve months service. All Trustees are issued with a Trustee handbook, which is regularly updated and subject to a full review every year. The handbook contains information on the structure of the Foundation, including Terms of Reference, governance details and a complete meeting schedule, as well as all contact information to enable a Trustee to fulfil their role within the Foundation.

At quarterly Trustees' meetings, the Trustees agree the broad strategy and areas of future development for the Foundation. Items considered include the management of investments, reserves and risks, policies and performance and impact reporting on the grant giving activity. The day-to-day administration of grants, including the application process and decision making to a level of £5,000, is delegated to the Chief Executive and Grants Manager, with decisions being ratified by the Trustees at the next quarterly meeting.

Report of the Trustees for the Year Ended 31 March 2024

Trustees are responsible for a specific area of interest based on their personal skill set. These include finance, investment, HR, development and law. The Board has the power to appoint temporary Task & Finish groups to carry out specific strategic activities and report back to the Trustees. The Board reviews the detailed Risk Matrix as a standing item at each meeting. The Board gives authority to the Trustee with responsibility for financial matters to oversee the annual external audit and the preparation of the annual accounts for presentation to the Trustees for consideration and approval. The Trustee appointed with responsibility for investment matters, receives the quarterly report of the Investment Manager and advises the Trustees on the performance of the fund at each Board meeting. This Trustee, with support from an appropriate Task & Finish Group is responsible for the appointment process of the Investment Manager every five years.

Risk Management

The Trustees have considered the major risks to which the Foundation is exposed and regularly review those risks and update the detailed Risk Matrix document at each Board meeting. The updated Risk Matrix is formally presented for approval at the September Board meeting with ongoing monitoring and updating carried out as a Standing Item at every Board meeting throughout the year ahead.

The Trustees consider the variability of the investment returns on the permanent endowment to constitute the Foundation's major financial risk. The power to supervise the performance of the fund and the performance of the Investment Manager has been delegated to the Trustee with responsibility for investment matters, who reviews this quarterly, with the Investment Manager making a formal presentation to the Board twice each year.

Systems and procedures are in place to monitor and manage the risks faced by the Foundation, and these are formally reviewed by the Board. The setting of remuneration for all paid staff is the responsibility of the Board, led by the Trustee with responsibility for Human Resources, with an annual standing item at the November Board meeting so that decisions are made in December and staff informed of any changes in January ahead of implementation at the start of the new financial year.

Objects and Activities for the Public Benefit

The objectives of the Foundation are to improve the quality of life of the people of the Tees Valley. The Trustees confirm that they have referred to Charity Commission guidance on public benefit when reviewing this. This has been achieved primarily through the distribution of small grants to constituted groups working to improve and support their local communities. In recent years this service has diversified beyond the limits of simple grant giving through the Foundation's Intelligent Investment programme, implemented in 2015, which helps a small number of groups become self-sufficient, breaking the cycle of grant dependency.

In the short to medium term the Trustees will ensure that grant giving represents the prime activity of the Foundation. In addition to this prime objective the Foundation will continue to develop its strategy to reduce grant dependency within participating groups, and in the short to medium term will further develop the partnership with the Larch programme, and other opportunities to reflect the current growth of social enterprise within the Third Sector. In the long term, the Foundation is seeking to build its reputation as an influencer within the sector, by working both to help local groups but also to assess what is needed in the community and use its influence to procure the support of the private and statutory sectors to aid this activity.

The Foundation has developed a bespoke digital platform for the operation of the Foundation, which manages all elements of the grant giving process, from an accessible application portal to an efficient evaluation tool. This system was implemented in April 2024 and is now fully operational. All grant recipients are monitored to ensure compliance to the terms and conditions set out in the grant award agreement. This is an online form-based process and concentrates on quantitative evidence based on the forecast of the recipient in their grant application. A random selection of 25% of grant recipients are subject to further scrutiny in the form of a monitoring visit which is carried out by current Trustees, members of the Trustee alumni and staff members. A pre-planned interview is carried out and data fed into our monitoring system. Information gathered during this process is also used to generate content for our developing social media presence.

The Foundation's ongoing development of its Intelligent Investment programme has entered a new phase as it becomes refocussed and streamlined to complement our work as a partner in the influential LARCH Social Enterprise programme which is a pilot funded through the Local Access Fund. This is a further development of the Community Business model, originally piloted in Dyke House Hartlepool, heavily supported by our Intelligent Investment model. This will continue to be a focus of the Foundation for the coming five years. It is our intention to focus our Intelligent Investment activity in the Middlesbrough and Stockton areas to serve the communities not supported through LARCH, in order that Teesside in its entirety can benefit from uniform Social Enterprise support.

Achievements and Performance

The Foundation has delivered a very successful year in terms of grants awarded and has seen significant growth in demand for our support. Grants awarded to local community groups totalled £1,016,476 in the form of 279 grants paid to groups and individuals. £3,500 was awarded to individuals in the form of 9 grants, £530,643 in small grants awarded to 227 constituted community support groups, £482,333 in larger grants was awarded to 43 local groups. This shows an increase of 96% in total grants awarded, and a growth of 101% in the number of groups supported.

The bulk of the Foundation's charitable giving is still made up of small grants of under £1,000 to small, constituted community groups, providing grassroots support to their local community. We do also provide a significant amount of a higher level of intervention, mostly as exclusive TVCF projects, but also in partnership with other charities.

Lt Col Nathan Cohen Trust

Following a long-term administrative partnership with local grant giving charity, the Lt Col Nathan Cohen Trust, it was agreed that the long-term future of the charity would be best served by a formal joining of the two bodies. The Cohen Trust Deed named TVCF as sole beneficiary should the Trustees decide to dissolve the Charity. The decision to dissolve the Charity was made by the Cohen Board of Trustees in early 2023, and the Charity was removed from the Charity Commission register in July 2023, with all assets transferring to TVCF. This increased the value of TVCF charitable assets by over 20%.

A number of 2023/24 highlights of this intensive support programme are detailed below:

Peat Rigg Farm

Peat Rigg Outdoor Training Centre continues to be the jewel in the Foundation's crown. A sector leading 64 bed educational facility based in the North Yorkshire National Park provides education and training to over 5000 local children every year. Set in 100 acres of rural parkland, visitors can access a range of activities including caving, orienteering, abseiling, mountain biking, archery and water sports. Our operating partner places emphasis on encouraging sustainable healthy living, with a high percentage of the food provided being produced on site.

The ongoing challenge faced by the delivery partner over the last 25 years has been the need to take the children off site to deliver water-based activities. The centre continues to develop changes in the way it manages the 100 acres of farmland, moving toward a stewardship approach and the introduction of rewilding to large parts of the farm.

An ambitious proposal was supported by Trustees in 2021, to create a three and a half acre lake to enable the centre to become completely self-sufficient in activity provision. This proposal was unanimously supported by the Board, who approved a large grant of over £50,000 to enable the construction to take place. Construction was completed in summer 2023 and the finished lake is actually 4.25 acres in size, with full access for disabled residents in the form of a wheelchair friendly pathway from the main building to the jetty. The facility is fully operational and has significantly reduced the need to use vehicles to transport residents to offsite activities.

Rubies

Rubies is an award-winning charity providing trauma-informed support for disadvantaged girls in Middlesbrough and Redcar & Cleveland. An application was received for a grant to pay for additional staff to provide sessional support to help permanent staff deliver an 8 week Self-Esteem & Empowerment courses in primary and secondary schools across Middlesbrough and Redcar & Cleveland. The project addressed issues around girls who

are struggling with anxiety, low mood, poor sleep, hunger, lack of social skills, unrecognised neuro-diversity and self-harm.

Achievements and Performance continued .....

Seen, Heard, Believed
This is an innovative family support charity who is working at the forefront of Trauma Informed Family Support. The opportunity to work with this ground-breaking project came as a result of our merger in July 2023 with the Lt Col Nathan Cohen Trust, which had been working closely with the initial development of this project. The Foundation was delighted to be given to opportunity to continue this support, which is both hands on intensive support work with troubled families, and the development of a delivery framework for Trauma Informed Support, which will be made available across the country when published. The Foundation recognises the support of KPMG in this innovative project.

British Cycling Tour of Britain
The Foundation worked in partnership with Redcar & Cleveland Borough Council and British Cycling to enable significant community participation along the route of the local stage of the Tour of Britain road-racing event during the summer. This event was televised live on Eurosport and the work of local groups to “dress” the route, as it wound through their village communities, was clearly evident on the TV coverage and projected a very positive image of their neighbourhoods.

Swimming in Books
This project was developed in partnership with Tees Active, Stockton Library Service and a specific donor who has a keen interest in child literacy. An innovative approach to both education and well-being aimed at developing literacy within the under 5’s using swimming and water as the key themes. This is a two-year programme with exclusive support from the Fawcett Fund.

Tamil Cultural Society - Community Sports Day
This is an example of one of the many community engagement activities that we have supported during the past year. This specific event was designed to provide an opportunity to interact and socialise with the wider community, encouraging integration and cohesion, and to increase understanding of each other’s culture to build stronger local communities.

Oxford Road Baptist Church Community Grocery Shop
This project is one of several grocery and provisions supply initiatives in our area. It provides heavily subsidised groceries for a significantly disadvantaged community, which gives customers a sense of dignity and choice. This is one example of many such projects supported this year.

New Marske Harriers Sports Club
An innovative eco-friendly community safety project, which enable local people to safely access healthy activity all year round. Working with the support of the Sofia Windfarm project, who are building the large Dogger Bank Windfarm, and the support of Redcar & Cleveland Council, we were able to provide funds to install solar lighting along the footpath to the side of the A1085 between Redcar and Marske, to increase activities (running, walking, cycling) during hours of darkness.

Moorbus CIC
A local network of environmentally friendly travel for all, to benefit the community, and, in particular to facilitate the provision of public passenger transport services to and within the North York Moors and surrounding area. The CIC used the grant to support 3 Moorsbus service routes in the Tees Valley area to operate. The Moorsbus network is organised by the volunteer Directors of the CIC and is operated with no paid staff. The CIC contracts with local bus operators every year, and produces bespoke "Days Out" information, for example "Days out from Redcar" and "Days out from Middlesbrough". All this information is also on the Moorsbus.org website. Moorbus CIC is an excellent project providing a vital link for remote communities and enabling residents of the Tees Valley to cheaply access the local countryside.

“You’ve Got This” grant programme

The Foundation was appointed as the grant distribution partner for the South Tees based "You've Got This" public health pilot programme. We were seen as a "safe and experienced pair of hands" by the programme commissioners and the partnership is now being hailed as a local success story, supporting hundreds of local people into becoming more active and pursuing healthy lifestyle choices.

Achievements and Performance continued .....

North Yorkshire Moors National Park Trust
Working in partnership with the North York Moors National Park Authority to deliver their first nature connection and wellbeing festival throughout 2024, from April until November. The festival offered time and space for people from within the National Park and surrounding areas to improve their health and wellbeing by being immersed in nature and the arts. There were a series of inspiring half day and full day art and self-care workshops for both children and adults, as well as family activities and events. Workshops covered themes in art, mindfulness, crafts and wellbeing, focusing on endangered bird species on the moors.

Financial Review

The financial position of the Foundation is continually monitored by the Chief Executive and is formally reviewed on a quarterly basis by the Board of Trustees. At these meetings income and expenditure are reviewed against the rolling budget forecast and reports.

Following approval from the Charity Commission in March 2008 the Foundation adopted a total return approach to the investment of permanently endowed funds. The following is an extract from the sealed Order: -

"In accordance with the terms of the Order, the Trustees confirm that:

- In identifying the value of the portion of the permanent endowment that represented the unapplied total return, the Trustees first identified the value of the initial gift dating back to 1987 and any subsequent gifts of permanent endowment up until 31 March 2008, and:
- When determining the amount of unapplied total return to transfer to income the Trustees have considered the amount of income required to maintain the current level of charitable activity, the likely benefits to future generations, and the likely needs of future beneficiaries, and:
- When reaching their decision as to the unapplied total return to transfer to income, the Trustees have taken professional advice from their investment advisers regarding the market outlook, investment trends and yield, and the prospect for future capital growth."

As part of the total return implementation process the Trustees agreed that the investment managers be given an objective of an 8% long term average total return which comprises 4% for potential allocation to the Trust for application (Distribution Funds), 1.5% for the charge levied to administer the funds and 2.5% representing an inflationary and risk buffer.

The value of the investment portfolio held with Rathbones Group PLC at the year end amounted to £13,481,357 (2023: £12,760,256). The value of the investment portfolio held with Redmayne Bentley at the year end amounted to £188,654 (2023: £185,289). The value of the investment portfolio held with CCLA at the year end amounted to £1,143,018 (2023: £1,048,142). The value of the investment portfolio held with Charles Stanley at the year end amounted to £4,200,964 (2023: £Nil). The investment portfolios received dividend and interest income for the year amounting to £397,326 (2023: £325,250).

The primary source of income for the Foundation is the return on the investment of our endowment funds, both permanent and expendable. The capital investment is managed by Rathbones Group PLC Leeds as part of a bespoke portfolio. The Investment policy, reviewed annually, instructs the Investment Manager to implement a low to medium risk profile. The performance of the fund during this year saw a reduction in the value of the investments due to market volatility. Other income is generated through donations and acquisition of dormant and ineffective Trusts.

The Foundation also manages a small number of flow through funds on behalf of partner organisations, these include the Tees Offshore Community Fund. A 10% annual management fee is charged on these funds.

Reserves Policy

The Trustees aim to maintain free reserves equal to approximately six months' core operating costs. Based on current predicted levels of activity six months' core operating costs amount to £159,000 and the balance on the Unrestricted Income and Expenditure fund is £169,389 (2023: £259,445) of which £136,123 (2023: £189,583) are free reserves after adjusting for fixed assets and deferred income (relating to fixed assets).

The Trustees continue to monitor reserves on a regular basis and quarterly management accounts are reviewed by the Board of Trustees. The trustees are satisfied that the year end unrestricted reserves balance is appropriate.

Plans for the future

The Foundation has developed an ambitious ten year vision to guarantee its provision of future charitable benefit to the people of Teesside. Work began in January 2023 with a detailed consultation with the staff of the Foundation to restructure the internal processes as part of the design and implementation of our new digital Management Information System.

At the same time Trustees debated the future of giving in the Teesside area, and the role of the Foundation within that process. It was agreed that it was timely to fully review and potentially redesign the entire organisation to ensure its ongoing future as the leading independent grant giver in our community.

The importance of the development of the digital environment was agreed as a major long-term priority, and as such is forming the main element of our future strategy.

The CEO has been working with highly experienced digital transformation consultants to produce the largest organisational review in the history of the Foundation. The result of this work was revealed as part of a major relaunch of the Foundation in April 2024.

As of April 2024, the Foundation will operate a suite of activities under the collective working name of the Tees Foundation. The main grant programme operated by the Foundation will be known as the Tees Million, which has been created through the streamlining of a number of our significant endowed funds. This will enable the marketing of a clear and dynamic new fund, which will be simple and quick to access. During the following months, further programmes will be launched including the Tees Challenge, modelled on our success with Bauer Media charity, Cash for Kids, and the Tees Data Hub, where we will share the vast amount of digital intelligence we have gathered over the past 20 years with those stakeholders who would find it helpful for their work in the voluntary sector.

We look forward to a very bright and independent future working to support the community sector in Teesside.

Tees Valley Community Foundation
and its Subsidiaries

Report of the Trustees
for the Year Ended 31 March 2024

Statement of Trustees' Responsibilities

The Trustees (who are also the directors of Tees Valley Community Foundation for the purposes of company law) are responsible for preparing the Report of the Trustees and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make sound judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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

In so far as the Trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are 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 auditors are aware of that information.

Auditors

The auditors, Anderson Barrowcliff LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of trustees on ..... and signed on its behalf by:

Jeffrey Taylor
Chairman

Report of the Independent Auditors to the Members of Tees Valley Community Foundation and its Subsidiaries

Opinion

We have audited the financial statements of Tees Valley Community Foundation (the 'charitable company') for the year ended 31 March 2024 which comprise Group Statement of Financial Activities, the Group and the Parent Balance Sheet, and the Group and Parent Charity Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

In our opinion the financial statements:

- give a true and fair view of the state of the groups and parent charitable company's affairs as at 31 March 2024, and of the group's incoming resources and application of resources, including its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

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

Conclusions relating to going concern

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

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

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

Other information

The Trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our Report of the Independent Auditor's 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.

Report of the Independent Auditors to the Members of Tees Valley Community Foundation and its Subsidiaries

Matters on which we are required to report by exception

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

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

Responsibilities of trustees

As explained more fully in the Statement of Trustees Responsibilities, 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

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

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

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

Based on our understanding of the charity, we have considered applicable laws and regulations which may be fundamental to the charity's ability to operate or to avoid a material penalty, and we considered the extent to which non-compliance might have a material effect on the financial statements. We considered management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to the posting of inappropriate manual journal entries to manipulate financial performance, management bias in significant accounting estimates and any significant one-off or unusual transactions.

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

Report of the Independent Auditors to the Members of Tees Valley Community Foundation and its Subsidiaries

Auditors' responsibilities for the audit of the financial statements (continued)
Audit procedures performed by the engagement team included:

- Enquiry of management and those charged with governance around actual and potential litigation and claims.
- Enquiry of entity staff in tax and compliance functions to identify any instances of non-compliance with laws and regulations.
- Reviewing minutes of meetings of those charged with governance.
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations.
- Auditing the risk of management override of controls, including through testing journal entries and other adjustments for appropriateness, and evaluating the business rationale of significant transactions outside the normal course of business.
- Challenging estimates and judgements made by management in their significant accounting estimates.
- Revenue recognition; agreeing a sample of revenue transactions to gain assurance over the occurrence and accuracy of revenue and also to ensure revenue has been recognised in the correct period.

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

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

Use of our report
This report is made solely to the charitable company's members, 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 charitable company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

For & on behalf of Anderson Barrowcliff Limited
Statutory Auditor
Chartered Accountants
Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006
3 Kingfisher Court
Bowesfield Park
Stockton on Tees
TS18 3EX

Date: .....

Tees Valley Community Foundation and its Subsidiaries
Consolidated Statement of Financial Activities
(including consolidated income and expenditure account)
for the Year Ended 31 March 2024

		Unrestricted Funds			Endowment Funds		Restricted Funds				
	Notes	Income & Expend-iture Funds	Design-ated Administ-ration Fund	Design-ated Distribution Fund	Permanent Endow-ment Funds	Expendable Endowment Funds	Income & Expend-iture	Distribu-tion Funds	Peat Rigg	2024 Total	2023 Total
		£	£	£	£	£	£	£	£	£	£
Income and endowments from:											
Donations and legacies	2	**23,577**	-	**-**	**4,106,614**	**3,418**		**76,330**	-	**4,209,939**	241,655
Charitable activities	3	**-**	**-**	**-**	**-**	**-**	**21,636**	**566,812**	**-**	**588,448**	239,947
Investment income	4	**9,631**	**12,028**	**12,000**	**311,932**	**59,960**	**-**	**-**	**-**	**405,551**	334,001

Total income and endowments	**33,208**	**12,028**	**12,000**	**4,418,546**	**63,378**	**21,636**	**643,142**	**-**	**5,203,938**	815,603

Expenditure on:											
Raising funds	5	**24,350**	**2,787**	**2,779**	**66,307**	**6,429**	**-**	**-**	**-**	**102,652**	80,157
Expenditure on charitable activities:											
Grant making	6	**265,087**	**-**	**20,040**	**-**	**-**	**13,693**	**945,199**	**-**	**1,244,019**	690,044
Advice and guidance	8	**58,998**	**-**	**-**	**-**	**-**	**7,943**	**61,229**	**-**	**128,170**	113,755

Total expenditure	**348,435**	**2,787**	**22,819**	**66,307**	**6,429**	**21,636**	**1,006,428**	**-**	**1,474,841**	883,956
Net gains / (losses) on investment assets	**-**	**42,757**	**42,515**	**879,381**	**193,064**		**-**	**-**	**1,157,717**	(814,142)

Net income / (expenditure)			**51,998**	**31,696**	**5,231,620**	**250,013**	**-**	**(363,286)**	**-**	**4,886,814**	(882,495)
Transfers between funds	21,22,23, 24,26	**225,171**	**(26,892)**	**(8,188)**	**(654,762)**	**(125,479)**	**-**	**590,150**	**-**	**-**	-

Net movements in funds	28	**(90,056)**	**25,106**	**23,508**	**4,576,858**	**124,534**	**-**	**226,864**	**-**	**4,886,814**	(882,495)
Reconciliation of funds:											
Total funds brought forward		**259,445**	**537,835**	**576,512**	**9,569,922**	**2,315,494**	**-**	**1,451,311**	**720,000**	**15,430,519**	16,313,014

Total funds carried forward	**169,389**	**562,941**	**600,020**	**14,146,780**	**2,440,028**	**-**	**1,678,175**	**720,000**	**20,317,333**	15,430,519

Tees Valley Community Foundation
and its Subsidiaries

Consolidated Balance Sheet - At 31 March 2024

	Note	2024 £	2024 £	2023 £	2023 £
Fixed assets					
Intangible assets	13		**61,488**		68,320
Tangible assets	14		**290**		1,542
Investment property	15		**720,000**		720,000
Investments	16		**19,013,993**		13,993,687
			19,795,771		14,783,549
Current assets					
Debtors	17	**131,320**		48,817	
Cash at bank and in hand	18	**619,638**		694,246	
		750,958		743,063	
Creditors: amounts falling due within one year	19	**229,396**		96,093	
Net current assets			**521,562**		646,970
Net assets			**20,317,333**		15,430,519
Financed by:					
Restricted funds:					
Permanent Endowment Fund	21	**14,146,780**		9,569,922	
Expendable Endowment Fund	23	**2,440,028**		2,315,494	
Distribution Fund	24	**1,678,175**		1,451,311	
Peat Rigg	15	**720,000**		720,000	
			18,984,983		14,056,727
Unrestricted funds:					
Income & Expenditure Fund	25	**169,389**		259,445	
Designated Distribution Fund	26	**600,020**		576,512	
Designated Administration Fund	22	**562,941**		537,835	
			1,332,350		1,373,792
Total funds	28		**20,317,333**		15,430,519

The Trustees consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 477 of the Companies Act 2006 (the "Act") and members have not required the company to obtain an audit for the year in question in accordance with section 476 of the Act. However, an audit is required in accordance with section 151 of the Charities Act 2011.

The trustees acknowledge their responsibilities for:

(a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and

(b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

These financial statements have been audited under the requirements of Section 145 of the Charities Act 2011.

The notes form part of these financial statements

Tees Valley Community Foundation
and its Subsidiaries

Consolidated Balance Sheet - continued
At 31 March 2024

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

The financial statements were approved by the Board of Trustees and authorised for issue on ..... and were signed on their behalf by:

J Taylor - Chairman

H O'Driscoll - Trustee

The notes form part of these financial statements

Tees Valley Community Foundation

Balance Sheet
At 31 March 2024

	Note	**2024** £	**2024** £	2023 £	2023 £
Fixed assets					
Intangible assets	13		**61,488**		68,320
Tangible assets	14		**290**		1,542
Investment property	15		**720,000**		720,000
Investments	16		**562,941**		537,835
			1,344,719		1,327,697
Current assets					
Debtors	17	**157,237**		45,657	
Cash at bank and in hand	18	**579,413**		481,568	
		736,650		527,225	
Creditors: amounts falling due within one year	19	**209,362**		83,179	
Net current assets			**527,288**		444,046
Net assets			**1,872,007**		1,771,743
Financed by:					
Restricted funds:					
Distribution Fund	24	**419,677**		254,463	
Peat Rigg	15	**720,000**		720,000	
			1,139,677		974,463
Unrestricted funds:					
Income & Expenditure Account	25		**169,389**		259,445
Designated Administration Fund	22		**562,941**		537,835
Total funds			**1,872,007**		1,771,743

The Trustees consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 477 of the Companies Act 2006 (the "Act") and members have not required the company to obtain an audit for the year in question in accordance with section 476 of the Act. However, an audit is required in accordance with section 151 of the Charities Act 2011.

The trustees acknowledge their responsibilities for

(a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and

(b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

These financial statements have been audited under the requirements of Section 145 of the Charities Act 2011.

The notes form part of these financial statements

Tees Valley Community Foundation

Balance Sheet - continued
At 31 March 2024

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

The financial statements were approved by the Board of Trustees and authorised for issue on ..... and were signed on their behalf by:

J Taylor - Chairman

H O'Driscoll - Trustee

The notes form part of these financial statements

Tees Valley Community Foundation
and its Subsidiaries

Statement of Cash Flows and Consolidated
Statement of Cash Flows for the Year Ended 31 March 2024

	Note	2024 Charity £	2024 Group £	2023 Charity £	2023 Group £
Net cash provided by (used in) operating activities	34	**58,535**	**(827,509)**	17,154	(596,172)
Cash flow from investing activities					
Payments to acquire intangible and tangible fixed assets		**-**	**-**	(68,819)	(68,819)
Interest, dividends and rent		**21,659**	**405,551**	22,199	334,001
Net proceeds on purchase and sale of investments		**17,651**	**(3,862,589)**	19,462	220,103
Net cash flow used in investing activities		**39,310**	**(3,457,038)**	(27,158)	485,285
Cash flow from financing activities					
Receipt of endowment		**-**	**4,209,939**	-	231,395
Net cash flow provided by financing activities		**-**	**4,209,939**	-	231,395
Change in cash and cash equivalents in the year		**97,845**	**(74,608)**	(10,004)	120,508
Cash and cash equivalents at the beginning of the year		**481,568**	**694,246**	491,572	573,738
Cash and cash equivalents at the end of the year		**579,413**	**619,638**	481,568	694,246

1 Accounting Policies

(a) General information and basis of preparation

Tees Valley Community Foundation is a private company limited by guarantee registered in England and Wales. It is registered as a charity with the Charity Commission. The address of the registered office is given in the Report of the Trustees on page 1. The nature of the Foundation's operations and principal activities is given in the Report of the Trustees on page 3.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their financial statements in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The financial statements are prepared on a going concern basis under the historical cost convention, with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to the accounts. The Trustees consider that there are no material uncertainties about the Foundation's ability to continue as a going concern. The financial statements are prepared in sterling which is the functional currency of the Foundation and rounded to the nearest £.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

(b) Group financial statements

The consolidated financial statements incorporate the financial statements of the company and its subsidiaries on a line by line basis.

(c) Income

All incoming resources are recognised in the Statement of Financial Activities (SOFA) when the Foundation is legally entitled to the income after any performance conditions have been met, and the amount can be measured reliably and it is probable that the income will be received.

Grants from the government and other agencies have been included as income from activities in furtherance of the charity's objects where these amount to a contract for services, but as donations where the money is given in response to an appeal or with greater freedom of use.

In accordance with this policy, legacies are included when the charity is advised by the personal representative of an estate that payment will be made or property transferred and the amount involved can be quantified.

(d) **Expenditure**

All expenditure is included on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised when there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably. It is categorised under the following headings:-

- Costs of raising funds compromise the costs associated with raising funds.
- Expenditure on charitable activities includes the costs associated with the objects of the Foundation.

Charitable expenditure comprises those costs incurred by the Charity in the delivery of its activities and services for its beneficiaries. It includes both costs which can be directly allocated to activities and those costs of an indirect nature necessary to support them. Costs are allocated between the expenditure categories of the SOFA based on usage of the resource. Governance costs are those incurred in connection with compliance with constitutional and statutory requirements.

Irrecoverable VAT is charged as an expense against the activity for which expenditure arose.

(e) **Allocation of support costs**

Support costs are those that assist the work of the Foundation but do not directly represent charitable activities and include office costs, finance, personnel, payroll and governance costs, which support the Foundation's activities. These costs have been allocated to expenditure on charitable activities. The bases on which the support costs have been allocated are set out in note 6.

(f) **Intangible Assets**

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Computer software is being amortised evenly over its estimated useful life of ten years.

(g) **Tangible Fixed Assets**

Fixed assets are stated at cost less accumulated depreciation. Depreciation is provided at the following annual rates in order to write off capitalised assets over their estimated useful life.

Computer equipment	33⅓% straight line
Fixtures & fittings	33⅓% straight line

(h) **Investment property**

Investment properties are measured at fair value at each reporting date with changes in fair value recognised in 'net gains / (losses) on investments' in the SoFA.

(i) **Investments**

Investments are recognised initially at fair value which is normally the transaction price excluding transaction costs. Subsequently, they are measured at fair value with changes recognised in 'net gains / (losses) on investments' in the SoFA if the shares are publicly traded or their fair value can otherwise be measured reliably

(j) **Debtors and creditors receivable/payable within one year**

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

(k) **Cash at bank and in hand**

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

(l) **Leasing Commitments**

Rentals paid under operating leases are charged to the statement of financial activities on a straight line basis over the period of the lease.

(m) **Judgements and Key sources of estimation uncertainty**

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

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

2 Donations and Legacies

	Restricted	Un-Restricted	Endowment	Total 2024	2023
	£	£	£	£	£
Miscellaneous Donations	**49**	**3,672**	**16,238**	**19,959**	24,168
The Prochorus Fund	**-**	**-**	**-**	**-**	1,000
Intelligent investment	**-**	**19,905**	**-**	**19,905**	-
Friends of Tees Heritage Park	**-**	**-**	**-**	**-**	3,000
Godfrey Humphries Legacy	**-**	**-**	**-**	**-**	213,487
Cleveland Youth Association	**57,151**	**-**	**-**	**57,151**	-
Hill Fund	**7,000**	**-**	**-**	**7,000**	-
Valerie Jones Music Fund	**12,130**	**-**	**-**	**12,130**	-
Lieutenant Colonel Cohen Charitable Trust	**-**	**-**	**4,093,794**	**4,093,794**	-
	76,330	**23,577**	**4,110,032**	**4,209,939**	241,655

Income from donations and legacies for 2023 was £241,655 of which £7,070 was restricted, £3,190 was attributable to unrestricted and £231,395 was attributable to endowment.

3 Charitable Activities

	Restricted	Un-Restricted	Endowment	Total 2024	2023
	£	£	£	£	£
Tees Offshore Community Benefit Fund	**113,960**	**-**	**-**	**113,960**	100,458
Playzone Project	**6,902**	**-**	**-**	**6,902**	18,096
Power to Change	**-**	**-**	**-**	**-**	2,927
Sofia Offshore Windfarm	**36,666**	**-**	**-**	**36,666**	36,666
VONNE (LARCH Partnership Program)	**157,250**	**-**	**-**	**157,250**	80,000
Support activities	**-**	**-**	**-**	**-**	1,800
Targeted Community Interest	**137,045**	**-**	**-**	**137,045**	-
Your Active Living Fund	**136,625**	**-**	**-**	**136,625**	-
	588,448	**-**	**-**	**588,448**	239,947

Charitable activities for 2023 was £239,947 of which £238,147 was restricted, £1,800 was attributable to unrestricted and £Nil was attributable to endowment.

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

4 Investment Income

	Restricted	Un-Restricted	Endowment	Total 2024	2023
	£	£	£	£	£
Rental income	-	9,631	-	9,631	8,751
Interest, dividends and related tax credits	-	24,028	371,892	395,920	325,250
	-	33,659	371,892	405,551	334,001

Investment income for 2023 was £334,001 of which £Nil was restricted, £35,681 was attributable to unrestricted and £298,320 was attributable to endowment.

5 Raising Funds

	Un-Restricted	Restricted	Endowment	Total 2024	2023
	£	£	£	£	£
Salaries	14,587	-	-	14,587	12,975
Investment management costs	5,566	-	72,736	78,302	61,358
General office costs	7,570	-	-	7,570	4,257
Other costs	2,193	-	-	2,193	1,567
	29,916	-	72,736	102,652	80,157

Raising funds expenditure for 2023 was £80,157 of which £Nil was restricted, £24,345 was attributable to unrestricted and £55,812 was attributable to endowment.

Tees Valley Community Foundation
and its Subsidiaries

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

6 Charitable Activities - Grant Making

	Unrestricted funds		Restricted funds		Total	
	2024	2023	**2024**	2023	**2024**	2023
	£	£	**£**	£	**£**	£
Direct Costs						
Salaries	**-**	-	**13,693**	12,466	**13,693**	12,466
Grants awarded	**20,040**	9,596	**941,698**	471,332	**961,738**	480,928
Grants returned/written back	**-**	-	**(12,491)**	(5,914)	**(12,491)**	(5,914)
External project costs	**-**	-	**15,992**	-	**15,992**	-
Support Costs						
Salaries	**124,383**	110,641	**-**	-	**124,383**	110,641
Marketing & advertising	**1,588**	8,367	**-**	-	**1,588**	8,367
Website & communications	**41,034**	19,146	**-**	-	**41,034**	19,146
Insurance	**5,341**	4,500	**-**	-	**5,341**	4,500
Heat & light	**1,717**	-	**-**	-	**1,717**	-
Telephone	**359**	219	**-**	-	**359**	219
Printing, stationery & postage	**643**	455	**-**	-	**643**	455
Office equipment and rental	**-**	129	**-**	-	**-**	129
Computer expenses	**8,645**	1,971	**-**	-	**8,645**	1,971
Bank charges	**386**	347	**-**	-	**386**	347
Rent & rates	**9,579**	7,963	**-**	-	**9,579**	7,963
Sundry expenses	**4,832**	1,156	**-**	-	**4,832**	1,156
Depreciation and amortisation	**6,547**	2,295	**-**	-	**6,547**	2,295
Subscriptions	**2,185**	1,521	**-**	-	**2,185**	1,521
Training	**36**	830	**-**	-	**36**	830
Travel	**356**	753	**-**	-	**356**	753
Governance costs (note 7)	**57,456**	42,271	**-**	-	**57,456**	42,271
	285,127	212,160	**958,892**	477,884	**1,244,019**	690,044

7 Analysis of Governance Costs

	Unrestricted funds		Restricted funds		Total	
	2024	2023	**2024**	2023	**2024**	2023
	£	£	**£**	£	**£**	£
Salaries	**14,587**	12,975	**-**	-	**14,587**	12,975
General office costs	**7,570**	4,256	**-**	-	**7,570**	4,256
Auditors remuneration	**6,560**	5,240	**-**	-	**6,560**	5,240
Other accountancy fees	**15,884**	13,585	**-**	-	**15,884**	13,585
Legal & professional	**10,662**	4,648	**-**	-	**10,662**	4,648
Other costs	**2,193**	1,567	**-**	-	**2,193**	1,567
	57,456	42,271	**-**	-	**57,456**	42,271

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

8 Charitable Activities - Advice and Guidance

	Unrestricted funds		Restricted funds		Total	
	2024	2023	**2024**	2023	**2024**	2023
	£	£	**£**	£	**£**	£
Direct Costs						
Salaries	**-**	-	**7,943**	7,427	**7,943**	7,427
Grants awarded	**-**	-	**54,738**	37,086	**54,738**	37,086
Intelligent Investment external costs	**58,998**	13,252	**-**	-	**58,998**	13,252
Power to Change external costs	**-**	-	**-**	38,677	**-**	38,677
Playzone Project external costs	**-**	-	**6,491**	17,313	**6,491**	17,313
	58,998	13,252	**69,172**	100,503	**128,170**	113,755

9 Grants awarded

A list of grants awarded to organisations during the year is detailed in Appendix 1 to the accounts.

10 Staff numbers

The average number of persons employed during the year, analysed by category, was as follows:-

	Number of Employees	
	2024	2023
Administration	**1**	1
Grant making support costs	**3**	3
Fundraising	**1**	1
Total	**5**	5

11 Staff costs and Trustees' remuneration

	2024	2023
	£	£
Salaries	**157,559**	140,753
Employer's National Insurance	**10,467**	8,843
Pension Contributions	**7,167**	6,888
Total	**175,193**	156,484

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

11 Staff costs and Trustees' remuneration (continued)

The number of employees whose total emoluments (excluding employer pension costs) for the reporting
period in the following bands was:

	2024 number	2023 Number
£70,000 to £80,000 p.a.	**1**	1
	1	1

The Trustees received remuneration of £Nil (2023: £Nil).
Trustee expenses paid in the year amounted to £Nil (2023: £Nil).

The total amount of employee benefits received by key management personnel is £84,071 (2023 - £76,573). The Trust considers its key management personnel comprise the Chief Executive.

12 Taxation

The charity is an exempt charity within the meaning of schedule 3 of the Charities Act 2011 and is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes.

13 Intangible Assets

	Computer Software £	**Total** £
Cost:		
At 1 April 2023	68,320	**68,320**
At 31 March 2024	68,320	**68,320**
Depreciation:		
At 1 April 2023	-	**-**
Charge for the year	6,832	**6,832**
At 31 March 2024	6,832	**6,832**
Net Book Value:		
31 March 2024	**61,488**	**61,488**
31 March 2023	68,320	68,320

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

14 Tangible Assets

	Computer Equipment	Fixtures & Fittings	Total
	£	£	£
Cost:			
At 1 April 2023	26,349	14,668	**41,017**
At 31 March 2024	26,349	14,668	**41,017**
Depreciation:			
At 1 April 2023	24,807	14,668	**39,475**
Charge for the year	1,252	-	**1,252**
At 31 March 2024	26,059	14,668	**40,727**
Net Book Value:			
31 March 2024	**290**	**-**	**290**
31 March 2023	1,542	-	1,542

15 Investment property

	Total £
Fair Value:	
At 1 April 2023	**720,000**
At 31 March 2024	**720,000**
Net Book Value:	
31 March 2024	**720,000**
31 March 2023	720,000

An independent valuation of Peat Rigg outdoor training centre was carried out by H J Scott (MRICS) of BoultonCooper in February 2023. The property was valued at its market value amounting to £720,000. The trustees believe there has been no material movement in the valuation during the year.

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

16 Investments

Investments are stated at fair value as at 31 March 2024 and comprise the following:-

	Company 2024 £	**Group 2024 £**	Company 2023 £	Group 2023 £
Government stocks	**40,311**	**1,361,539**	39,806	1,035,697
Other fixed interest stocks	**80,624**	**2,723,176**	59,249	1,541,573
UK equities	**114,810**	**3,877,863**	152,217	3,960,462
Investment trusts/funds	**46,264**	**1,562,623**	76,653	1,994,396
Overseas equities	**275,126**	**9,292,700**	206,960	5,384,812
Deposit account	**5,806**	**196,092**	2,950	76,747
	562,941	**19,013,993**	537,835	13,993,687
Analysed as follows:-				
Investment assets in (UK)	**287,815**	**9,721,293**	330,875	8,608,875
Investment assets outside (UK)	**275,126**	**9,292,700**	206,960	5,384,812
	562,941	**19,013,993**	537,835	13,993,687

	2024 £
Balance as at 1 April 2023	**13,993,687**
Additions	**8,280,358**
Increase in market value of investments	**895,094**
Disposals	**(4,537,114)**
Profit on disposal of investments	**262,623**
Movement on cash balances held	**119,345**
Balance as at 31 March 2024	**19,013,993**

17 Debtors

	Company 2024 £	**Group 2024 £**	Company 2023 £	Group 2023 £
Grants & donations receivable	**120,722**	**120,722**	31,680	38,750
Prepayments and accrued income	**2,500**	**10,598**	2,121	10,067
Other debtors	**34,015**	**-**	11,856	-
	157,237	**131,320**	45,657	48,817

18 Cash at bank and in hand

	Company 2024 £	**Group 2024 £**	Company 2023 £	Group 2023 £
Bank: Bank accounts & cash	**579,413**	**619,638**	481,568	694,246

19 Creditors: Amounts falling due within one year

	Company 2024 £	**Group 2024 £**	Company 2023 £	Group 2023 £
Trade creditors	**9,192**	**9,192**	410	410
Accruals and deferred income	**196,081**	**216,115**	79,417	92,331
Taxation and social security	**4,089**	**4,089**	3,352	3,352
	209,362	**229,396**	83,179	96,093

Included within accruals and deferred income is the following deferred income relating to future periods:-

	£
Tees Offshore Community Benefit Fund	**119,842**
Sofia Offshore Windfarm Fund	**36,667**
Spark Grant	**28,512**
	185,021

20 Financial instruments

Measured at fair value through income or expenditure.

	Company 2024 £	**Group 2024 £**	Company 2023 £	Group 2023 £
Investments (note 16)	**564,941**	**19,013,993**	537,835	13,993,687

21 Permanent Endowment Fund

	Balance at beginning of year	Donations	Interest, dividends and related tax credits	Investment management charges	Gain on sale of investments during the year	Increase/ (decrease) in value of investments during the year	Transfer to Restricted Distribution Funds	Transfer to unrestricted Income & Expenditure Fund	Balance at end of year
	£	£	£	£	£	£	£	£	£
Purpose of fund									
Specifically defined age groups	207,433	-	4,560	(1,056)	5,101	11,055	(8,297)	(3,112)	215,684
Education/Training	2,216,605	-	48,728	(11,284)	54,511	118,134	(88,664)	(33,249)	2,304,781
Community Benefit	3,272,557	12,820	72,137	(16,710)	80,882	175,115	(130,902)	(48,727)	3,417,172
Specific geographic area	3,205,691	-	70,442	(16,312)	78,768	170,733	(128,228)	(50,703)	3,330,391
Poverty/Deprivation	342,140	-	7,504	(1,738)	8,380	18,175	(13,686)	(6,173)	354,602
Donor instructed	179,530	4,093,794	100,855	(16,957)	(23,012)	183,631	(132,235)	(2,693)	4,382,913
Wellness/Disability	145,966	-	7,706	(2,250)	(61)	(2,031)	(5,838)	(2,255)	141,237
31 March 2024	**9,569,922**	**4,106,614**	**311,932**	**(66,307)**	**204,569**	**674,812**	**(507,850)**	**(146,912)**	**14,146,780**
31 March 2023	10,775,956	13,820	240,029	(50,421)	282,056	(1,095,058)	(431,039)	(165,421)	9,569,922

The transfer to Unrestricted Income and Expenditure Fund represents a management charge at a rate averaging 1.5% per annum (2023: 1.5% per annum).

22 Designated Administration Fund

	2024	2023
	£	£
At beginning of year	**537,835**	602,775
Interest, dividends & related tax credits	**12,028**	13,448
Investment management charges	**(2,787)**	(2,771)
Gain on sale of investments	**13,527**	16,325
Increase/(Decrease) in value of investments held	**29,230**	(61,803)
Transfer to Unrestricted Income & Expenditure Fund	**(26,892)**	(30,139)
At end of year	**562,941**	537,835

The fund is a designated fund which is held to produce income as a contribution towards the company's administration expenses.

The transfer to Unrestricted Income and Expenditure Fund represents a management charge at a rate of 5% per annum (2023: 5% per annum).

23 Expendable Endowment

	Balance at beginning of year	Donations	Interest, dividends and related tax credits	Investment management charges	Gain on sale of investments during the year	Increase/ (decrease) in value of investments during the year	Transfer to Restricted Distribution Funds	Transfer to unrestricted Income & Expenditure Fund	Balance at end of year
	£	£	£	£		£	£	£	£
Purpose of fund									
Specifically defined age groups	85,960	418	1,941	(451)	2,217	4,762	(17,996)	(1,294)	75,557
Education/Training	588,258	-	12,932	(2,995)	14,467	31,351	(23,530)	(8,824)	611,659
Faith based	-	-	-	-	-	-	(1,414)	1,414	-
Community Benefit	931,225	-	26,153	(1,429)	6,904	73,844	(21,454)	(13,968)	1,001,275
Specific geographic area	384,452	3,000	9,872	(1,006)	4,744	26,662	(20,177)	(5,623)	401,924
Sport/Leisure	280,466	-	8,070	(318)	1,535	23,063	(5,924)	(4,207)	302,685
Wellness/Disability	45,133	-	992	(230)	1,110	2,405	(1,805)	(677)	46,928
31 March 2024	**2,315,494**	**3,418**	**59,960**	**(6,429)**	**30,977**	**162,087**	**(92,300)**	**(33,179)**	**2,440,028**
31 March 2023	2,318,155	217,575	58,291	(5,391)	31,498	(165,785)	(103,680)	(35,169)	2,315,494

The transfer to Unrestricted Income and Expenditure Fund represents a management charge at a rate averaging 1.5% per annum (2023: 1.5% per annum).

24 Distribution Fund

	Purpose of fund	Balance at 1 April 2023	Donations	Charitable activities income	Grants returned / written back	Grants awarded	External project costs	Transfer from Permanent/ Expendable Endowment Fund	Transfer to unrestricted Income & Expenditure Fund	Balance at 31 March 2024
Flow through Funds:		£	£	£	£	£		£	£	£
Tees Offshore Community Benefit Fund	Specific geographic area	175,194	-	103,600	-	(146,712)	-	-	-	132,082
Sport England	Sport/Leisure	679	-	-	-	-	-	-	-	679
Surviving Winter Fund	Specific geographic area	253	-	-	-	-	-	-	-	253
St Hilda's	Specific geographic area	4,037	-	-	-	-	-	-	-	4,037
Power to Change	Specific geographic area	6	-	-	-	-	-	-	-	6
Sofia Offshore Windfarm	Specific geographic area	35,098	-	33,333	-	(26,700)	-	-	-	41,731
Playzone Project	Sport/Leisure	782	-	5,709	-	-	(6,491)	-	-	-
VONNE (LARCH)	Specific geographic area	38,414	-	150,500	-	(54,738)	-	-	-	134,176
Targeted Community Interest	Sport/Leisure	-	-	137,045	-	(66,164)	(8,636)	-	-	62,245
Your Active Living Fund	Sport/Leisure	-	-	136,625	12,491	(97,292)	(7,356)	-	-	44,468
Permanent Endowment Distribution funds:										
Specifically defined age groups		19,448	57,151	-	-	(6,050)	-	8,297	-	78,846
Education/Training		130,759	-	-	-	(127,828)	-	88,664	-	91,595
Community Benefit		364,418	49	-	-	(111,292)	-	130,902	-	384,077
Specific geographic area		297,848	-	-	-	(103,554)	-	128,228	-	322,522
Poverty/Deprivation		39,284	-	-	-	(750)	-	13,686	-	52,220
Donor instructed		23,770	-	-	-	(81,710)	-	132,235	(10,000)	64,295
Wellness/Disability		4,159	-	-	-	(8,750)	-	5,838	-	1,247
Expendable Endowment Distribution Funds:										
Specifically defined age groups		61,051	-	-	-	(54,426)	-	17,996	-	24,621
Education/Training		89,504	19,130	-	-	(36,780)	-	23,530	-	95,384
Faith based		(1,414)	-	-	-	-	-	1,414	-	-
Community Benefit		81,761	-	-	-	(28,310)	-	21,454	-	74,905
Specific geographic area		62,740	-	-	-	(41,980)	-	20,177	-	40,937
Sport/Leisure		19,166	-	-	-	-	-	5,924	-	25,090
Wellness/Disability		4,354	-	-	-	(3,400)	-	1,805	-	2,759
31 March 2024		**1,451,311**	**76,330**	**566,812**	**12,491**	**(996,436)**	**(22,483)**	**600,150**	**(10,000)**	**1,678,175**
31 March 2023		1,249,762	7,070	218,254	5,914	(508,418)	(55,990)	534,719	-	1,451,311

Of the above balance £419,677 relates to the parent company (2023: £254,463).

25 Income & Expenditure Fund - unrestricted

	2024	2023
	£	£
At beginning of year	**259,445**	243,360
Income	**33,208**	10,741
Expenditure	**(348,435)**	(234,615)
Transfers	**225,171**	239,959
At end of year	**169,389**	259,445

26 Designation Distribution Fund

	Balance at beginning of year	**Donations**	**Interest, dividends and related tax credits**	**Investment management charges**	**Gain on sale of investments during the year**	**Increase/ (decrease) in value of investments during the year**	**Transfer to unrestricted Income & Expenditure Fund**	**Grants awarded**	**Balance at 31 March 2024**
	£	£	£	£	£	£	£	£	£
Purpose of fund									
Community Benefit	475,740	-	10,096	(2,338)	11,294	24,475	(6,889)	(20,040)	492,338
Specific geographic area	100,772	-	1,904	(441)	2,130	4,616	(1,299)	-	107,682
31 March 2024	**576,512**	**-**	**12,000**	**(2,779)**	**13,424**	**29,091**	**(8,188)**	**(20,040)**	**600,020**
31 March 20223	628,006	3,000	13,482	(2,775)	16,286	(62,661)	(9,230)	(9,596)	576,512

The transfer to Unrestricted Income & Expenditure Fund represents a management charge at a rate averaging 1.5% per annum (2023: 1.5% per annum).

27 Linked Funds

Tees Valley Community Foundation is the sole trustee of Cleveland Community Foundation, The Speck Walker Fund, The Teesside Emergency Relief Fund and The Agnes Spencer Charitable Trust. All the funds have been consolidated on a line by line basis in the SOFA. A summary of the results of each linked fund is shown below:-

	Cleveland Community Foundation		**The Speck Walker Fund**		**The Teesside Emergency Fund**		**The Agnes Spencer Charitable Trust**	
	2024	2023	**2024**	2023	**2024**	2023	**2024**	2023
	£	£	**£**	£	**£**	£	**£**	£
Balance at 1 April 2023	**12,231,824**	13,197,221	**449,761**	496,305	**287,659**	310,377	**689,528**	714,930
Donations	**3,904,653**	234,395	**49**	7,070	**-**	-	**-**	-
Interest, dividends and related tax credits	**354,703**	275,806	**9,185**	10,369	**5,705**	6,440	**15,705**	19,189
Investment management charges	**(112,713)**	(54,598)	**(2,127)**	(2,134)	**(1,321)**	(1,325)	**(537)**	(530)
Gain on sale of investments during the year	**229,756**	306,424	**10,252**	12,508	**6,367**	7,768	**2,595**	3,139
Increase/(decrease) in value of investments during the year	**1,096,528**	(1,211,914)	**22,240**	(48,303)	**13,812**	(30,000)	**54,849**	(33,285)
Transfer to Unrestricted Income & Expenditure Fund	**(175,631)**	(184,946)	**(7,962)**	(9,018)	**(4,945)**	(5,601)	**(9,740)**	(10,255)
Grants awarded	**(581,810)**	(330,564)	**(18,500)**	(17,036)	**(750)**	-	**(23,810)**	(3,660)
Grants returned / written back	**-**	-	**-**	-	**-**	-	**-**	-
Balance at 31 March 2024	**16,947,310**	12,231,824	**462,898**	449,761	**306,527**	287,659	**728,590**	689,528

28 Fund Analysis

The assets held by each of the Foundation's funds are analysed as follows:-

	Investment Property	Investments	Intangible and Tangible Assets	Net Current Assets	Total
	£	£	£	£	£
Permanent Endowment Fund	-	14,146,780	-	-	**14,146,780**
Designated Administration Fund	-	562,941	-	-	**562,941**
Expendable Endowment Fund	-	2,440,028	-	-	**2,440,028**
Restricted Distribution Fund	-	1,264,224	-	413,951	**1,678,175**
Peat Rigg	720,000	-	-	-	**720,000**
Unrestricted Income & Expenditure Fund	-	-	61,778	107,611	**169,389**
Designated Distribution Fund	-	600,020	-	-	**600,020**
At 31 March 2024	**720,000**	**19,013,993**	**61,778**	**521,562**	**20,317,333**
At 31 March 2023	720,000	13,993,687	69,862	646,970	15,430,519

29 Control Relationships

At 31 March 2024 Tees Valley Community Foundation was under the control of the Trustees as noted on page 1. Tees Valley Community Foundation is the sole trustee of Cleveland Community Foundation (Registered Charity no 1111222-1, previously 700568) which from 1 April 2006 holds all Endowed Funds and is responsible for grant making out of those funds.

Tees Valley Community Foundation became the sole Trustee of The Speck Walker Fund (Registered Charity number 1111222-2) on 12 July 2010.

Tees Valley Community Foundation became the sole Trustee of The Teesside Emergency Relief Fund (Registered Charity number 1111222-3) on 14 March 2011.

Tees Valley Community Foundation became the sole Trustee of The Agnes Spencer Charitable Trust (Registered Charity Number 1111222-4) on 28 March 2014.

30 Related Party Transactions

During the year the following transactions took place between Tees Valley Community Foundation and Cleveland Community Foundation:-

	2024	2023
	£	£
Admin charge transferred from Cleveland Community Foundation to Tees Valley Community Foundation	**225,171**	239,959

Hugh McGouran sat on the Advisory Board until June 2022 of Peat Rigg Community Interest Company from whom the charity received rental income of £8,751 (2023: £8,751). There were no balances outstanding in the current or prior year. Tees Valley Community Foundation has awarded grants totalling £70,000 (2023: £50,000) to Peat Rigg Community Interest Company to enhance future development. Hugh is also a director (from 26 January 2024) of Dementianet CIC of which has been awarded grants totalling £19,905 (2023: £Nil). Hugh is also a director of Cleveland Alzheimer's Residential Centre Limited of which has been awarded grants totalling £4,500 (2023: £Nil).

30 Related Party Transactions continued..

Trustee Jeffrey Taylor is a Partner in a partnership which operates a franchise with Redmayne Bentley and they manage a portfolio on behalf of TVCF. The investment portfolio amounted to £188,654 at 31 March 2024 (2023: £185,289) and investment management fees for the year totalled £2,250 (2023: £2,517).

Trustee Wendy Shepherd is a Director of Seen Heard Believed a charity of which has been awarded grants by TVCF totalling £25,000 (2023: £Nil).

31 Unapplied Total Return

Tees Valley Community Foundation operates a total return investment strategy and transfers income from its funds to pay for grants and running costs. The movements on Unapplied Total Return in respect of the Permanent Endowment Funds are:-

	2024
	£
Balance as at 1 April 2023	**1,000,544**
Transferred to Income & Expenditure Fund from Permanent Endowment Funds	**(146,911)**
Transferred to Distribution Funds	**(507,851)**
Total Return for the period (income, realised gains/losses and changes in market value)	**1,125,006**
Closing balance carried forward at 31 March 2024	**1,470,789**

32 Operating Lease Commitments

Total future minimum lease payments under non-cancellable operating leases are as follows:

	2024	2023
Land & buildings	**£**	£
Expiry:		
Within one year	**8,000**	2,500
	8,000	2,500

33 Pensions

The charity operates a contributory defined contribution pension scheme for all employees. The company contributions are charged to the Statement of Financial Activities in the period to which they relate. £7,168 was paid in contributions during the year (2023: £6,888). The amount outstanding at 31 March 2024 was £Nil (2023: £Nil).

34 Reconciliation of Net Income/(Expenditure) to Net Cash Flow from Operating Activities

	Company 2024 £	**Group 2024 £**	Company 2023 £	Group 2023 £
Net income/(expenditure) for year	**100,264**	**4,886,814**	177,564	(882,495)
Interest, dividends and rent shown in investing activities	**(21,659)**	**(405,551)**	(22,199)	(334,001)
Depreciation of tangible fixed assets	**1,252**	**1,252**	2,836	2,836
Amortisation of intangible fixed assets	**6,832**	**6,832**	-	-
Receipt of endowment	**-**	**(4,209,939)**	-	(231,395)
(Gains)/losses on investments	**(42,757)**	**(1,157,717)**	(179,522)	814,142
(Increase)/decrease in debtors	**(111,580)**	**(82,503)**	66,221	64,218
Increase/(decrease) in creditors	**126,183**	**133,303**	(27,746)	(29,477)
	58,535	**(827,509)**	17,154	(596,172)

TEES VALLEY COMMUNITY FOUNDATION

England & Wales - Charity number 1111222

Accounts

Tees Valley Community Foundation and its Subsidiaries

Report of the Trustees & Financial Statements
for the Year Ended 31 March 2022

"Registrar of Companies Copy"
Registered Number: 05478088

ANDERSON BARROWCLIFF LLP
Chartered Accountants

Tees Valley Community Foundation
and its Subsidiaries

Trustees' Report & Financial Statements

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Tees Valley Community Foundation
and its Subsidiaries

Legal and Administrative Information

Founder:	Squadron Leader Kenneth Kime OBE	
President:	Sir Ronald Norman OBE	
Vice President:	Dr Tony Gillham MBE	
Trustees:	Jeffrey Taylor	Chair
	Neil Kenley	Resigned - 19/12/2022
	Keith Smith	
	Heather O'Driscoll	
	Nigel Williams	
	Emma Read	
	Robin Smith	Appointed – 24/10/2023
	Dr Wendy Shepherd	Appointed – 24/10/2023
Company Secretary	Peter Rowley OBE	
Chief Executive	Hugh McGouran	
Registered Company number	05478088 (England and Wales)	
Registered Charity number	1111222	
Bankers	Handelsbanken Ground Floor Winder House Kingfisher Way Stockton on Tees TS18 3EX	
Investment Advisor	Investec Wealth & Investment Limited 4th Floor 3 Wellington Place Leeds LS1 4AP	
Solicitors	Shakespeare Martineau LLP 1 Colmore Square Birmingham B4 6AA	
Auditors	Anderson Barrowcliff LLP 3 Kingfisher Court Bowesfield Park Stockton on Tees TS18 3EX	
Registered Office	1st Floor Corvette House Falcon Court Preston Farm Stockton on Tees TS18 3TX	

Report of the Trustees
for the Year Ended 31 March 2023

The Trustees present their report along with the financial statements of the charity for the year ended 31 March 2023.

The financial statements have been prepared in accordance with note 1 to the financial statements and comply with the charity's Memorandum and Articles of Association, the Charities Act 2011, the Companies Act 2006 and the Statement of Recommended Practice applicable to charities preparing accounts in accordance with the Financial Reporting Standard in the UK and Republic of Ireland (FRS 102)(effective 1 January 2019).

Tees Valley Community Foundation (the Foundation) has been granted a uniting direction under section 96(6) of the Charities Act 1993, which unites Cleveland Community Foundation with the Foundation for registration and accounting purposes. The Foundation is the sole trustee of Cleveland Community Foundation. Under a Charity Commission Scheme dated 12 July 2010, the Foundation became sole Trustee of the Speck Walker Fund and was granted a section 96(6) uniting direction in respect of this charity. On 14 March 2011, the assets and liabilities of the Teesside Emergency Relief Fund were transferred to the Foundation and the Foundation became its sole Trustee. A section 96(6) uniting direction has been granted in respect of this charity. The Foundation became sole Trustee of the Agnes Spencer Charitable Trust on 28 March 2014 and a linking order for accounting and registration purposes was granted by the Charity Commission effective on this date.

This does not constitute an amalgamation of the charities, which remain separate and legally distinct. Group accounts have been prepared in order to comply with the Companies Act requirements.

Structure, governance and management

Tees Valley Community Foundation is a registered charity, number 1111222, and a company limited by guarantee, company number 05478088. It is constituted under a trust deed dated 3 June 2005. The Foundation was established in 1989 as a grant giving charity following the successful participation in a challenge set by the Mott Foundation of Flint Michigan in the USA and the Charities Aid Foundation, where £1m raised in the local area was matched by $1m gifted by the Mott Foundation, to establish a permanently endowed fund, the income from which would be used to distribute grants and operate the charity. The following years saw a significant campaign of fundraising, predominantly from corporate donors operating in the industrial Tees Valley successfully building a substantial endowment fund.

A root and branch review of the governance of the Foundation took place in 2018, resulting in a streamlining of the committee structure and a reduction of the size of the Board of Trustees, to improve efficiency at an operational and a strategic level.

The charity is overseen by a Board of five Trustees. New Trustees are appointed by the existing Trustees and serve for four years and may put themselves forward for re-election for a further four years. The Trust Deed provides for a minimum of 3 Trustees and a maximum of 12.

A schedule of potential Trustees is regularly reviewed and updated under the supervision of the Board. An open recruitment process will be in place before the next round of Trustee recruitment. Where practical, individuals interested in becoming a Trustee will be invited to attend a number of Board meetings as an observer, as a precursor to becoming a Trustee, thus maximising the effective use of their potential eight year tenure. New Trustees go through a formal induction process which provides support during their first twelve months service. All Trustees are issued with a Trustee handbook, which is regularly updated and subject to a full review every year. The handbook contains information on the structure of the Foundation, including Terms of Reference, governance details and a complete meeting schedule, as well as all contact information to enable a Trustee to fulfil their role within the Foundation.

At quarterly Trustees' meetings, the Trustees agree the broad strategy and areas of future development for the Foundation. Items considered include the management of investments, reserves and risks, policies and performance and impact reporting on the grant giving activity. The day to day administration of grants, including the application process and decision making to a level of £1,000, is delegated to the Chief Executive and Grants Officer, with decisions being ratified by the Trustees at the next quarterly meeting. In normal circumstances grants above £1,000 are considered by a delegated Trustee, and ratified by the Board, however following measures temporarily introduced, the have Board have continued to delegate authority to the CEO to award emergency grants of up to £5,000.

For information, the former subcommittee structure has been replaced by areas of individual responsibility with each Trustee accepting a specific area of interest based on their personal skill set. These include finance, investment, HR, development and law. The Board has the power to appoint temporary Task & Finish groups to carry out specific strategic activities and report back to the Trustees. The Board reviews the detailed Risk Matrix as a standing item at each meeting. The Board gives authority to the Trustee with responsibility for financial matters to oversee the annual external audit and the preparation of the annual accounts for presentation to the Trustees for consideration and approval. The Trustee appointed with responsibility for investment matters, receives the quarterly report of the Investment Manager and advises the Trustees on the performance of the fund at each Board meeting. This Trustee, with support from an appropriate Task & Finish Group is responsible for the appointment process of the Investment Manager every five years.

Risk Management

The Trustees have considered the major risks to which the charity is exposed and regularly review those risks, and update the detailed Risk Matrix document at each Board meeting. The updated Risk Matrix is formally presented for approval at the September Board meeting with ongoing monitoring and updating carried out as a Standing Item at every Board meeting throughout the year ahead.

The Trustees consider the variability of the investment returns on the permanent endowment to constitute the charity's major financial risk. The power to supervise the performance of the fund and the performance of the Investment Manager has been delegated to the Trustee with responsibility for investment matters, who reviews this quarterly, with the Investment Manager making a formal presentation to the Board twice each year.

Systems and procedures are in place to monitor and manage the risks faced by the Foundation, and these are formally reviewed by the Board. The setting of remuneration for all paid staff is the responsibility of the Board, led by the Trustee with responsibility for Human Resources, with an annual standing item at the November Board meeting so that decisions are made in December and staff informed of any changes in January ahead of implementation at the start of the new financial year.

Objects and Activities for the Public Benefit

The objectives of the Foundation are to improve the quality of life of the people of the Tees Valley. The Trustees confirm that they have referred to Charity Commission guidance on public benefit when reviewing this. This has been achieved primarily through the distribution of small grants to constituted groups working to improve and support their local communities. In recent years this service has diversified beyond the limits of simple grant giving through the Foundation's Intelligent Investment programme, implemented in 2015, which helps a small number of groups become self-sufficient, breaking the cycle of grant dependency.

In the short to medium term the Trustees will ensure that grant giving represents the prime activity of the Foundation. In addition to this prime objective the Foundation will continue to develop and refine its Intelligent Investment model which works to reduce grant dependency within participating groups, and in the short to medium term will further develop the programme to reflect the current growth in opportunities for social enterprise within the Third Sector. In the long term the Foundation is seeking to build its reputation as an influencer within the sector, by working both to help local groups but also to assess what is needed in the community, and use its influence to procure the support of the private and statutory sectors to aid this activity.

The Foundation has developed a bespoke digital platform for the operation of the charity, which will manage all elements of the grant giving process, from an accessible application portal to an efficient monitoring and evaluation tool. This system is being trialled during October 2023 and will be fully operational in early 2024. All grant recipients are monitored to ensure compliance to the terms and conditions set out in the grant award agreement. This is an online form-based process and concentrates on quantitative evidence based on the forecast of the recipient in their grant application. A random selection of 25% of grant recipients are subject to further scrutiny in the form of a monitoring visit which is carried out by current Trustees, members of the Trustee alumni and staff members. A pre-planned interview is carried out and data fed into our monitoring system. Information gathered during this process is also used to generate content for our developing social media presence.

The Foundation's ongoing development of its Intelligent Investment programme has entered a new phase as it becomes refocussed and streamlined to complement our work as a partner in the new and influential LARCH Social Enterprise programme which is a pilot funded through the Local Access Fund. This is a further development of the Community Business model, originally piloted in Dyke House Hartlepool, heavily supported by our Intelligent Investment model. This will continue to be a focus of the Foundation for the coming five years. It is our intention to focus our Intelligent Investment activity in the Middlesbrough and Stockton areas to serve the communities not supported through LARCH, in order that Teesside in its entirety can benefit from uniform Social Enterprise support.

Achievements and Performance

The Foundation has had a successful year in terms of grants awarded and delivery of capacity building through the Intelligent Investment programme, which has been operational for seven years. Grants awarded to local community groups totalled £518,014 in the form of 139 grants paid to groups and individuals. £3,850 was awarded to individuals in the form of 10 grants, £302,303 in small grants awarded to 122 constituted community support groups, £174,775 in larger grants was awarded to 10 local groups and we invested £37,086 in support and guidance as part of our Intelligent Investment programme (LARCH) in support of 7 participating groups.

The bulk of the Foundation's charitable giving is still made up of small grants of under £1,000 to small, constituted community groups, providing grassroots support to their local community. We do also provide a significant amount of a higher level of intervention, mostly as exclusive TVCF projects, but also in partnership with other charities. A number of 2022/23 highlights of this intensive support programme are detailed below:

"You've Got This" grant programme

We have been appointed as the grant distribution partner for the South Tees based "You've Got This" public health pilot programme. TVCF was seen as a safe and experienced pair of hands by the programme commissioners and the partnership is now being hailed as a local success story, supporting hundreds of local people into becoming more active and pursuing healthy lifestyle choices.

Cash for Kids

Nineteen Teesside children's sports clubs raised a record-breaking £228,300 thanks to a sports challenge partnership between TFM's Cash for Kids and TVCF.

The Sports Challenge 2022, which took place over a five-week period, has been the most successful to-date, increasing funds raised by over £50,000 on the previous year. The initiative, created by TVCF and TFM's Cash for Kids, offers local grassroots groups the chance to raise thousands of pounds to subsidise membership, buy new equipment, improve facilities and provide new kit or training.

The first £2,500 raised by each group was then match funded by TVCF. The group that raised the most money were further matched to a maximum of £5,000, and second and third place winners were further matched to a maximum of £4,000 and £3,000 respectively. There are two extra awards of £500 for the best use of social media and most creative fundraising idea.

FC Hartlepool were the overall challenge winners and received a grant of £36,474.

The campaign, which started as a partnership between Tees Valley Community Foundation and TFM's Cash for Kids eight years ago, has since been rolled out by every Cash for Kids in the UK. As the founding area, Teesside has reigned supreme, raising the most money and reaching more children than ever before, and is the best performing area in the UK.

Skelton Cricket Club

Skelton Cricket Club fosters and promotes participation in sport and activities within the community. It successfully engages with many people who wouldn't otherwise take part in physical activity for various reasons, such as health challenges and social isolation. Such is the success of the club, it's also grown to become something of a young people's hub, delivering outstanding activities for children of all ages.

Thanks to funding from the Foundation, the club now has a 33 meter fully enclosed, multi-use practice facility to enable safe, quality participation in the sport for the community, including local schools. They are also the proud owners of a top-class fully digital scoreboard system, visible from a distance of 200 metres.
Over the past 5 years the club has grown from no teams to a thriving successful club with U11s, 13s, 15s as well as providing a senior team to ensure a development pathway is in place for the juniors.

Achievements and Performance continued .....

Coastwatch Redcar
The Coastwatch tower lookout station, which is on the top floor of the Zetland Lifeboat Museum on the Esplanade in Redcar, is more 40 years old and although light maintenance work has been carried out, the stairs are original and had been untouched since it was built. Trip hazards were forming, and repairs were essential for this vital operation to continue.

Coastwatch Redcar has around 20 volunteers; their aim is to protect people accessing the sea in the coastal area. They keep watch over boats, people participating in water sports, swimmers, divers and anyone visiting the beach. They also provide assistance to local shops and the police when crimes such as shoplifting occur.

Stan Whalley, Coastwatch secretary, said "*As a registered charity, we are dependent on donations from funding charities, the public and local businesses. Over several years Tees Valley Community Foundation has supported us tremendously with grants for various projects. This support has enabled us to continue our work within a community and provides support for our loyal volunteers, who maintain a watch on our local coastline 365 days a year. Thank you TVCF, for your outstanding support for us and for the area.*"

Hartlepool Baby Bank
Hartlepool Baby Bank provides maternity and baby/toddler equipment for those on a low income in Hartlepool and the surrounding areas. The team distributes items including maternity care, clothing, prams, nappies, toiletries and sensory toys, and the items are provided on a basis of need of the beneficiary and ability of the project to supply. Most of the items have been donated in response to appeals and from word-of-mouth - the organisation is very well known in Hartlepool and is well trusted. As a result, it is able to bridge a gap between access to local services, many families are too scared to speak to social services about their inability to purchase essential items, as they believe they will be at risk of losing their children. Hartlepool Baby Bank builds rapport with these families and establishes trust, so they can guide them to access the help they need.

Emilie de Bruijn, who runs the project, said: "*Funding was perfectly timed for us, it helped us fill a real safety gap that we'd identified as it helped us to purchase over 100 stairgates meaning we have been able to support more than 50 families with 1 or 2 safety gates to keep their children safe from falls on stairs or scolds in kitchens.*
When families are struggling to pay for food and heating, £25-30 for a stair gate can feel impossible, so we were really pleased to be able to plug that gap for so many families."

Play Zones
TVCF has been working with The Football Foundation and Stockton Borough Council to carry out a major consultation and planning programme for the building of up to six multi use sports facilities. The Football Foundation was keen to ensure that this work was carried out by a trusted and experienced partner and approached TVCF directly to commission the work. The outcome has been extremely successful and has resulted in five completed plans to go forward for implementation as valuable community managed sporting facilities. TVCF is also now working with Middlesbrough and Redcar & Cleveland Borough Councils to provide the same service during 2023/24.

Peat Rigg Farm
Peat Rigg Outdoor Training Centre is the jewel in the TVCF crown. A sector leading 64 bed educational facility based in the North Yorkshire National Park provides education and training to over 5000 local children every year. Set in 100 acres of rural parkland, visitors are able to access a range of activities including caving, orienteering, abseiling, mountain biking, archery and watersports. Our operating partner places emphasis on encouraging sustainable healthy living, with a high percentage of the food provided being produced on site.

One challenge faced by the delivery partner over the last 25 years has been the need to take the children off site to deliver water-based activities. The centre has been going through a large-scale change in the way it manages the 100 acres of farmland, moving toward a stewardship approach and the introduction of rewilding to large parts of the farm.

An ambitious proposal was brought to Trustees in 2021, to create a three and a half acre lake to enable the centre to become completely self-sufficient in activity provision. This proposal was unanimously supported by the Board, who approved a large grant of over £50,000 to enable the construction to take place. Construction was completed in summer 2023 and the lake will be fully operational in early 2024.

Achievements and Performance continued .....

Lt Col Nathan Cohen Trust

Following a long-term administrative partnership with local grant giving charity, the Lt Col Nathan Cohen Trust, it was agreed that the long term future of the charity would be best served by a formal joining of the two bodies. The Cohen Trust Deed named TVCF as sole beneficiary should the Trustees decide to dissolve the Charity. The decision to dissolve the Charity was made by the Cohen Board in early 2023, and the Charity was removed from the Charity Commission register in July 2023, with all assets transferring to TVCF. This increased the value of TVCF charitable assets by over 20%.

Financial Review

The financial position of the Foundation is continually monitored by the Chief Executive and is formally reviewed on a quarterly basis by the Board of Trustees. At these meetings income and expenditure are reviewed against the rolling budget forecast and reports.

Following approval from the Charity Commission in March 2008 the Foundation adopted a total return approach to the investment of permanently endowed funds. The following is an extract from the sealed Order: -

"In accordance with the terms of the Order, the Trustees confirm that:

- In identifying the value of the portion of the permanent endowment that represented the unapplied total return, the Trustees first identified the value of the initial gift dating back to 1987 and any subsequent gifts of permanent endowment up until 31 March 2008, and:
- When determining the amount of unapplied total return to transfer to income the Trustees have considered the amount of income required to maintain the current level of charitable activity, the likely benefits to future generations, and the likely needs of future beneficiaries, and:
- When reaching their decision as to the unapplied total return to transfer to income, the Trustees have taken professional advice from their investment advisers regarding the market outlook, investment trends and yield, and the prospect for future capital growth."

As part of the total return implementation process the Trustees agreed that the investment managers be given an objective of an 8% long term average total return which comprises 4% for potential allocation to the Trust for application (Distribution Funds), 1.5% for the charge levied to administer the funds and 2.5% representing an inflationary and risk buffer.

The value of the investment portfolio held with Investec at the year end amounted to £12,760,256 (2022: £13,959,188). The value of the investment portfolio held with Redmayne Bentley at the year end amounted to £185,289 (2022: £193,905). The value of the investment portfolio held with CCLA at the year end amounted to £1,048,142 (2022: £1,099,839). The investment portfolios received dividend and interest income for the year amounting to £334,001 (2022: £310,616).

The primary source of income for the charity is the return on the investment of our endowment funds, both permanent and expendable. The capital investment is managed by Investec Leeds as part of a bespoke portfolio. The Investment policy, reviewed annually, instructs the Investment Manager to implement a low to medium risk profile. The performance of the fund during this year saw a reduction in the value of the investments due to market volatility. Other income is generated through donations and acquisition of dormant and ineffective Trusts.

The Foundation also manages a small number of flow through funds on behalf of partner organisations, these include the Tees Offshore Community Fund. A 10% annual management fee is charged on these funds.

Reserves Policy

The Trustees aim to maintain free reserves equal to approximately six months' core operating costs. Based on current predicted levels of activity six months' core operating costs amount to £136,000 and the balance on the Unrestricted Income and Expenditure fund is £259,445 (2022: £243,360) of which £189,583 (2022: £239,481) are free reserves after adjusting for fixed assets.

The Trustees continue to monitor reserves on a regular basis and quarterly management accounts are reviewed by the Board of Trustees. The additional reserves held at the year end will be used to support special projects, including the roll out of the Match Challenge programme, and to continue to address the Foundation's marketing strategy, specifically in connection to driving traffic to our new website using Social Media. Also, due to the current volatility in the financial markets the trustees consider the need for an additional contingency in the reserves held.

The future use of such surpluses was debated by Trustees in 2022, it was agreed that the future development of the Foundation would be supported by use of some of the surpluses.

Plans for the future

The Charity is developing an ambitious ten year Business Plan to guarantee its provision of future charitable benefit to the people of Teesside. Work began in January 2023 with a detailed consultation with the staff of the Charity to restructure the internal processes as part of the design and implementation of our new digital Management Information System.

At the same time Trustees debated the future of giving in the Teesside area, and the role of the Charity within that process. It was agreed that it was timely to fully review and potentially redesign the entire organisation to ensure its ongoing future as the leading independent grant giver in our community.

The importance of the development of the digital environment was agreed as a major long term priority, and as such is forming the main element of our future strategy.

The CEO has been working with highly experienced digital transformation consultants to produce the largest organisational review in the history of the Charity. The results of this work will be revealed as part of a major relaunch of the Charity in April 2024.

Report of the Trustees
for the Year Ended 31 March 2023

Statement of Trustees' Responsibilities

The Trustees (who are also the directors of Tees Valley Community Foundation for the purposes of company law) are responsible for preparing the Report of the Trustees and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make sound judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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

In so far as the Trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are 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 auditors are aware of that information.

Auditors

The auditors, Anderson Barrowcliff LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of trustees on 22/12/2023 and signed on its behalf by:

Jeffrey Taylor
Chairman

Opinion
We have audited the financial statements of Tees Valley Community Foundation (the 'charitable company') for the year ended 31 March 2023 which comprise Group Statement of Financial Activities, the Group and the Parent Balance Sheet, and the Group and Parent Charity Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

In our opinion the financial statements:
- give a true and fair view of the state of the groups and parent charitable company's affairs as at 31 March 2023, and of the group's incoming resources and application of resources, including its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

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

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

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

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

Other information
The Trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our Report of the Independent Auditor's 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
We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:-

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

Responsibilities of trustees
As explained more fully in the Statement of Trustees Responsibilities, 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
We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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

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

Based on our understanding of the charity, we have considered applicable laws and regulations which may be fundamental to the charity's ability to operate or to avoid a material penalty, and we considered the extent to which non-compliance might have a material effect on the financial statements. We considered management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to the posting of inappropriate manual journal entries to manipulate financial performance, management bias in significant accounting estimates and any significant one-off or unusual transactions.

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

Auditors' responsibilities for the audit of the financial statements (continued)
Audit procedures performed by the engagement team included:

- Enquiry of management and those charged with governance around actual and potential litigation and claims.
- Enquiry of entity staff in tax and compliance functions to identify any instances of non-compliance with laws and regulations.
- Reviewing minutes of meetings of those charged with governance.
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations.
- Auditing the risk of management override of controls, including through testing journal entries and other adjustments for appropriateness, and evaluating the business rationale of significant transactions outside the normal course of business.
- Challenging estimates and judgements made by management in their significant accounting estimates.
- Revenue recognition; agreeing a sample of revenue transactions to gain assurance over the occurrence and accuracy of revenue and also to ensure revenue has been recognised in the correct period.

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

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

Use of our report
This report is made solely to the charitable company's members, 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 charitable company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Anderson Barrowcliff

For & on behalf of Anderson Barrowcliff LLP
Statutory Auditor
3 Kingfisher Court
Bowesfield Park
Stockton on Tees
TS18 3EX

Date: ...22/12/2023

Tees Valley Community Foundation and its Subsidiaries
Consolidated Statement of Financial Activities
(including consolidated income and expenditure account)
for the Year Ended 31 March 2023

	Notes	Unrestricted Funds: Income & Expenditure Funds £	Unrestricted Funds: Designated Administration Fund £	Unrestricted Funds: Designated Distribution Fund £	Endowment Funds: Permanent Endowment Funds £	Endowment Funds: Expendable Endowment Funds £	Restricted Funds: Income & Expenditure £	Restricted Funds: Distribution Funds £	Restricted Funds: Peat Rigg £	2023 Total £	2022 Total £
Income and endowments from:											
Donations and legacies	2	190	-	3,000	13,820	217,575	-	7,070	-	241,655	36,102
Charitable activities	3	1,800	-	-	-	-	19,893	218,254	-	239,947	202,681
Investment income	4	8,751	13,448	13,482	240,029	58,291	-	-	-	334,001	310,616
Total income and endowments		10,741	13,448	16,482	253,849	275,866	19,893	225,324	-	815,603	549,399
Expenditure on:											
Raising funds	5	18,799	2,771	2,775	50,421	5,391	-	-	-	80,157	83,438
Expenditure on charitable activities:											
Grant making	6	202,564	-	9,596	-	-	12,466	465,418	-	690,044	611,451
Advice and guidance	8	13,252	-	-	-	-	7,427	93,076	-	113,755	127,496
Total expenditure		234,615	2,771	12,371	50,421	5,391	19,893	558,494	-	883,956	822,385
Net gains / (losses) on investment assets		-	(45,478)	(46,375)	(813,002)	(134,287)	-	-	225,000	(814,142)	715,429
Net income / (expenditure)		(223,874)	(34,801)	(42,264)	(609,574)	136,188	-	(333,170)	225,000	(882,495)	442,443
Transfers between funds	21,22,23, 24,26	239,959	(30,139)	(9,230)	(596,460)	(138,849)	-	534,719	-	-	
Net movements in funds	28	16,085	(64,940)	(51,494)	(1,206,034)	(2,661)	-	201,549	225,000	(882,495)	442,443
Reconciliation of funds:											
Total funds brought forward		243,360	602,775	628,006	10,775,956	2,318,155	-	1,249,762	495,000	16,313,014	15,870,571
Total funds carried forward		259,445	537,835	576,512	9,569,922	2,315,494	-	1,451,311	720,000	15,430,519	16,313,014

The notes form part of these financial statements

Tees Valley Community Foundation and its Subsidiaries

Consolidated Balance Sheet At 31 March 2023

	Note	2023 £	2023 £	2022 £	2022 £
Fixed assets					
Intangible assets	13		68,320		-
Tangible assets	14		1,542		3,879
Investment property	15		720,000		495,000
Investments	16		13,993,687		15,252,932
			14,783,549		15,751,811
Current assets					
Debtors	17	48,817		113,035	
Cash at bank and in hand	18	694,246		573,738	
		743,063		686,773	
Creditors: amounts falling due within one year	19	96,093		125,570	
Net current assets			646,970		561,203
Net assets			15,430,519		16,313,014
Financed by:					
Restricted funds:					
Permanent Endowment Fund	21	9,569,922		10,775,956	
Expendable Endowment Fund	23	2,315,494		2,318,155	
Distribution Fund	24	1,451,311		1,249,762	
Peat Rigg	15	720,000		495,000	
			14,056,727		14,838,873
Unrestricted funds:					
Income & Expenditure Fund	25	259,445		243,360	
Designated Distribution Fund	26	576,512		628,006	
Designated Administration Fund	22	537,835		602,775	
			1,373,792		1,474,141
Total funds	28		15,430,519		16,313,014

The Trustees have prepared group accounts in accordance with section 398 of the Companies Act 2006 and section 138 of the Charities Act 2011. These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

The Trustees consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 477 of the Companies Act 2006 (the "Act") and members have not required the company to obtain an audit for the year in question in accordance with section 476 of the Act. However, an audit is required in accordance with section 151 of the Charities Act 2011.

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

Approved by the Board of Trustees on 22/12/2023 and signed on their behalf by:

J Taylor
Chairman

H O'Driscoll

Tees Valley Community Foundation

Balance Sheet
At 31 March 2023

	Note	2023 £	2023 £	2022 £	2022 £
Fixed assets					
Intangible assets	13		**68,320**		-
Tangible assets	14		**1,542**		3,879
Investment property	15		**720,000**		495,000
Investments	16		**537,835**		602,775
			1,327,697		1,101,654
Current assets					
Debtors	17	**45,657**		111,878	
Cash at bank and in hand	18	**481,568**		491,572	
		527,225		603,450	
Creditors: amounts falling due within one year	19	**83,179**		110,925	
Net current assets			**444,046**		492,525
Net assets			**1,771,743**		1,594,179
Financed by:					
Restricted funds:					
Distribution Fund	24	**254,463**		253,044	
Peat Rigg	15	**720,000**		495,000	
			974,463		748,044
Unrestricted funds:					
Income & Expenditure Account	25		**259,445**		243,360
Designated Administration Fund	22		**537,835**		602,775
Total funds			**1,771,743**		1,594,179

These statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

The Trustees consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 477 of the Companies Act 2006 (the "Act") and members have not required the company to obtain an audit for the year in question in accordance with section 476 of the Act. However, an audit is required in accordance with section 151 of the Charities Act 2011.

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

Approved by the Board of Trustees on ..... 27/12/2023 and signed on their behalf by:

J Taylor
Chairman

H O'Driscoll

The notes form part of these financial statements

Tees Valley Community Foundation and its Subsidiaries

Statement of Cash Flows and Consolidated Statement of Cash Flows for the Year Ended 31 March 2023

	Note	2023 Charity £	2023 Group £	2022 Charity £	2022 Group £
Net cash provided by (used in) operating activities	34	**17,154**	**(596,172)**	9,217	(595,675)
Cash flow from investing activities					
Payments to acquire intangible and tangible fixed assets		**(68,819)**	**(68,819)**	-	-
Interest, dividends and rent		**22,199**	**334,001**	21,055	310,616
Net proceeds on purchase and sale of investments		**19,462**	**220,103**	20,429	342,549
Net cash flow used in investing activities		**(27,158)**	**485,285**	41,484	653,165
Cash flow from financing activities					
Receipt of endowment		**-**	**231,395**	-	20,908
Net cash flow provided by financing activities		**-**	**231,395**	-	20,908
Change in cash and cash equivalents in the year		**(10,004)**	**120,508**	50,701	78,398
Cash and cash equivalents at the beginning of the year		**491,572**	**573,738**	440,871	495,340
Cash and cash equivalents at the end of the year		**481,568**	**694,246**	491,572	573,738

1 Accounting Policies

(a) General information and basis of preparation

Tees Valley Community Foundation is a private company limited by guarantee registered in England and Wales. It is registered as a charity with the Charity Commission. The address of the registered office is given in the Report of the Trustees on page 1. The nature of the Foundation's operations and principal activities is given in the Report of the Trustees on page 3.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their financial statements in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The financial statements are prepared on a going concern basis under the historical cost convention, with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to the accounts. The Trustees consider that there are no material uncertainties about the Foundation's ability to continue as a going concern. The financial statements are prepared in sterling which is the functional currency of the Foundation and rounded to the nearest £.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

(b) Group financial statements

The consolidated financial statements incorporate the financial statements of the company and its subsidiaries on a line by line basis.

(c) Income

All incoming resources are recognised in the Statement of Financial Activities (SOFA) when the Foundation is legally entitled to the income after any performance conditions have been met, and the amount can be measured reliably and it is probable that the income will be received.

Grants from the government and other agencies have been included as income from activities in furtherance of the charity's objects where these amount to a contract for services, but as donations where the money is given in response to an appeal or with greater freedom of use.

In accordance with this policy, legacies are included when the charity is advised by the personal representative of an estate that payment will be made or property transferred and the amount involved can be quantified.

(d) Expenditure

All expenditure is included on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised when there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably. It is categorised under the following headings:-

- Costs of raising funds compromise the costs associated with raising funds.
- Expenditure on charitable activities includes the costs associated with the objects of the Foundation.

Charitable expenditure comprises those costs incurred by the Charity in the delivery of its activities and services for its beneficiaries. It includes both costs which can be directly allocated to activities and those costs of an indirect nature necessary to support them. Costs are allocated between the expenditure categories of the SOFA based on usage of the resource. Governance costs are those incurred in connection with compliance with constitutional and statutory requirements.

Irrecoverable VAT is charged as an expense against the activity for which expenditure arose.

(e) **Allocation of support costs**
Support costs are those that assist the work of the Foundation but do not directly represent charitable activities and include office costs, finance, personnel, payroll and governance costs, which support the Foundation's activities. These costs have been allocated to expenditure on charitable activities. The bases on which the support costs have been allocated are set out in note 6.

(f) **Intangible Assets**
Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Computer software is being amortised evenly over its estimated useful life of ten years.

(g) **Tangible Fixed Assets**
Fixed assets are stated at cost less accumulated depreciation. Depreciation is provided at the following annual rates in order to write off capitalised assets over their estimated useful life.

Computer equipment	33⅓% straight line
Fixtures & fittings	33⅓% straight line

(h) **Investment property**
Investment properties are measured at fair value at each reporting date with changes in fair value recognised in 'net gains / (losses) on investments' in the SoFA.

(i) **Investments**
Investments are recognised initially at fair value which is normally the transaction price excluding transaction costs. Subsequently, they are measured at fair value with changes recognised in 'net gains / (losses) on investments' in the SoFA if the shares are publicly traded or their fair value can otherwise be measured reliably

(j) **Debtors and creditors receivable/payable within one year**
Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

(k) **Cash at bank and in hand**
Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of one year or less from the date of acquisition or opening of the deposit or similar account.

(l) **Financial instruments**
The Foundation only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

(m) **Fund accounting**
The Foundation has the following types of funds on its balance sheet:

- **Restricted Funds and Assets** – Restricted funds are accounted for separately and all assets representing restricted funds are identified as such in the notes to the financial statements;
- **Permanent Endowment Funds** – The capital of permanent endowment funds is maintained in accordance with donor instructions, with any income arising being available for restricted or general charitable purposes of the Foundation, according to the terms of the original gift;
- **Unrestricted Funds** – Unrestricted funds arising from the accumulated surplus from its various activities.

(n) **Pension Scheme**
The charity operates a contributory defined contribution pension scheme for all employees. The company contributions are charged to the Statement of Financial Activities in the period to which they relate.

(o) **Leasing Commitments**
Rentals paid under operating leases are charged to the statement of financial activities on a straight line basis over the period of the lease.

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

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

2 Donations and Legacies

	Restricted	Un-Restricted	Endowment	Total 2023	2022
	£	£	£	£	£
Miscellaneous Donations	7,070	190	16,908	24,168	20,568
The Prochorus Fund	-	-	1,000	1,000	1,000
Cowie Technology Group	-	-	-	-	12,000
Middlesbrough Community Fund	-	-	-	-	2,534
Friends of Tees Heritage Park	-	3,000	-	3,000	-
Godfrey Humphries Legacy			213,487	213,487	-
	7,070	3,190	231,395	241,655	36,102

Income from donations and legacies for 2022 was £36,102 of which £15,194 was restricted, £Nil was attributable to unrestricted and £20,908 was attributable to endowment.

3 Charitable Activities

	Restricted	Un-Restricted	Endowment	Total 2023	2022
	£	£	£	£	£
Edward Gostling Foundation	-	-	-	-	1,667
Tees Offshore Community Benefit Fund	100,458	-	-	100,458	93,407
Playzone Project	18,096	-	-	18,096	-
Power to Change	2,927	-	-	2,927	61,941
Sofia Offshore Windfarm	36,666	-	-	36,666	36,666
VONNE (LARCH Partnership Program)	80,000	-	-	80,000	7,200
Support activities	-	1,800	-	1,800	1,800
	238,147	1,800	-	239,947	202,681

Charitable activities for 2022 was £202,681 of which £200,881 was restricted, £1,800 was attributable to unrestricted and £Nil was attributable to endowment.

4 Investment Income

	Restricted	Un-Restricted	Endowment	Total 2023	2022
	£	£	£	£	£
Peat Rigg rent	-	8,751	-	8,751	8,751
Interest, dividends and related tax credits	-	26,930	298,320	325,250	301,865
	-	35,681	298,320	334,001	310,616

Investment income for 2022 was £310,616 of which £Nil was restricted, £33,452 was attributable to unrestricted and £277,164 was attributable to endowment.

5 Raising Funds

	Un-restricted 2023 £	Restricted 2023 £	Endowment 2023 £	Total 2023 £	2022 £
Salaries	**12,975**	-	-	**12,975**	12,678
Investment management costs	**5,546**	-	**55,812**	**61,358**	66,482
General office costs	**4,257**	-	-	**4,257**	2,583
Other costs	**1,567**	-	-	**1,567**	1,695
	24,345	-	**55,812**	**80,157**	83,438
2022	22,990	-	60,448	83,438	

6 Charitable Activities - Grant Making

	Unrestricted funds 2023 £	2022 £	Restricted funds 2023 £	2022 £	Total 2023 £	2022 £
Direct Costs						
Salaries	-	-	**12,466**	13,491	**12,466**	13,491
Grants awarded	**9,596**	25,025	**471,332**	392,723	**480,928**	417,748
Grants returned/written back	-	-	**(5,914)**	(295)	**(5,914)**	(295)
Support Costs						
Salaries	**110,641**	108,102	-	-	**110,641**	108,102
Marketing & advertising	**8,367**	9,542	-	-	**8,367**	9,542
Website & communications	**19,146**	-	-	-	**19,146**	-
Insurance	**4,500**	7,521	-	-	**4,500**	7,521
Heat & light	-	114	-	-	-	114
Telephone	**219**	242	-	-	**219**	242
Printing, stationery & postage	**455**	267	-	-	**455**	267
Office equipment and rental	**129**	280	-	-	**129**	280
Computer expenses	**1,971**	2,336	-	-	**1,971**	2,336
Bank charges	**347**	340	-	-	**347**	340
Rent & rates	**7,963**	7,932	-	-	**7,963**	7,932
Sundry expenses	**1,156**	1,382	-	-	**1,156**	1,382
Depreciation	**2,295**	4,550	-	-	**2,295**	4,550
Subscriptions	**1,521**	1,325	-	-	**1,521**	1,325
Training	**830**	648	-	-	**830**	648
Travel	**753**	-	-	-	**753**	-
Governance costs (note 7)	**42,271**	35,926	-	-	**42,271**	35,926
	212,160	205,532	**477,884**	405,919	**690,044**	611,451

7 Analysis of Governance Costs

	Unrestricted funds		Restricted funds		Total	
	2023	2022	2023	2022	2023	2022
	£	£	£	£	£	£
Salaries	12,975	12,678	-	-	12,975	12,678
General office costs	4,256	2,583	-	-	4,256	2,583
Auditors remuneration	5,240	5,000	-	-	5,240	5,000
Other accountancy fees	13,585	12,031	-	-	13,585	12,031
Legal & professional	4,648	1,939	-	-	4,648	2,139
Other costs	1,567	1,695	-	-	1,567	1,695
	42,271	35,926	-	-	42,271	35,926

8 Charitable Activities - Advice and Guidance

	Unrestricted funds		Restricted funds		Total	
	2023	2022	2023	2022	2023	2022
	£	£	£	£	£	£
Direct Costs						
Salaries	-	-	7,427	4,476	7,427	4,476
Grants awarded	-	-	37,086	45,914	37,086	45,914
Intelligent Investment external costs	13,252	-	-	-	13,252	-
Power to Change external costs	-	-	38,677	70,521	38,677	70,521
VONNE (LARCH Partnership Program)	-	-	-	6,585	-	6,585
Playzone Project external costs	-	-	17,313	-	17,313	-
	13,252	-	100,503	127,496	113,755	127,496

9 Grants awarded

A list of grants awarded to organisations during the year is detailed in Appendix 1 to the accounts.

10 Staff numbers

The average number of persons employed during the year, analysed by category, was as follows:-

	Number of Employees	
	2023	2022
Administration	1	1
Grant making support costs	3	3
Fundraising	1	1
Total	5	5

11 Staff costs and Trustees' remuneration

	2023	2022
	£	£
Salaries	140,753	136,175
Employer's National Insurance	8,843	8,402
Pension Contributions	6,888	6,848
Total	156,484	151,425

11 Staff costs and Trustees' remuneration

The number of employees whose total emoluments (excluding employer pension costs) for the reporting period in the following bands was:

	2023 number	2022 Number
£60,000 to £70,000 p.a.	-	1
£70,000 to £80,000 p.a.	1	-
	1	1

The Trustees received remuneration of £Nil (2022: £Nil).
Trustee expenses paid in the year amounted to £Nil (2022: £Nil).

The total amount of employee benefits received by key management personnel is £76,573 (2022 - £73,237). The Trust considers its key management personnel comprise the Chief Executive.

12 Taxation

The charity is an exempt charity within the meaning of schedule 3 of the Charities Act 2011 and is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes.

13 Intangible Assets

	Computer Software £	**Total** £
Cost:		
At 1 April 2022	-	-
Additions	68,320	**68,320**
At 31 March 2023	68,320	**68,320**
Depreciation:		
At 1 April 2022 and 31 March 2023	-	-
Net Book Value:		
31 March 2023	**68,320**	**68,320**
31 March 2022	-	-

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

14 Tangible Assets

	Computer Equipment £	Fixtures & Fittings £	Total £
Cost:			
At 1 April 2022	25,850	14,668	**40,518**
Additions	499	-	**499**
At 31 March 2023	26,349	14,668	**41,017**
Depreciation:			
At 1 April 2022	22,011	14,628	**36,639**
Charge for the year	2,796	40	**2,836**
At 31 March 2023	24,807	14,668	**39,475**
Net Book Value:			
31 March 2023	**1,542**	-	**1,542**
31 March 2022	3,839	40	**3,879**

15 Investment property

	Total £
Fair Value:	
At 1 April 2022	**495,000**
Revaluation	**225,000**
At 31 March 2023	**720,000**
Net Book Value:	
31 March 2023	**720,000**
31 March 2022	495,000

An independent valuation of Peat Rigg outdoor training centre was carried out by H J Scott of BoultonCooper in February 2023. The property was valued at its market value amounting to £720,000.

16 Investments

Investments are stated at fair value as at 31 March 2023 and comprise the following:-

	Company 2023 £	Group 2023 £	Company 2022 £	Group 2022 £
Government stocks	39,806	1,035,697	36,920	934,253
Other fixed interest stocks	59,249	1,541,573	43,710	1,106,070
UK equities	152,217	3,960,462	156,316	3,955,504
Investment trusts/funds	76,653	1,994,396	106,511	2,695,204
Overseas equities	206,960	5,384,812	238,713	6,040,509
Deposit account	2,950	76,747	20,605	521,392
	537,835	13,993,687	602,775	15,252,932
Analysed as follows:-				
Investment assets in (UK)	330,875	8,608,875	349,929	8,854,773
Investment assets outside (UK)	206,960	5,384,812	252,846	6,398,159
	537,835	13,993,687	602,775	15,252,932

	2023 £
Balance as at 1 April 2022	15,252,932
Additions	2,314,171
Decrease in market value of investments	(1,385,307)
Disposals	(2,089,630)
Profit on disposal of investments	346,165
Movement on cash balances held	(444,644)
Balance as at 31 March 2023	13,993,687

17 Debtors

	Company 2023 £	Group 2023 £	Company 2022 £	Group 2022 £
Grants & donations receivable	31,680	38,750	100,458	100,458
Prepayments and accrued income	2,121	10,067	2,016	10,077
Other debtors	11,856	-	9,404	-
Concessionary loans	-	-	-	2,500
	45,657	48,817	111,878	113,035

Included in concessionary loans is £Nil (2022: £2,500) due within more than one year.

18 Cash at bank and in hand

	Company 2023 £	Group 2023 £	Company 20202 £	Group 2022 £
Bank: Bank accounts & cash	481,568	694,246	491,572	573,738

19 Creditors: Amounts falling due within one year

	Company 2023 £	Group 2023 £	Company 2022 £	Group 2022 £
Grants payable	-	-	-	666
Trade creditors	410	410	55	55
Accruals and deferred income	79,417	92,331	110,553	124,532
Taxation and social security	3,352	3,352	317	317
	83,179	96,093	110,925	125,570

Included within accruals and deferred income is the following deferred income relating to future periods:-

	£
Sofia Offshore Windfarm Fund	36,667
Spark Grant	31,680
	68,347

20 Financial instruments

Measured at fair value through income or expenditure.

	Company 2023 £	Group 2023 £	Company 2022 £	Group 2022 £
Investments (note 16)	537,835	13,993,687	602,775	15,252,932

21 Permanent Endowment Fund

Purpose of fund	Balance at beginning of year £	Donations £	Interest, dividends and related tax credits £	Investment management charges £	Gain on sale of investments during the year £	Increase/ (decrease) in value of investments during the year £	Transfer to Restricted Distribution Funds £	Transfer to unrestricted Income & Expenditure Fund £	Balance at end of year £
Specifically defined age groups	233,849	-	5,125	(1,055)	6,189	(23,813)	(9,354)	(3,508)	207,433
Education/Training	2,498,871	-	54,763	(11,271)	66,137	(254,457)	(99,955)	(37,483)	2,216,605
Community Benefit	3,674,028	12,820	80,718	(16,619)	97,586	(374,280)	(146,961)	(54,735)	3,272,557
Specific geographic area	3,616,165	1,000	79,224	(16,305)	95,662	(368,188)	(144,647)	(57,220)	3,205,691
Poverty/Deprivation	387,072	-	8,463	(1,741)	10,211	(39,397)	(15,483)	(6,985)	342,140
Donor instructed	202,392	-	4,435	(913)	5,357	(20,609)	(8,096)	(3,036)	179,530
Wellness/Disability	163,579	-	7,301	(2,517)	914	(14,314)	(6,543)	(2,454)	145,966
31 March 2023	**10,775,956**	**13,820**	**240,029**	**(50,421)**	**282,056**	**(1,095,058)**	**(431,039)**	**(165,421)**	**9,569,922**
31 March 2022	10,672,430	13,820	220,846	(54,522)	207,293	305,322	(425,342)	(163,891)	10,775,956

The transfer to Unrestricted Income and Expenditure Fund represents a management charge at a rate averaging 1.5% per annum (2022: 1.5% per annum).

22 Designated Administration Fund

	2023 £	2022 £
At beginning of year	**602,775**	594,588
Interest, dividends & related tax credits	**13,448**	12,304
Investment management charges	**(2,771)**	(3,003)
Gain on sale of investments	**16,325**	11,644
Increase/(Decrease) in value of investments held	**(61,803)**	16,971
Transfer to Unrestricted Income & Expenditure Fund	**(30,139)**	(29,729)
At end of year	**537,835**	602,775

The fund is a designated fund which is held to produce income as a contribution towards the company's administration expenses.

The transfer to Unrestricted Income and Expenditure Fund represents a management charge at a rate of 5% per annum (2022: 5% per annum).

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

23 Expendable Endowment

	Balance at beginning of year £	Donations £	Interest, dividends and related tax credits £	Investment management charges £	Gain on sale of investments during the year	Increase/ (decrease) in value of investments during the year £	Transfer to Restricted Distribution Funds £	Transfer to unrestricted Income & Expenditure Fund £	Balance at end of year £
Purpose of fund									
Specifically defined age groups	113,599	2,088	2,216	(450)	2,548	(11,329)	(21,003)	(1,709)	85,960
Education/Training	422,495	213,487	9,259	(1,906)	11,182	(43,022)	(16,900)	(6,337)	588,258
Faith based	13,186	-	168	(30)	168	(1,675)	(11,719)	(98)	-
Community Benefit	992,035	-	26,777	(1,420)	8,366	(57,555)	(22,097)	(14,881)	931,225
Specific geographic area	429,144	2,000	10,565	(1,041)	6,028	(31,366)	(23,949)	(6,929)	384,452
Sport/Leisure	296,817	-	8,191	(315)	1,859	(15,657)	(5,977)	(4,452)	280,466
Wellness/Disability	50,879	-	1,115	(229)	1,347	(5,181)	(2,035)	(763)	45,133
31 March 2023	**2,318,155**	**217,575**	**58,291**	**(5,391)**	**31,498**	**(165,785)**	**(103,680)**	**(35,169)**	**2,315,494**
31 March 2022	2,240,413	7,088	56,318	(5,926)	22,428	122,608	(90,614)	(34,160)	2,318,155

The transfer to Unrestricted Income and Expenditure Fund represents a management charge at a rate averaging 1.5% per annum (2022: 1.5% per annum).

24 Distribution Fund

	Purpose of fund	Balance at 1 April 2022 £	Donations £	Charitable activities income £	Grants returned / written back £	Grants awarded £	External project costs	Transfer from Permanent Endowment Fund £	Transfer from Expendable Endowment Fund £	Balance at 31 March 2023 £
Flow through Funds:										
Tees Offshore Community Benefit Fund	Specific geographic area	170,068	-	91,326	-	(86,200)	-	-	-	175,194
Sport England	Sport/Leisure	679	-	-	-	-	-	-	-	679
Surviving Winter Fund	Specific geographic area	253	-	-	-	-	-	-	-	253
St Hilda's	Specific geographic area	4,037	-	-	-	-	-	-	-	4,037
Power to Change	Specific geographic area	38,683	-	-	-	-	(38,677)	-	-	6
The Edward Gostling Foundation	Wellness/Disability	21,559	-	-	-	(21,559)	-	-	-	-
Sofia Offshore Windfarm	Specific geographic area	17,765	-	33,333	-	(16,000)	-	-	-	35,098
Playzone Project	Sport/Leisure	-	-	18,095	-	-	(17,313)	-	-	782
VONNE (LARCH)	Specific geographic area	-	-	75,500	-	(37,086)	-	-	-	38,414
Permanent Endowment Distribution funds:										
Specifically defined age groups		14,544	-	-	-	(4,450)	-	9,354	-	19,448
Education/Training		92,890	-	-	5,914	(68,000)	-	99,955	-	130,759
Community Benefit		272,505	7,070	-	-	(62,118)	-	146,961	-	364,418
Specific geographic area		255,751	-	-	-	(102,550)	-	144,647	-	297,848
Poverty/Deprivation		23,801	-	-	-	-	-	15,483	-	39,284
Donor instructed		31,346	-	-	-	(15,672)	-	8,096	-	23,770
Wellness/Disability		3,616	-	-	-	(6,000)	-	6,543	-	4,159
Expendable Endowment Distribution Funds:										
Specifically defined age groups		50,142	-	-	-	(10,094)	-	-	21,003	61,051
Education/Training		95,854	-	-	-	(23,250)	-	-	16,900	89,504
Faith based		2,029	-	-	-	(15,162)	-	-	11,719	(1,414)
Community Benefit		68,474	-	-	-	(8,810)	-	-	22,097	81,761
Specific geographic area		64,040	-	-	-	(25,249)	-	-	23,949	62,740
Sport/Leisure		18,189	-	-	-	(5,000)	-	-	5,977	19,166
Wellness/Disability		3,537	-	-	-	(1,218)	-	-	2,035	4,354
31 March 2023		**1,249,762**	**7,070**	**218,254**	**5,914**	**(508,418)**	**(55,990)**	**431,039**	**103,680**	**1,451,311**
31 March 2022		1,051,146	15,194	182,914	295	(438,637)	(77,106)	425,342	90,614	1,249,762

Of the above balance £254,463 relates to the parent company (2022: £253,044).

25 Income & Expenditure Fund - unrestricted

	2023	2022
	£	£
At beginning of year	**243,360**	193,336
Income	**10,741**	10,551
Expenditure	**(234,615)**	(197,463)
Transfers	**239,959**	236,936
At end of year	**259,445**	243,360

26 Designation Distribution Fund

	Balance at beginning of year	Donations	Interest, dividends and related tax credits	Investment management charges	Gain on sale of investments during the year	Increase/ (decrease) in value of investments during the year	Transfer to unrestricted Income & Expenditure Fund	Grants returned / written back	Grants awarded	Balance at 31 March 2023
	£	£	£	£	£	£	£	£	£	£
Purpose of fund										
Community Benefit	520,111	3,000	11,343	(2,335)	13,702	(52,719)	(7,766)	-	(9,596)	475,740
Specific geographic area	107,895	-	2,139	(440)	2,584	(9,942)	(1,464)	-	-	100,772
31 March 2023	**628,006**	**3,000**	**13,482**	**(2,775)**	**16,286**	**(62,661)**	**(9,230)**	**-**	**(9,596)**	**576,512**
31 March 2022	623,658	-	12,397	(3,031)	11,845	17,318	(9,156)	-	(25,025)	628,006

The transfer to Unrestricted Income & Expenditure Fund represents a management charge at a rate averaging 1.5% per annum (2022: 1.5% per annum).

27 Linked Funds

Tees Valley Community Foundation is the sole trustee of Cleveland Community Foundation, The Speck Walker Fund, The Teesside Emergency Relief Fund and The Agnes Spencer Charitable Trust. All the funds have been consolidated on a line by line basis in the SOFA. A summary of the results of each linked fund is shown below:-

	Cleveland Community Foundation		The Speck Walker Fund		The Teesside Emergency Fund		The Agnes Spencer Charitable Trust	
	2023	2022	**2023**	2022	**2023**	2022	**2023**	2022
	£	£	**£**	£	**£**	£	**£**	£
Balance at 1 April 2022	**13,197,221**	12,879,808	**496,305**	486,013	**310,377**	298,439	**714,930**	664,617
Donations	**234,395**	35,442	**7,070**	660	**-**	-	**-**	-
Interest, dividends and related tax credits	**275,806**	255,454	**10,369**	9,571	**6,440**	5,944	**19,189**	18,592
Investment management charges	**(54,598)**	(59,209)	**(2,134)**	(2,340)	**(1,325)**	(1,454)	**(530)**	(475)
Gain on sale of investments during the year	**306,424**	225,269	**12,508**	9,158	**7,768**	5,688	**3,139**	1,452
Increase/(decrease) in value of investments during the year	**(1,211,914)**	374,780	**(48,303)**	13,425	**(30,000)**	8,338	**(33,285)**	48,704
Transfer to Unrestricted Income & Expenditure Fund	**(184,946)**	(183,120)	**(9,018)**	(8,982)	**(5,601)**	(5,578)	**(10,255)**	(9,530)
Grants awarded	**(330,564)**	(331,198)	**(17,036)**	(11,500)	**-**	(1,000)	**(3,660)**	(8,430)
Grants returned / written back	**-**	(5)	**-**	300	**-**	-	**-**	-
Balance at 31 March 2023	**12,231,824**	13,197,221	**449,761**	496,305	**287,659**	310,377	**689,528**	714,930

28 Fund Analysis

The assets held by each of the Foundation's funds are analysed as follows:-

	Investment Property	Investments	Intangible and Tangible Assets	Net Current Assets	Total
	£	£	£	£	£
Permanent Endowment Fund	-	9,569,922	-	-	**9,569,922**
Designated Administration Fund	-	537,835	-	-	**537,835**
Expendable Endowment Fund	-	2,315,494	-	-	**2,315,494**
Restricted Distribution Fund	-	993,924	-	457,387	**1,451,311**
Peat Rigg	720,000	-	-	-	**720,000**
Unrestricted Income & Expenditure Fund	-	-	69,862	189,583	**259,445**
Designated Distribution Fund	-	576,512	-	-	**576,512**
At 31 March 2023	**720,000**	**13,993,687**	**69,862**	**646,970**	**15,430,519**
At 31 March 2022	495,000	15,252,932	3,879	561,203	16,313,014

29 Control Relationships

At 31 March 2023 Tees Valley Community Foundation was under the control of the Trustees as noted on page 1. Tees Valley Community Foundation is the sole trustee of Cleveland Community Foundation (Registered Charity no 1111222-1, previously 700568) which from 1 April 2006 holds all Endowed Funds and is responsible for grant making out of those funds.

Tees Valley Community Foundation became the sole Trustee of The Speck Walker Fund (Registered Charity number 1111222-2) on 12 July 2010.

Tees Valley Community Foundation became the sole Trustee of The Teesside Emergency Relief Fund (Registered Charity number 1111222-3) on 14 March 2011.

Tees Valley Community Foundation became the sole Trustee of The Agnes Spencer Charitable Trust (Registered Charity Number 1111222-4) on 28 March 2014.

30 Related Party Transactions

During the year the following transactions took place between Tees Valley Community Foundation and Cleveland Community Foundation:-

	2023	2022
	£	£
Admin charge transferred from Cleveland Community Foundation to Tees Valley Community Foundation	**239,959**	236,936

Hugh McGouran sat on the Advisory Board until June 2022 of Peat Rigg Community Interest Company from whom the charity received rental income of £8,751 (2022: £8,751). There were no balances outstanding in the current or prior year. Tees Valley Community Foundation has awarded grants totalling £50,000 (2022: £65,000) to Peat Rigg Community Interest Company to enhance future development.

Trustee Jeffrey Taylor is an Investment Manager with Redmayne Bentley and they manage a portfolio on behalf of TVCF. The investment portfolio amounted to £185,289 at 31 March 2023 (2022: £193,905) and investment management fees for the year totalled £2,517 (2022: £2,263).

31 Unapplied Total Return

Tees Valley Community Foundation operates a total return investment strategy and transfers income from its funds to pay for grants and running costs. The movements on Unapplied Total Return in respect of the Permanent Endowment Funds are:-

	2023 £
Balance as at 1 April 2022	2,220,394
Transferred to Income & Expenditure Fund from Permanent Endowment Funds	(165,421)
Transferred to Distribution Funds	(431,039)
Total Return for the period (income, realised gains/losses and changes in market value)	(623,394)
Closing balance carried forward at 31 March 2023	1,000,540

32 Operating Lease Commitments

Total future minimum lease payments under non-cancellable operating leases are as follows:

Land & buildings	2023 £	2022 £
Expiry:		
Within one year	2,500	2,500
	2,500	2,500

33 Pensions

The charity operates a contributory defined contribution pension scheme for all employees. The company contributions are charged to the Statement of Financial Activities in the period to which they relate. £6,888 was paid in contributions during the year (2022: £6,848). The amount outstanding at 31 March 2023 was £Nil (2022: £Nil).

34 Reconciliation of Net Income/(Expenditure) to Net Cash Flow from Operating Activities

	Company 2023 £	Group 2023 £	Company 2022 £	Group 2022 £
Net income/(expenditure) for year	177,564	(882,495)	52,485	442,443
Interest, dividends and rent shown in investing activities	(22,199)	(334,001)	(21,055)	(310,616)
Depreciation of tangible fixed assets	2,836	2,836	5,617	5,617
Receipt of endowment	-	(231,395)	-	(20,908)
(Gains)/losses on investments	(179,522)	814,142	(28,615)	(715,429)
(Increase)/decrease in debtors	66,221	64,218	(91,844)	(87,094)
Increase/(decrease) in creditors	(27,746)	(29,477)	92,629	90,312
	17,154	(596,172)	9,217	(595,675)

Tees Valley Community Foundation and its Sudsidiaries

Appendix 1

Total Grants Awarded for the Year Ended 31 March 2023

Recipients of institutional grant(s)	Amount Awarded
4th Hartlepool Boys Brigade Company	£750
9th Hartlepool Scout Group	£1,650
Active Tees Valley	£5,000
Alice House Hospice	£3,523
Apollo arts	£1,000
BCT Aspire CIC	£11,000
Billingham Boxing Club	£4,780
Billingham Legacy Foundation	£11,550
Billingham South Primary	£1,000
Billingham Synthonia Juniors (Under 11s)	£2,500
Billingham Synthonia U13	£1,000
BLAM BLAM FEVER PROMOTIONS C.I.C	£2,500
BSAC 43 (TEESSIDE)	£1,300
Cash for Kids TFM	£1,000
Catalyst Stockton	£10,000
Clay NE CIC	£1,000
Close-Knit CIC	£3,000
Coastwatch Redcar	£2,500
Community First Support Network	£2,590
Cowpen Amateur Gardeners	£2,500
Creative Minds	£500
Daisy Chain Project	£3,426
Durham University Queens Campus	£1,000
Egglescliffe C of E Primary School	£1,000
FC Teesside	£2,500
Fighting Chance Middlesbrough	£2,100
First Norton Scouts	£1,000
Footprints in the community	£3,700
Friday Friends	£2,000
Friends and Residents of Newholm Court	£718
Friends of Eston Cemetery	£1,000
Friends of High Clarence	£1,000
FROG	£4,800
Future Regeneration of Grangetown (FROG)	£4,610
Golden Smog Basketball	£1,000
Great North Air Ambulance Service	£2,500
Greatham Sports Field Association	£2,000
Grenfell Club	£6,800
Groundwork North East	£2,500
Guisborough in Bloom	£900
Hand in Hand CIC	£750
Happy Days Children's Charity	£1,000
Harmony Charity	£2,192
Hartlepool Baby Bank	£2,000
Hartlepool Rugby Club	£24,000
Hoot Out of School Club	£1,000
Imaginarium Creative Studios Grant	£1,600
Ingleby Cycle Coaching	£1,000
Kidz Konnekt	£12,138

Tees Valley Community Foundation and its Sudsidiaries

Appendix 1

Total Grants Awarded for the Year Ended 31 March 2023

Recipients of institutional grant(s)	Amount Awarded
Ladies of Steel	£2,500
Ladies of the Lakes Estate Association (LOTLEA)	£2,000
Lazenby Village Hall	£2,500
Leo's Neonatal	£6,500
Lillyanne's CIC	£4,400
LilyAnne's C.I.C.	£1,500
Little Sprouts CIC	£1,534
MAIN	£10,000
Maltby Cricket Club	£2,500
Mandale Mill Primary	£1,000
Marske Litter Action	£2,746
Marske on A Mission	£2,500
Marske Sport and Recreation Partnership	£1,000
Meals on Wheels CIC grant	£4,650
Middlesbrough Football Club Foundation	£2,500
Mill Lane Primary School	£1,000
National Walks	£5,000
New Markse Harriers AC	£2,500
New Marske Harriers AC	£5,500
Nomads Table Tennis Club	£1,249
Normanby Community Forum	£1,000
Northumbria University	£7,500
Ocean Youth Trust North	£2,500
Oxbridge Cemetery	£1,876
Oxbridge Cemetery (National Walks)	£17,232
Parent and Children Together (PACT) North East	£1,000
Parkfield Lighthouse	£1,000
Parkinson UK Redcar and District	£1,000
Peat Rigg	£50,000
Purple Rose Health and Wellbeing	£990
Reachout Ministries	£5,000
Redcar and Cleveland Council	£11,000
Redcar Kinship Carer Support Group	£1,000
Redcar Town Football Club	£2,500
Refugee Futures	£3,000
Roseberry Community Consortium	£500
Rotary Club of Cleveland	£4,450
Rubies	£3,000
Saabat Gallery CIC	£2,500
Safer Communities	£6,000
Saltburn Folk Festival	£2,500
Saltburn Skate Park	£10,000
Skelton Bowls Club	£2,000
South Bank Baptist Church	£2,500
Sowing Seeds Ministries	£5,000
Stockton Council	£1,994
Stockton ElmTree Table Tennis Centre	£1,000
Stockton Parish Church	£2,500
Stockton Rugby Club	£1,500

Tees Valley Community Foundation
and its Sudsidiaries

Appendix 1

Total Grants Awarded for the Year Ended 31 March 2023

Recipients of institutional grant(s)	Amount Awarded
Stockton Wheelers	£1,000
Stokesley Hockey Club	£3,500
Tees Valley Wildlife Trust	£1,000
Tees Valley Womens Centre	£2,500
Tees Valley YMCA	£2,500
Teesside Ability Support Centre	£1,000
Teesside Athletic	£1,000
Teesside Community Action Group	£5,000
Teesside Dementia Link	£1,000
Teesside Group Riding For the Disabled Association	£596
Teesside Hospice	£1,384
Teesside Stroke Club	£1,000
Teesside University	£15,500
Teesside Vineyard Church	£2,500
Tfm Cash for Kids	£52,000
The Big League CIC	£2,000
The Christmas Dinner Middlesbrough and Teesside	£1,400
The Genesis Project Middlesbrough	£5,000
The Halo Project	£936
The Moses Project	£1,500
The Pals	£2,500
Thornaby Cricket Club	£4,500
Three13 Training and Enterprise Ltd	£4,970
Vision 25	£6,000
VONNE	£6,000
Whale Hill Community Centre	£2,500
Woods & Waves Forest and Beach School CIC	£2,500
Yarm Fellowship Committee	£2,500
Yatton House Society	£1,471
Young at Heart	£2,160
Young At Heart ULO	£750
Total grants to institutions	£514,164
Total grants to individuals	£3,850
Total grants awarded	£518,014

TEES VALLEY COMMUNITY FOUNDATION

England & Wales - Charity number 1111222

Accounts

Tees Valley Community Foundation and its Subsidiaries

Report of the Trustees & Financial Statements
for the Year Ended 31 March 2022

"Charity Commissioners Copy"
Registered Charity Number: 1111222

ANDERSON BARROWCLIFF LLP
Chartered Accountants

Tees Valley Community Foundation
and its Subsidiaries

Trustees' Report & Financial Statements

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Tees Valley Community Foundation
and its Subsidiaries

Legal and Administrative Information

Founder:	Squadron Leader Kenneth Kime OBE	
President:	Sir Ronald Norman OBE	
Vice President:	Dr Tony Gillham MBE	
Trustees:	Neil Kenley	Chair
	Keith Smith	
	Jeffrey Taylor	
	Heather O'Driscoll	
	Nigel Williams	
	Wendy John	Resigned 21/01/2022
	Emma Read	
Company Secretary	Peter Rowley OBE	
Chief Executive	Hugh McGouran	
Registered Company number	05478088 (England and Wales)	
Registered Charity number	1111222	
Bankers	Handelsbanken Ground Floor Winder House Kingfisher Way Stockton on Tees TS18 3EX	
Investment Advisor	Investec Wealth & Investment Limited 4th Floor 3 Wellington Place Leeds LS1 4AP	
Solicitors	Shakespeare Martineau LLP No 11 Colmore Square Birmingham B4 6AA	
Auditors	Anderson Barrowcliff LLP 3 Kingfisher Court Bowesfield Park Stockton on Tees TS18 3EX	
Address	1st Floor Corvette House Falcon Court Preston Farm Stockton on Tees TS18 3TX	

Report of the Trustees for the Year Ended 31 March 2022

The Trustees present their report along with the financial statements of the charity for the year ended 31 March 2022.

The financial statements have been prepared in accordance with note 1 to the financial statements and comply with the charity's Memorandum and Articles of Association, the Charities Act 2011, the Companies Act 2006 and the Statement of Recommended Practice applicable to charities preparing accounts in accordance with the Financial Reporting Standard in the UK and Republic of Ireland (FRS 102)(effective 1 January 2019).

Tees Valley Community Foundation (the Foundation) has been granted a uniting direction under section 96(6) of the Charities Act 1993, which unites Cleveland Community Foundation with the Foundation for registration and accounting purposes. The Foundation is the sole trustee of Cleveland Community Foundation. Under a Charity Commission Scheme dated 12 July 2010, the Foundation became sole Trustee of the Speck Walker Fund and was granted a section 96(6) uniting direction in respect of this charity. On 14 March 2011, the assets and liabilities of the Teesside Emergency Relief Fund were transferred to the Foundation and the Foundation became its sole Trustee. A section 96(6) uniting direction has been granted in respect of this charity. The Foundation became sole Trustee of the Agnes Spencer Charitable Trust on 28 March 2014 and a linking order for accounting and registration purposes was granted by the Charity Commission effective on this date.

This does not constitute an amalgamation of the charities, which remain separate and legally distinct. Group accounts have been prepared in order to comply with the Companies Act requirements.

Structure, governance and management

Tees Valley Community Foundation is a registered charity, number 111222, and a company limited by guarantee, company number 5478088. It is constituted under a trust deed dated 3 June 2005. The Foundation was established in 1989 as a grant giving charity following the successful participation in a challenge set by the Mott Foundation of Flint Michigan in the USA and the Charities Aid Foundation, where £1m raised in the local area was matched by $1m gifted by the Mott Foundation, to establish a permanently endowed fund, the income from which would be used to distribute grants and operate the charity. The following years saw a significant campaign of fundraising, predominantly from corporate donors operating in the industrial Tees Valley successfully building a substantial endowment fund.

A root and branch review of the governance of the Foundation took place in 2018, resulting in a streamlining of the committee structure and a reduction of the size of the Board of Trustees, to improve efficiency at an operational and a strategic level.

The charity is overseen by a Board of seven Trustees. New Trustees are appointed by the existing Trustees and serve for four years and may put themselves forward for re-election for a further four years. The Trust Deed provides for a minimum of 3 Trustees and a maximum of 12.

A schedule of potential Trustees is regularly reviewed and updated under the supervision of the Board. An open recruitment process will be in place before the next round of Trustee recruitment. Where practical, individuals interested in becoming a Trustee will be invited to attend a number of Board meetings as an observer, as a precursor to becoming a Trustee, this maximising the effective use of their potential eight year tenure. New Trustees go through a formal induction process which provides support during their first twelve months service. All Trustees are issued with a Trustee handbook, which is constantly updated and subject to a full review every year. The handbook contains information on the structure of the Foundation, including Terms of Reference, governance details and a complete meeting schedule, as well as all contact information to enable a Trustee to fulfil their role within the Foundation.

At quarterly Trustees' meetings, the Trustees agree the broad strategy and areas of future development for the Foundation. Items considered include the management of investments, reserves and risks, policies and performance and impact reporting on the grant giving activity. The day to day administration of grants, including the application process and decision making to a level of £1,000, is delegated to the Chief Executive and Grant Officer, with decisions being ratified by the Trustees at the next quarterly meeting. In normal circumstances grants above £1,000 are considered by a delegated Trustee, and ratified by the Board, however during the pandemic the Board have temporarily delegated authority to the CEO to award emergency grants of up to £5,000.

During 2020 all Governance meetings, including Chair and CEO updates and formal Board meetings moved on line with Trustees using Zoom software to carry out their duties. The removal in 2019 of the subcommittee structure proved to be very effective in this situation as the reduction in meetings made the virtual approach much more straightforward and effective.

For information, the former subcommittee structure has been replaced by areas of individual responsibility with each Trustee accepting a specific area of interest based on their personal skill set. These include finance, investment, HR, development and law. The Board has the power to appoint temporary Task & Finish groups to carry out specific strategic activities and report back to the Trustees. The Board reviews the detailed Risk Matrix as a standing item at each meeting. The Board gives authority to the Trustee with responsibility for financial matters to oversee the annual external audit and is responsible for the preparation of the annual accounts for presentation to the Trustees for consideration and approval. The Trustee appointed to be responsible for investment matters receives the quarterly report of the Investment Manager and advises the Trustees on the performance of the fund at each Board meeting. This Trustee, with support from an appropriate Task & Finish Group is responsible for the appointment process of the Investment Manager every five years

Risk Management

The Trustees have considered the major risks to which the charity is exposed and regularly review those risks, and update the detailed Risk Matrix document at each Board meeting. The updated Risk Matrix is formally presented for approval at the September Board meeting with ongoing monitoring and updating carried out as a Standing Item at every Board meeting throughout the year ahead.

The Trustees consider the variability of the investment returns on the permanent endowment to constitute the charity's major financial risk. The power to supervise the performance of the fund and the performance of the Investment Manager has been delegated to the Trustee with responsibility for investment matters, who reviews this quarterly, with the Investment Manager making a formal presentation to the Board twice each year.

Systems and procedures are in place to monitor and manage the risks faced by the Foundation, and these are formally reviewed by the Board. The setting of remuneration for all paid staff is the responsibility of the Board, led by the Trustee with responsibility for Human Resources, with an annual standing item at the November Board meeting so that decisions are made in December and staff informed of any changes in January ahead of implementation at the start of the new financial year.

Objects and Activities for the Public Benefit

The objectives of the Foundation are to improve the quality of life of the people of the Tees Valley. The Trustees confirm that they have referred to Charity Commission guidance on public benefit when reviewing this. This has been achieved primarily through the distribution of small grants to constituted groups working to improve and support their local communities. In recent years this service has diversified beyond the limits of simple grant giving through the Foundation's Intelligent Investment programme, implemented in 2015, which helps a small number of groups become self-sufficient, breaking the cycle of grant dependency.

In the short to medium term the Trustees will ensure that grant giving represents the prime activity of the Foundation. In addition to this prime objective the Foundation will continue to develop and refine its Intelligent Investment model which works to reduce grant dependency within participating groups, and in the short to medium term will further develop the programme to reflect the current growth in opportunities for social enterprise within the Third Sector. In the long term the Foundation is seeking to build its reputation as an influencer within the sector, by working both to help local groups but also to assess what is needed in the community, and use its influence to procure the support of the private and statutory sectors to aid this activity.

The Foundation has in place a robust monitoring and evaluation process to ensure that any awards made are for the benefit of the community. 100% of grant recipients are monitored to ensure compliance to the terms and conditions set out in the grant award email. This is an online form-based process and concentrates on quantitative evidence based on the forecast of the recipient in their grant application. A random selection of 25% of grant recipients are subject to further scrutiny in the form of a monitoring visit which is carried out by current Trustees, members of the Trustee alumni and staff members. A pre-planned interview is carried out and data fed into our monitoring system. Following the challenges to face-to-face interventions with beneficiary groups caused by Covid 19, the Foundation has now returned to the policy of visiting 25% of beneficiary groups to gather monitoring information, and to generate content for our developing social media presence.

The Foundation's ongoing development of its Intelligent Investment programme is entering a new phase as it becomes streamlined to complement our work as a partner in the new and influential LARCH Social Enterprise programme which is a pilot funded through the Local Access Fund. This is a further development of the Community Business model, originally piloted in Dyke House Hartlepool, heavily supported by our Intelligent Investment model. This will continue to be a focus of the Foundation for the coming five years. It is our intention to focus our Intelligent Investment activity in the Middlesbrough and Stockton areas to serve the communities not supported through LARCH, in order that Teesside in its entirety can benefit from uniform Social Enterprise support.

Achievements and Performance

The Foundation has had a successful year in terms of grants awarded and delivery of capacity building through the Intelligent Investment programme, which has been operational for five years. Grants awarded to local community groups totalled £459,662 in the form of 164 grants paid to groups and individuals. £4,000 was awarded to individuals in the form of 10 grants, £193,038 in small grants awarded to 132 constituted community support groups, £220,710 in larger grants was awarded to 17 local groups and we invested £45,914 in support and guidance as part of our Intelligent Investment programme in support of 5 participating groups.

The bulk of the Foundation's charitable giving is still made up of small grants of under £1,000 to small, constituted community groups, providing grassroots support to their local community. We do also provide a significant amount of a higher level of intervention, mostly as exclusive TVCF projects, but also in partnership with other charities. A number of 2021/22 highlights of this intensive support programme are detailed below:

Middlesbrough Mela

Middlesbrough Mela is one of the biggest and most spectacular multi-cultural festivals in the North-East and offers a mix of music, food, fashion and fun over two days. Middlesbrough Council were looking for support following their decision to start to step back from being the lead organisation in the delivery of Middlesbrough Mela. The Foundation was approached by the council to provide transitional support. We have been working with the Mela committee to establish the event as a community business with the correct governance structure and HR capabilities to deliver the festival, as well as supporting the committee with their business and financial planning. The Foundation agreed a grant of £5,000 to pay for training for committee members. A further grant of c.£20k has also been ring-fenced, subject to match funding, to pay for a part-time event manager.

BTC Aspire

Billingham based youth group, BCT Aspire, has been operating for a number of years, most recently as a Community Interest Company. The Foundation was approached by the group following a suggestion from Stockton Borough Council as they were facing multiple issues around future sustainability. During initial discussions it quickly became apparent that their operation structure was not fit for purpose, and with support from Intelligent Investment advisers, the organisation has restructured as a Charitable Incorporated Organisation. A robust Business Plan has been produced and TVCF agreed to part fund the appointment of a CEO for up to two years, as the charity had no outward facing representation. We are delighted to report that year two of our funding will not be required as funding from the National Lottery Community Fund has been secured to cover core salary costs for three years, giving BCT Aspire the resources to develop long term sustainability. We will continue to work closely with the group for the foreseeable future.

Recovery Connections

Recovery Connections is a Middlesbrough based charity supporting those experiencing issues relating to drugs and alcohol. The Foundation supported Recovery Connections to open Bloom Florists, a social enterprise florist based in Middlesbrough. We provided Business Planning support as well as providing advice on governance issues and supporting the florist with intensive marketing support. In 2021 a £15,000 grant was provided from the Foundation to support the part-time manager of the business. The social business is doing well and has recently secured the contract to be the exclusive Middlesbrough provider of Interflora sales and services, enabling it to become fully self-sustaining. Business and development support continued in 2022.

Cash for Kids (Bauer Media) Sports Challenge

Our ongoing successful partnership with local radio station TFM, part of the Bauer Media Group, to deliver the annual Cash for Kids Sports Challenge has developed into a full national programme of fund raising across the network. Developed by TVCF, the Sports Challenge is now a national feature for all Bauer's network for local radio, covering England, Scotland and Wales, an achievement demonstrated by TVCF receiving the Innovation in Fundraising Award from Bauer Media at their recent National Conference. November 2021 saw the TFM area break the £100,000 barrier, a phenomenal achievement by the 20 participating sports clubs in a four-week campaign.

Clevearc (Dementia Action Teesside)

Local dementia charity Clevearc approached TVCF for help during a period of significant change to their operation, moving from being a residential care provider to an outreach focussed community support provider. The Foundation brought the charity into the Intelligent Investment programme to assist with the development of a Business Plan and to carry out a root and branch review of policies and the governance structure. It quickly became apparent that there were other significant challenges to be addressed, one of which was the accommodation of the charity, which led to the Foundation offering Clevearc office space within its own premises. The Foundation has supported the rebranding of the charity now known as Dementia Action Teesside. Current support includes the provision of one day per week of a CEO to lead and shape the future of the charity. The future of the charity is now much more certain as they have secured a three year dementia awareness programme with Middlesbrough and Redcar councils, providing a secure base for future development.

Playzones

The Foundation was approached during 2022 to become a leading partner in the development of the Playzone pilot programme to provide community based multi-use sports facilities within a range of different communities. TVCF has developed a significant knowledge base in the development and operation of community sports and this opportunity will provide a significant step change in our work in community wellbeing in the coming five years.

Financial Review

The financial position of the Foundation is continually monitored by the Chief Executive and is formally reviewed on a quarterly basis by the Compliance & Risk Committee. At these meetings income and expenditure are reviewed against the rolling budget forecast and reports are subsequently presented to the Board of Trustees.

Following approval from the Charity Commission in March 2008 the Foundation adopted a total return approach to the investment of permanently endowed funds. The following is an extract from the sealed Order:-

"In accordance with the terms of the Order, the Trustees confirm that:

- In identifying the value of the portion of the permanent endowment that represented the unapplied total return, the Trustees first identified the value of the initial gift dating back to 1987 and any subsequent gifts of permanent endowment up until 31 March 2008, and:
- When determining the amount of unapplied total return to transfer to income the Trustees have considered the amount of income required to maintain the current level of charitable activity, the likely benefits to future generations, and the likely needs of future beneficiaries, and:
- When reaching their decision as to the unapplied total return to transfer to income, the Trustees have taken professional advice from their investment advisers regarding the market outlook, investment trends and yield, and the prospect for future capital growth."

As part of the total return implementation process the Trustees agreed that the investment managers be given an objective of an 8% long term average total return which comprises 4% for potential allocation to the Trust for application (Distribution Funds), 1.5% for the charge levied to administer the funds and 2.5% representing an inflationary and risk buffer.

The value of the investment portfolio held with Investec at the year end amounted to £13,959,188 (2021: £13,566,269). The value of the investment portfolio held with Redmayne Bentley at the year end amounted to £193,905 (2021: £178,864). The value of the investment portfolio held with CCLA at the year end amounted to £1,099,839 (2021: £1,134,919). The investment portfolios received dividend and interest income for the year amounting to £310,616 (2021: £291,792).

The primary source of income for the charity is the return on the investment of our endowment funds, both permanent and expendable. The capital investment is managed by Investec Leeds as part of a bespoke portfolio. The Investment policy, reviewed annually, instructs the Investment Manager to implement a low to medium risk profile. The performance of the fund during this year has been very positive and has been the primary source of our capital growth. Other income is generated through donations and acquisition of dormant and ineffective Trusts.

The Foundation also manages a small number of flow through funds on behalf of partner organisations, these include the Tees Offshore Community Fund. A 10% annual management fee is charged on these funds.

Reserves Policy

The Trustees aim to maintain free reserves equal to approximately six months' core operating costs. Based on current predicted levels of activity six months' core operating costs amount to £128,895 and the balance on the Unrestricted Income and Expenditure fund is £243,360 (2021: £193,336) of which £239,481 (2021: £183,840) are free reserves after adjusting for fixed assets.

The Trustees continue to monitor reserves on a regular basis and quarterly management accounts are reviewed by the Board of Trustees. The additional reserves held at the year end will be used to support special projects, including the roll out of the Match Challenge programme, and to address the restructuring of the Foundation's marketing strategy, specifically in connection to driving traffic to our new website using Social Media. Also, due to the current volatility in the financial markets the trustees consider the need for an additional contingency in the reserves held.

The future use of such surpluses was debated by Trustees in 2022, it was agreed that the future development of the Foundation would be supported by use of some of the surpluses.

Plans for the future

The experience of flexible working enforced upon the Foundation by Covid 19, have been developed into a significant set of lessons which we are now using for the long term development and sustainability for the charity. The need to use digital technology to manage the hybrid working models required to continue operating in a challenging environment is driving our planning. During spring 2022 the Foundation began working with Digital City, part of Teesside University, to carry out a deep digital audit to fully review all aspects of our use of digital technology, from our management information system through to our use of Social Media.

The result of this work is the production of a five-year Digital Transformation plan which will impact on all parts of the charity, with implementation beginning in September 2022. We expect to launch our new web based hub in April 2023, with further developments throughout 2023/24.

Our future plans are part of a ten year, long term strategy, currently in development. Detailed below are the future plans of the Foundation which will be implemented in 2022/23.

Warm This Winter

In the short term, as a response to the cost of living crisis, the Foundation will launch its Warmer this Winter campaign in October 2022. This fund will provide support to local community groups providing activities to keep beneficiaries warm, through the use of community facilities through to the provision of slow cookers for use at home to produce inexpensive nutritional hot meals to those impacted by the crisis.

Teesside University Scholarship Programme

The Foundation has been in talks with Teesside University to develop a programme of scholarships for local students who are pursuing degree level qualifications in a range of disciplines which reflect the industrial heritage of the area, which enabled the founding of the Community Foundation in the late 1980's. Subjects will include engineering, sustainable energy, digital technology and design. These scholarships will complement our current portfolio of student scholarships in law, accountancy and business studies.

New Management Information System

The team at the Foundation is working closely with Digital City, part of Teesside University, to create a bespoke, and portable, Management Information System. Our current platform is coming to the end of its useful life, its lack of portability being identified as a potential risk to the operation of the Charity. A test system will be available by January 2023, and full launch will be at the start of the 2023/24 financial year.

Internal restructure

As part of our ongoing succession planning process, we are carrying out a restructure within the current staff compliment. This will address a number of objectives including adaptation to a hybrid working model, and the need to prepare for the potential retirement of two key members of the team. The staff have been fully engaged with this process which began in April 2022.

Plans for the future continued

Membership Programme

As part of the programme of digital transformation, we will introduce a new membership programme for beneficiaries during 2023. This will further simplify the application process and improve our monitoring and evaluation process, thus improving measurable public benefit and reducing risk. A significant by-product of this system will be increased content for our developing social media presence. Membership benefits will include access to online and virtual technical support, training programmes and networking events.

Peat Rigg major improvements

Our flagship Outdoor Training Centre at Peat Rigg in North Yorkshire is embarking on the next phase of development. Significant changes to the operation of the facility will include a move towards rewilding of the 100 acre site and the building of a 3.5 acre pond, to enable all residents to access water based activity without leaving the site, thus reducing the need to use motor vehicles.
Plans are also being developed to build an earth roofed Bunkhouse, which will increase short term occupancy by using yurts placed around the new building, providing shower and dining facilities.

Statement of Trustees' Responsibilities

The Trustees (who are also the directors of Tees Valley Community Foundation for the purposes of company law) are responsible for preparing the Report of the Trustees and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make sound judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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

In so far as the Trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are 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 auditors are aware of that information.

Auditors

The auditors, Anderson Barrowcliff LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of trustees on 26th October 2022 and signed on its behalf by:

Neil Kenley
Chairman

Opinion
We have audited the financial statements of Tees Valley Community Foundation (the 'charitable company') for the year ended 31 March 2022 which comprise Group Statement of Financial Activities, the Group and the Parent Balance Sheet, and the Group and Parent Charity Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

In our opinion the financial statements:
- give a true and fair view of the state of the groups and parent charitable company's affairs as at 31 March 2022, and of the group's incoming resources and application of resources, including its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

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

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

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

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

Other information
The Trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our Report of the Independent Auditor's 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
We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:-

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- the parent charitable company has not kept adequate accounting records; or
- the parent charitable company's financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit; or

Responsibilities of trustees
As explained more fully in the Statement of Trustees Responsibilities, 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
We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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

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

Based on our understanding of the charity, we have considered applicable laws and regulations which may be fundamental to the charity's ability to operate or to avoid a material penalty, and we considered the extent to which non-compliance might have a material effect on the financial statements. We considered management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to the posting of inappropriate manual journal entries to manipulate financial performance, management bias in significant accounting estimates and any significant one-off or unusual transactions.

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

Auditors' responsibilities for the audit of the financial statements (continued)
Audit procedures performed by the engagement team included:

- Enquiry of management and those charged with governance around actual and potential litigation and claims.
- Enquiry of entity staff in tax and compliance functions to identify any instances of non-compliance with laws and regulations.
- Reviewing minutes of meetings of those charged with governance.
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations.
- Auditing the risk of management override of controls, including through testing journal entries and other adjustments for appropriateness, and evaluating the business rationale of significant transactions outside the normal course of business.
- Challenging estimates and judgements made by management in their significant accounting estimates.
- Revenue recognition; agreeing a sample of revenue transactions to gain assurance over the occurrence and accuracy of revenue and also to ensure revenue has been recognised in the correct period.

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

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

Use of our report
This report is made solely to the charitable company's members, 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 charitable company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

David Robertson FCA - Senior Statutory Auditor
For & on behalf of Anderson Barrowcliff LLP
Statutory Auditor
3 Kingfisher Court
Bowesfield Park
Stockton on Tees
TS18 3EX

Date: 6 December 2022

Tees Valley Community Foundation and its Subsidiaries
Consolidated Statement of Financial Activities
(including consolidated income and expenditure account)
for the Year Ended 31 March 2022

		Unrestricted Funds			Endowment Funds		Restricted Funds				
	Notes	Income & Expenditure Funds £	Designated Administ-ration Fund £	Designated Distribution Fund £	Permanent Endowment Funds £	Expendable Endowment Funds £	Income & Expenditure £	Distribution Funds £	Peat Rigg £	2022 Total £	2021 Total £
Income and endowments from:											
Donations and legacies	2	-	-	-	13,820	7,088		15,194	-	36,102	151,963
Charitable activities	3	1,800	-	-	-	-	17,967	182,914	-	202,681	208,007
Investment income	4	8,751	12,304	12,397	220,846	56,318	-	-	-	310,616	291,792
Total income and endowments		10,551	12,304	12,397	234,666	63,406	17,967	198,108	-	549,399	651,762
Expenditure on:											
Raising funds	5	16,956	3,003	3,031	54,522	5,926	-	-	-	83,438	80,794
Expenditure on charitable activities:											
Grant making	6	180,507	-	25,025	-	-	13,491	392,428	-	611,451	579,886
Advice and guidance	8	-	-	-	-	-	4,476	123,020	-	127,496	106,535
Total expenditure		197,463	3,003	28,056	54,522	5,926	17,967	515,448	-	822,385	767,215
Net gains on investment assets		-	28,615	29,163	512,615	145,036	-	-	-	715,429	2,591,101
Net income / (expenditure)		(186,912)	37,916	13,504	692,759	202,516	-	(317,340)	-	442,443	2,475,648
Transfers between funds	20,21,22, 23,25	236,936	(29,729)	(9,156)	(589,233)	(124,774)	-	515,956	-	-	-
Net movements in funds	27	50,024	8,187	4,348	103,526	77,742	-	198,616	-	442,443	2,475,648
Reconciliation of funds:											
Total funds brought forward		193,336	594,588	623,658	10,672,430	2,240,413	-	1,051,146	495,000	15,870,571	13,394,923
Total funds carried forward		243,360	602,775	628,006	10,775,956	2,318,155	-	1,249,762	495,000	16,313,014	15,870,571

The notes form part of these financial statements

Tees Valley Community Foundation and its Subsidiaries

Consolidated Balance Sheet At 31 March 2022

	Note	2022 £	2022 £	2021 £	2021 £
Fixed assets					
Tangible assets	13		**3,879**		9,496
Investment property	14		**495,000**		495,000
Investments	15		**15,252,932**		14,880,052
			15,751,811		15,384,548
Current assets					
Debtors	16	**113,035**		25,941	
Cash at bank and in hand	17	**573,738**		495,340	
		686,773		521,281	
Creditors: amounts falling due within one year	18	**125,570**		35,258	
Net current assets			**561,203**		486,023
Net assets			**16,313,014**		15,870,571
Financed by:					
Restricted funds:					
Permanent Endowment Fund	20	**10,775,956**		10,672,430	
Expendable Endowment Fund	22	**2,318,155**		2,240,413	
Distribution Fund	23	**1,249,762**		1,051,146	
Peat Rigg	14	**495,000**		495,000	
			14,838,873		14,458,989
Unrestricted funds:					
Income & Expenditure Fund	24	**243,360**		193,336	
Designated Distribution Fund	25	**628,006**		623,658	
Designated Administration Fund	21	**602,775**		594,588	
			1,474,141		1,411,582
Total funds	27		**16,313,014**		15,870,571

The Trustees have prepared group accounts in accordance with section 398 of the Companies Act 2006 and section 138 of the Charities Act 2011. These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

The Trustees consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 477 of the Companies Act 2006 (the "Act") and members have not required the company to obtain an audit for the year in question in accordance with section 476 of the Act. However, an audit is required in accordance with section 151 of the Charities Act 2011.

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

Approved by the Board of Trustees on 26th October 2022 and signed on their behalf by:

N Kenley
Chairman

H O'Driscoll

The notes form part of these financial statements

Tees Valley Community Foundation

Balance Sheet
At 31 March 2022

	Note	2022 £	2022 £	2021 £	2021 £
Fixed assets					
Tangible assets	13		**3,879**		9,496
Investment property	14		**495,000**		495,000
Investments	15		**602,775**		594,589
			1,101,654		1,099,085
Current assets					
Debtors	16	**111,878**		20,034	
Cash at bank and in hand	17	**491,572**		440,871	
		603,450		460,905	
Creditors: amounts falling due within one year	18	**110,925**		18,296	
Net current assets			**492,525**		442,609
Net assets			**1,594,179**		1,541,694
Financed by:					
Restricted funds:					
Distribution Fund	23	**253,044**		258,770	
Peat Rigg	14	**495,000**		495,000	
			748,044		753,770
Unrestricted funds:					
Income & Expenditure Account	24		**243,360**		193,336
Designated Administration Fund	21		**602,775**		594,588
Total funds			**1,594,179**		1,541,694

These statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

The Trustees consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 477 of the Companies Act 2006 (the "Act") and members have not required the company to obtain an audit for the year in question in accordance with section 476 of the Act. However, an audit is required in accordance with section 151 of the Charities Act 2011.

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

Approved by the Board of Trustees on 26th October 2022 and signed on their behalf by:

N Kenley
Chairman

H O'Driscoll

The notes form part of these financial statements

Statement of Cash Flows and Consolidated Statement of Cash Flows for the Year Ended 31 March 2022

	Note	2022 Charity £	2022 Group £	2021 Charity £	2021 Group £
Net cash provided by (used in) operating activities	33	**9,217**	**(595,675)**	44,102	(410,434)
Cash flow from investing activities					
Payments to acquire tangible fixed assets		-	-	(7,363)	(7,363)
Interest, dividends and rent		**21,055**	**310,616**	11,553	291,792
Net proceeds on purchase and sale of investments		**20,429**	**342,549**	18,687	193,325
Net cash flow used in investing activities		**41,484**	**653,165**	22,877	477,754
Cash flow from financing activities					
Receipt of endowment		-	**20,908**	-	14,907
Net cash flow provided by financing activities		-	**20,908**	-	14,907
Change in cash and cash equivalents in the year		**50,701**	**78,398**	66,979	82,227
Cash and cash equivalents at the beginning of the year		**440,871**	**495,340**	373,892	413,113
Cash and cash equivalents at the end of the year		**491,572**	**573,738**	440,871	495,340

1 Accounting Policies

(a) **General information and basis of preparation**

Tees Valley Community Foundation is a private company limited by guarantee registered in England and Wales. It is registered as a charity with the Charity Commission. The address of the registered office is given in the Report of the Trustees on page 1. The nature of the Foundation's operations and principal activities is given in the Report of the Trustees on page 3.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their financial statements in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The financial statements are prepared on a going concern basis under the historical cost convention, with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to the accounts. The Trustees consider that there are no material uncertainties about the Foundation's ability to continue as a going concern. The financial statements are prepared in sterling which is the functional currency of the Foundation and rounded to the nearest £.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

(b) **Group financial statements**

The consolidated financial statements incorporate the financial statements of the company and its subsidiaries on a line by line basis.

(c) **Income**

All incoming resources are recognised in the Statement of Financial Activities (SOFA) when the Foundation is legally entitled to the income after any performance conditions have been met, and the amount can be measured reliably and it is probable that the income will be received.

Grants from the government and other agencies have been included as income from activities in furtherance of the charity's objects where these amount to a contract for services, but as donations where the money is given in response to an appeal or with greater freedom of use.

In accordance with this policy, legacies are included when the charity is advised by the personal representative of an estate that payment will be made or property transferred and the amount involved can be quantified.

(d) **Expenditure**

All expenditure is included on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised when there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably. It is categorised under the following headings:-

- Costs of raising funds compromise the costs associated with raising funds.
- Expenditure on charitable activities includes the costs associated with the objects of the Foundation.

Charitable expenditure comprises those costs incurred by the Charity in the delivery of its activities and services for its beneficiaries. It includes both costs which can be directly allocated to activities and those costs of an indirect nature necessary to support them. Costs are allocated between the expenditure categories of the SOFA based on usage of the resource. Governance costs are those incurred in connection with compliance with constitutional and statutory requirements.

Irrecoverable VAT is charged as an expense against the activity for which expenditure arose.

(e) **Allocation of support costs**
Support costs are those that assist the work of the Foundation but do not directly represent charitable activities and include office costs, finance, personnel, payroll and governance costs, which support the Foundation's activities. These costs have been allocated to expenditure on charitable activities. The bases on which the support costs have been allocated are set out in note 6.

(f) **Tangible Fixed Assets**
Fixed assets are stated at cost less accumulated depreciation. Depreciation is provided at the following annual rates in order to write off capitalised assets over their estimated useful life.

Computer equipment	33⅓% straight line
Fixtures & fittings	33⅓% and 10% straight line
Office equipment	33⅓% straight line

(g) **Investment property**
Investment properties for which fair value can be measured reliably without undue cost or effort are measured at fair value at each reporting date with changes in fair value recognised in 'net gains / (losses) on investments' in the SoFA.

(h) **Investments**
Investments are recognised initially at fair value which is normally the transaction price excluding transaction costs. Subsequently, they are measured at fair value with changes recognised in 'net gains / (losses) on investments' in the SoFA if the shares are publicly traded or their fair value can otherwise be measured reliably

(i) **Debtors and creditors receivable/payable within one year**
Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

(j) **Cash at bank and in hand**
Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of one year or less from the date of acquisition or opening of the deposit or similar account.

(k) **Financial instruments**
The Foundation only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

(l) **Fund accounting**
The Foundation has the following types of funds on its balance sheet:

- **Restricted Funds and Assets** – Restricted funds are accounted for separately and all assets representing restricted funds are identified as such in the notes to the financial statements;
- **Permanent Endowment Funds** – The capital of permanent endowment funds is maintained in accordance with donor instructions, with any income arising being available for restricted or general charitable purposes of the Foundation, according to the terms of the original gift;
- **Unrestricted Funds** – Unrestricted funds arising from the accumulated surplus from its various activities.

(m) **Pension Scheme**
The charity operates a contributory defined contribution pension scheme for all employees. The company contributions are charged to the Statement of Financial Activities in the period to which they relate.

(n) **Leasing Commitments**
Rentals paid under operating leases are charged to the statement of financial activities on a straight line basis over the period of the lease.

(o) **Judgements and Key sources of estimation uncertainty**

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

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

2 Donations and Legacies

	Restricted £	Un-Restricted £	Endowment £	Total 2022 £	2021 £
Intelligent Investment	-	-	-	-	5,900
Miscellaneous Donations	660	-	19,908	20,568	22,225
Redcar Borough Council	-	-	-	-	10,000
Sirius Minerals	-	-	-	-	10,000
Valerie Jones Music Fund	-	-	-	-	80,338
The Prochorus Fund	-	-	1,000	1,000	1,500
Cowie Technology Group	12,000	-	-	12,000	22,000
Middlesbrough Community Fund	2,534	-	-	2,534	-
	15,194	-	20,908	36,102	151,963

Income from donations and legacies for 2021 was £151,963 of which £137,056 was restricted, £Nil was attributable to unrestricted and £14,907 was attributable to endowment.

3 Charitable Activities

	Restricted £	Un-Restricted £	Endowment £	Total 2022 £	2021 £
Edward Gostling Foundation	1,667	-	-	1,667	48,333
Tees Offshore Community Benefit Fund	93,407	-	-	93,407	92,300
Community Fishing Fund	-	-	-	-	2,000
Power to Change	61,941	-	-	61,941	63,574
Sofia Offshore Windfarm	36,666	-	-	36,666	-
VONNE (LARCH Partnership Program)	7,200	-	-	7,200	-
Support activities	-	1,800	-	1,800	1,800
	200,881	1,800	-	202,681	208,007

Charitable activities for 2021 was £208,007 of which £206,207 was restricted, £1,800 was attributable to unrestricted and £Nil was attributable to endowment.

4 Investment Income

	Restricted £	Un-Restricted £	Endowment £	Total 2022 £	2021 £
Peat Rigg rent	-	8,751	-	8,751	-
Interest, dividends and related tax credits	-	24,701	277,164	301,865	291,792
	-	33,452	277,164	310,616	291,792

Investment income for 2021 was £291,792 of which £Nil was restricted, £23,449 was attributable to unrestricted and £268,343 was attributable to endowment.

Notes to the Financial Statements for the Year Ended 31 March 2022

5 Raising Funds

	Un-restricted 2022 £	Restricted 2022 £	Endowment 2022 £	Total 2022 £	2021 £
Salaries	**12,678**	-	-	**12,678**	12,485
Investment management costs	**6,034**	-	**60,448**	**66,482**	61,827
General office costs	**2,583**	-	-	**2,583**	5,692
Other costs	**1,695**	-	-	**1,695**	790
	22,990	-	**60,448**	**83,438**	80,794
2021	24,586	-	56,208	80,794	

6 Charitable Activities - Grant Making

	Unrestricted funds 2022 £	2021 £	Restricted funds 2022 £	2021 £	Total 2022 £	2021 £
Direct Costs						
Salaries	-	-	**13,491**	10,724	**13,491**	10,724
Grants awarded	**25,025**	17,900	**392,723**	340,636	**417,748**	358,536
Grants returned/written back	-	-	**(295)**	(3,885)	**(295)**	(3,885)
Support Costs						
Salaries	**108,102**	106,448	-	-	**108,102**	106,448
Marketing & advertising	**9,542**	7,895	-	-	**9,542**	7,895
Insurance	**7,521**	7,061	-	-	**7,521**	7,061
Heat & light	**114**	467	-	-	**114**	467
Telephone	**242**	1,518	-	-	**242**	1,518
Printing, stationery & postage	**267**	1,024	-	-	**267**	1,024
Office equipment and rental	**280**	1,189	-	-	**280**	1,189
Computer expenses	**2,336**	7,843	-	-	**2,336**	7,843
Bank charges	**340**	352	-	-	**340**	352
Rent & rates	**7,932**	14,262	-	-	**7,932**	14,262
Sundry expenses	**1,382**	1,155	-	-	**1,382**	1,155
Depreciation	**4,550**	5,158	-	-	**4,550**	5,158
Subscriptions	**1,325**	1,582	-	-	**1,325**	1,582
Training	**648**	-	-	-	**648**	-
Premises expenses	-	5,767	-	-	-	5,767
Governance costs (note 7)	**35,926**	52,790	-	-	**35,926**	52,790
	205,532	232,411	**405,919**	347,475	**611,451**	579,886

7 Analysis of Governance Costs

	Unrestricted funds		Restricted funds		Total	
	2022	2021	**2022**	2021	**2022**	2021
	£	£	**£**	£	**£**	£
Salaries	**12,678**	12,485	-	-	**12,678**	12,485
General office costs	**2,583**	5,692	-	-	**2,583**	5,685
Auditors remuneration	**5,000**	4,800	-	-	**5,000**	4,800
Other accountancy fees	**12,031**	12,368	-	-	**12,031**	12,368
Legal & professional	**1,939**	16,655	-	-	**2,139**	16,655
Other costs	**1,695**	790	-	-	**1,695**	790
	35,926	52,790	-	-	**35,926**	52,790

8 Charitable Activities - Advice and Guidance

	Unrestricted funds		Restricted funds		Total	
	2022	2021	**2022**	2021	**2022**	2021
	£	£	**£**	£	**£**	£
Direct Costs						
Salaries	-	-	**4,476**	5,270	**4,476**	5,270
Grants awarded	-	-	**45,914**	43,400	**45,914**	43,400
Intelligent Investment external costs	-	-	-	5,900	-	5,900
Power to Change external costs	-	-	**70,521**	51,965	**70,521**	51,965
VONNE (LARCH Partnership Program)			**6,585**	-	**6,585**	-
	-	-	**127,496**	106,535	**127,496**	106,535

9 Grants awarded

A list of grants awarded to organisations during the year is detailed in Appendix 1 to the accounts.

10 Staff numbers

The average number of persons employed during the year, analysed by category, was as follows:-

	Number of Employees	
	2022	2021
Administration	**1**	1
Grant making support costs	**3**	3
Fundraising	**1**	1
Total	**5**	5

11 Staff costs and Trustees' remuneration

	2022	2021
	£	£
Salaries	**136,175**	132,485
Employer's National Insurance	**8,402**	8,200
Pension Contributions	**6,848**	6,726
Total	**151,425**	147,411

11 Staff costs and Trustees' remuneration

The number of employees whose total emoluments (excluding employer pension costs) for the reporting period in the following bands was:

	2022 number	2021 Number
£60,000 to £70,000 p.a.	1	1
	1	1

The Trustees received remuneration of £Nil (2021: £Nil).
Trustee expenses paid in the year amounted to £Nil (2021: £Nil).

The total amount of employee benefits received by key management personnel is £73,237 (2021 - £72,289). The Trust considers its key management personnel comprise the Chief Executive.

12 Taxation

The charity is an exempt charity within the meaning of schedule 3 of the Charities Act 2011 and is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes.

13 Tangible Assets

	Computer Equipment £	Fixtures & Fittings £	Total £
Cost			
At 1 April 2021 and 31 March 2022	25,850	14,668	**40,518**
Depreciation:			
At 1 April 2021	16,550	14,472	**31,022**
Charge for the year	5,461	156	**5,617**
At 31 March 2022	22,011	14,628	**36,640**
Net Book Value:			
31 March 2022	**3,839**	**40**	**3,879**
31 March 2021	9,300	196	9,496

14 Investment property

	Total £
Fair Value:	
At 1 April 2021 and 31 March 2022	**495,000**
Net Book Value:	
31 March 2022	**495,000**
31 March 2021	495,000

An independent valuation of Peat Rigg outdoor training centre was carried out by Chris Brown of Browns in April 2017. The property was valued at £495,000. The trustees believe there has been no material movement in the valuation during the year.

15 Investments

Investments are stated at fair value as at 31 March 2022 and comprise the following:-

	Company 2022 £	Group 2022 £	Company 2021 £	Group 2021 £
Government stocks	**36,920**	**934,253**	36,945	924,579
Other fixed interest stocks	**43,710**	**1,106,070**	51,775	1,295,716
UK equities	**156,316**	**3,955,504**	173,604	4,344,581
Investment trusts/funds	**106,511**	**2,695,204**	102,202	2,557,679
Overseas equities	**238,713**	**6,040,509**	219,329	5,488,869
Deposit account	**20,605**	**521,392**	10,734	268,628
	602,775	**15,252,932**	594,589	14,880,052
Analysed as follows:-				
Investment assets in (UK)	**349,929**	**8,854,773**	353,829	8,854,851
Investment assets outside (UK)	**252,846**	**6,398,159**	240,760	6,025,201
	602,775	**15,252,932**	594,589	14,880,052

	2022 £
Balance as at 1 April 2021	**14,880,052**
Additions	**910,711**
Increase in market value of investments	**462,218**
Disposals	**(1,506,024)**
Profit on disposal of investments	**253,211**
Movement on cash balances held	**252,764**
Balance as at 31 March 2022	**15,252,932**

16 Debtors

	Company 2022 £	Group 2022 £	Company 2021 £	Group 2021 £
Grants & donations receivable	**100,458**	**100,458**	-	-
Prepayments and accrued income	**2,016**	**10,077**	2,016	10,783
Other debtors	**9,404**	**-**	18,018	5,946
Concessionary loans	**-**	**2,500**	-	9,212
	111,878	**113,035**	20,034	25,941

Included in concessionary loans is £Nil (2021: £3,333) due within more than one year.

17 Cash at bank and in hand

	Company 2022 £	Group 2022 £	Company 20201 £	Group 2021 £
Bank: Bank accounts & cash	**491,572**	**573,738**	440,871	495,340

18 Creditors: Amounts falling due within one year

	Company 2022 £	Group 2022 £	Company 2021 £	Group 2021 £
Grants payable	-	666	-	3,332
Trade creditors	55	55	427	427
Accruals and deferred income	110,553	124,532	14,720	28,350
Taxation and social security	317	317	3,149	3,149
	110,925	125,570	18,296	35,258

Deferred income compromises management fee income relating to future periods, as follows:-

	£
Tees Offshore	100,458
	100,458

19 Financial instruments

Measured at fair value through income or expenditure.

	Company 2022 £	Group 2022 £	Company 2021 £	Group 2021 £
Investments (note 15)	602,775	15,252,932	594,589	14,880,052

20 Permanent Endowment Fund

	Balance at beginning of year £	Donations £	Interest, dividends and related tax credits £	Investment management charges £	Gain on sale of investments during the year £	Increase/ (decrease) in value of investments during the year £	Transfer to Restricted Distribution Funds £	Transfer to unrestricted Income & Expenditure Fund £	Balance at end of year £
Purpose of fund									
Specifically defined age groups	231,965	-	4,711	(1,152)	4,502	6,581	(9,279)	(3,479)	233,849
Education/Training	2,478,745	-	50,340	(12,309)	48,102	70,324	(99,150)	(37,181)	2,498,871
Community Benefit	3,631,266	12,820	73,931	(18,077)	70,570	102,910	(145,251)	(54,141)	3,674,028
Specific geographic area	3,589,022	1,000	72,861	(17,816)	69,632	101,822	(143,561)	(56,795)	3,616,165
Poverty/Deprivation	385,134	-	7,803	(1,908)	7,464	10,935	(15,405)	(6,951)	387,072
Donor instructed	200,761	-	4,077	(997)	3,896	5,696	(8,030)	(3,011)	202,392
Wellness/Disability	155,537	-	7,123	(2,263)	3,127	7,054	(4,666)	(2,333)	163,579
31 March 2022	**10,672,430**	**13,820**	**220,846**	**(54,522)**	**207,293**	**305,322**	**(425,342)**	**(163,891)**	**10,775,956**
31 March 2021	9,036,298	12,820	211,783	(50,987)	205,341	1,762,740	(364,621)	(140,944)	10,672,430

The transfer to Unrestricted Income and Expenditure Fund represents a management charge at a rate averaging 1.5% per annum (2021: 1.5% per annum).

21 Designated Administration Fund

	2022 £	2021 £
At beginning of year	**594,588**	503,975
Interest, dividends & related tax credits	**12,304**	11,553
Investment management charges	**(3,003)**	(2,769)
Gain on sale of investments	**11,644**	10,017
Increase/(Decrease) in value of investments held	**16,971**	99,284
Transfer to Unrestricted Income & Expenditure Fund	**(29,729)**	(27,472)
At end of year	**602,775**	594,588

The fund is a designated fund which is held to produce income as a contribution towards the company's administration expenses.

The transfer to Unrestricted Income and Expenditure Fund represents a management charge at a rate of 5% per annum (2021: 5% per annum).

22 Expendable Endowment

	Balance at beginning of year £	Donations £	Interest, dividends and related tax credits £	Investment management charges £	Gain on sale of investments during the year	Increase/ (decrease) in value of investments during the year £	Transfer to Restricted Distribution Funds £	Transfer to unrestricted Income & Expenditure Fund £	Balance at end of year £
Purpose of fund									
Specifically defined age groups	125,381	2,088	2,619	(640)	2,472	3,522	(19,958)	(1,885)	113,599
Education/Training	419,092	-	8,511	(2,081)	8,133	11,890	(16,764)	(6,286)	422,495
Faith based	13,079	-	266	(65)	254	371	(523)	(196)	13,186
Community Benefit	932,803	-	25,749	(1,427)	5,091	63,160	(19,349)	(13,992)	992,035
Specific geographic area	422,339	5,000	10,236	(1,160)	4,480	22,066	(26,932)	(6,885)	429,144
Sport/Leisure	277,249	-	7,912	(302)	1,019	20,167	(5,069)	(4,159)	296,817
Wellness/Disability	50,470	-	1,025	(251)	979	1,432	(2,019)	(757)	50,879
31 March 2022	**2,240,413**	**7,088**	**56,318**	**(5,926)**	**22,428**	**122,608**	**(90,614)**	**(34,160)**	**2,318,155**
31 March 2021	1,899,491	2,087	56,560	(5,221)	18,715	382,424	(81,984)	(31,659)	2,240,413

The transfer to Unrestricted Income and Expenditure Fund represents a management charge at a rate averaging 1.5% per annum (2021: 1.5% per annum).

23 Distribution Fund

	Purpose of fund	Balance at 1 April 2021 £	Donations £	Charitable activities income £	Grants returned / written back £	Grants awarded £	External project costs	Transfer from Permanent Endowment Fund £	Transfer from Expendable Endowment Fund £	Balance at 31 March 2022 £
Flow through Funds:										
Tees Offshore Community Benefit Fund	Specific geographic area	169,177	-	84,916	-	(84,025)	-	-	-	170,068
Sport England	Sport/Leisure	679	-	-	-	-	-	-	-	679
Surviving Winter Fund	Specific geographic area	253	-	-	-	-	-	-	-	253
St Hilda's	Specific geographic area	4,037	-	-	-	-	-	-	-	4,037
Power to Change	Specific geographic area	51,124	-	58,080	-	-	(70,521)	-	-	38,683
The Edward Gostling Foundation	Wellness/Disability	33,500	-	-	-	(11,941)	-	-	-	21,559
Sofia Offshore Windfarm	Specific geographic area	-	-	33,333	-	(15,568)	-	-	-	17,765
VONNE (LARCH)	Specific geographic area	-	-	6,585	-	-	(6,585)	-	-	-
Permanent Endowment Distribution funds:										
Specifically defined age groups		10,225	-	-	-	(4,960)	-	9,279	-	14,544
Education/Training		93,434	-	-	-	(99,694)	-	99,150	-	92,890
Community Benefit		201,500	660	-	295	(75,201)	-	145,251	-	272,505
Specific geographic area		171,187	-	-	-	(58,997)	-	143,561	-	255,751
Poverty/Deprivation		10,396	-	-	-	(2,000)	-	15,405	-	23,801
Donor instructed		26,316	-	-	-	(3,000)	-	8,030	-	31,346
Wellness/Disability		5,450	-	-	-	(6,500)	-	4,666	-	3,616
Expendable Endowment Distribution Funds:										
Specifically defined age groups		33,974	-	-	-	(3,790)	-	-	19,958	50,142
Education/Training		110,706	-	-	-	(31,616)	-	-	16,764	95,854
Faith based		1,506	-	-	-	-	-	-	523	2,029
Community Benefit		55,055	12,000	-	-	(17,930)	-	-	19,349	68,474
Specific geographic area		55,489	2,534	-	-	(20,915)	-	-	26,932	64,040
Sport/Leisure		15,120	-	-	-	(2,000)	-	-	5,069	18,189
Wellness/Disability		2,018	-	-	-	(500)	-	-	2,019	3,537
31 March 2022		**1,051,146**	**15,194**	**182,914**	**295**	**(438,637)**	**(77,106)**	**425,342**	**90,614**	**1,249,762**
31 March 2021		715,288	131,156	190,213	3,885	(384,036)	(51,965)	364,621	81,984	1,051,146

Of the above balance £253,044 relates to the parent company (2021: £258,770).

24 Income & Expenditure Fund - unrestricted

	2022	2021
	£	£
At beginning of year	193,336	216,628
Income	10,551	1,800
Expenditure	(197,463)	(233,478)
Transfers	236,936	208,386
At end of year	243,360	193,336

25 Designation Distribution Fund

	Balance at beginning of year	Donations	Interest, dividends and related tax credits	Investment management charges	Gain on sale of investments during the year	Increase/ (decrease) in value of investments during the year	Transfer to unrestricted Income & Expenditure Fund	Grants returned / written back	Grants awarded	Balance at 31 March 2022
	£	£	£	£	£	£	£	£	£	£
Purpose of fund										
Community Benefit	519,423	-	10,430	(2,550)	9,966	14,570	(7,703)	-	(25,025)	519,111
Specific geographic area	104,235	-	1,967	(481)	1,879	2,748	(1,453)	-	-	108,895
31 March 2022	**623,658**	-	**12,397**	**(3,031)**	**11,845**	**17,318**	**(9,156)**	-	**(25,025)**	**628,006**
31 March 2021	528,243	-	11,896	(2,850)	10,287	102,293	(8,311)	-	(17,900)	623,658

The transfer to Unrestricted Income & Expenditure Fund represents a management charge at a rate averaging 1.5% per annum (2021: 1.5% per annum).

Notes to the Financial Statements for the Year Ended 31 March 2022

26 Linked Funds

Tees Valley Community Foundation is the sole trustee of Cleveland Community Foundation, The Speck Walker Fund, The Teesside Emergency Relief Fund and The Agnes Spencer Charitable Trust. All the funds have been consolidated on a line by line basis in the SOFA. A summary of the results of each linked fund is shown below:-

	Cleveland Community Foundation		**The Speck Walker Fund**		**The Teesside Emergency Fund**		**The Agnes Spencer Charitable Trust**	
	2022	2021	**2022**	2021	**2022**	2021	**2022**	2021
	£	£	**£**	£	**£**	£	**£**	£
Balance at 1 April 2021	**12,879,808**	10,775,007	**486,013**	409,289	**298,439**	264,108	**664,617**	566,096
Donations	**35,442**	146,063	**660**	-	**-**	-	**-**	-
Interest, dividends and related tax credits	**255,454**	246,531	**9,571**	9,167	**5,944**	5,604	**18,592**	18,936
Investment management charges	**(59,209)**	(55,295)	**(2,340)**	(2,199)	**(1,454)**	(1,347)	**(475)**	(217)
Gain on sale of investments during the year	**225,269**	220,449	**9,158**	8,101	**5,688**	5,010	**1,452**	784
Increase/(decrease) in value of investments during the year	**374,780**	2,012,394	**13,425**	78,529	**8,338**	47,896	**48,704**	108,637
Transfer to Unrestricted Income & Expenditure Fund	**(183,120)**	(164,685)	**(8,982)**	(5,974)	**(5,578)**	(1,387)	**(9,530)**	(8,869)
Transfer (to)/from Expendable Endowment	**-**	5,000	**-**	-	**-**	(5,000)	**-**	-
Grants awarded	**(331,198)**	(308,441)	**(11,500)**	(12,000)	**(1,000)**	(16,445)	**(8,430)**	(20,750)
Grants returned / written back	**(5)**	2,785	**300**	1,100	**-**	-	**-**	-
Balance at 31 March 2022	**13,197,221**	12,879,808	**496,305**	486,013	**310,377**	298,439	**714,930**	664,617

27 Fund Analysis

The assets held by each of the Foundation's funds are analysed as follows:-

	Investment Property	Investments	Tangible Assets	Net Current Assets	Total
	£	£	£	£	£
Permanent Endowment Fund	-	10,775,956	-		**10,775,956**
Designated Administration Fund	-	602,775	-		**602,775**
Expendable Endowment Fund	-	2,318,155	-		**2,318,155**
Restricted Distribution Fund	-	928,040	-	321,722	**1,249,762**
Peat Rigg	495,000	-	-	-	**495,000**
Unrestricted Income & Expenditure Fund	-	-	3,879	239,481	**243,360**
Designated Distribution Fund	-	628,006	-	-	**628,006**
At 31 March 2022	**495,000**	**15,252,932**	**3,879**	**561,203**	**16,313,014**
At 31 March 2021	495,000	14,880,052	9,496	486,023	15,870,571

28 Control Relationships

At 31 March 2022 Tees Valley Community Foundation was under the control of the Trustees as noted on page 1. Tees Valley Community Foundation is the sole trustee of Cleveland Community Foundation (Registered Charity no 1111222-1, previously 700568) which from 1 April 2006 holds all Endowed Funds and is responsible for grant making out of those funds.

Tees Valley Community Foundation became the sole Trustee of The Speck Walker Fund (Registered Charity number 1111222-2) on 12 July 2010.

Tees Valley Community Foundation became the sole Trustee of The Teesside Emergency Relief Fund (Registered Charity number 1111222-3) on 14 March 2011.

Tees Valley Community Foundation became the sole Trustee of The Agnes Spencer Charitable Trust (Registered Charity Number 1111222-4) on 28 March 2014.

29 Related Party Transactions

During the year the following transactions took place between Tees Valley Community Foundation and Cleveland Community Foundation:-

	2022	2021
	£	£
Admin charge transferred from Cleveland Community Foundation to Tees Valley Community Foundation	**236,936**	208,386
Grants awarded from Cleveland Community Foundation to Tees Valley Community Foundation	-	5,900

Hugh McGouran sat on the Advisory Board until June 2022 of Peat Rigg Community Interest Company from whom the charity received rental income of £8,751 (2021: £ Nil). There were no balances outstanding in the current or prior year. Tees Valley Community Foundation has awarded grants totalling £65,000 (2021: £30,000) to Peat Rigg Community Interest Company to enhance future development.

29 Related Party Transactions - continued

Trustee Jeffrey Taylor is employed by Redmayne Bentley as an Investment Manager. Redmayne Bentley manages an investment portfolio for the charity on normal commercial terms. The investment portfolio amounted to £193,905 at 31 March 2022 (2021: £178,864) and investment management fees for the year totalled £2,263 (2021: £1,951).

30 Unapplied Total Return

Tees Valley Community Foundation operates a total return investment strategy and transfers income from its funds to pay for grants and running costs. The movements on Unapplied Total Return in respect of the Permanent Endowment Funds are:-

	2022 £
Balance as at 1 April 2021	**2,130,688**
Transferred to Income & Expenditure Fund from Permanent Endowment Funds	**(163,892)**
Transferred to Distribution Funds	**(425,342)**
Total Return for the period (income, realised gains/losses and changes in market value)	**678,940**
Closing balance carried forward at 31 March 2022	**2,220,394**

31 Operating Lease Commitments

Total future minimum lease payments under non-cancellable operating leases are as follows:

Land & buildings	2022 £	2021 £
Expiry:		
Within one year	**2,500**	**2,500**
	2,500	**2,500**

32 Pensions

The charity operates a contributory defined contribution pension scheme for all employees. The company contributions are charged to the Statement of Financial Activities in the period to which they relate. £6,848 was paid in contributions during the year (2021: £6,726). The amount outstanding at 31 March 2022 was £Nil (2021: £Nil).

33 Reconciliation of Net Income/(Expenditure) to Net Cash Flow from Operating Activities

	Company 2022 £	Group 2022 £	Company 2021 £	Group 2021 £
Net income/(expenditure) for year	**52,485**	**442,443**	161,269	2,475,648
Interest, dividends and rent shown in investing activities	**(21,055)**	**(310,616)**	(11,553)	(291,792)
Depreciation of tangible fixed assets	**5,617**	**5,617**	6,197	6,197
Loss on disposal of fixed assets	**-**	**-**	170	170
Receipt of endowment	**-**	**(20,908)**	-	(14,907)
(Gains)/losses on investments	**(28,615)**	**(715,429)**	(109,301)	(2,591,101)
(Increase)/decrease in debtors	**(91,844)**	**(87,094)**	(4,458)	7,527
Increase/(decrease) in creditors	**92,629**	**90,312**	1,778	(2,176)
	9,217	**(595,675)**	44,102	(410,434)

34 Contingent Asset

Discussions are ongoing with regard to a legacy due to the Foundation, whilst not yet finalised the Foundation expects to receive between £200,000 and £250,000 in the year ended 31 March 2023.

Tees Valley Community Foundation and its Subsidiaries

Appendix 1

Total Grants Awarded for the Year Ended 31 March 2022

Recipients of institutional grant(s)	Amount Awarded
9th Hartlepool Scout Group	£2,500
A Way Out	£2,500
Advice at Heart	£2,000
Age UK Teesside	£1,000
Artisans	£2,000
Asthma Relief	£2,950
BCT Aspire CIC	£10,000
Billingham Boxing Club	£1,000
Billingham Environmental Link Programme	£9,414
Billingham Golf Club	£840
Billingham Legacy Foundation	£11,460
Billingham Rugby Club	£900
Billingham Synthonia Juniors (Under 8s)	£2,500
BloominArt CIC	£2,000
Catalyst Stockton	£11,000
Christ Church Mission	£2,500
Cleveland Alzheimer's Residential Centre	£2,500
Cleveland Classics Netball	£1,000
Cleveland Golf Club	£2,000
Cleveland Mountain Rescue Team	£2,500
Cleveland Orienteering Klub (CLOK)	£2,000
Cleveland School Cricket Association	£1,000
Close-Knit CIC	£1,600
Coastwatch Redcar	£665
Corner House Youth Project	£1,000
Cowpen Bewley Residents	£1,000
Diversity Inside Us	£700
Dots n Spots Day Nursery and Out of School Club LTD	£2,000
DS43 Community Defib	£2,200
Durham University	£765
Egglescliffe School	£761
Eldon Grove Tennis Club	£1,000
Elmtree & Fairfeild WI	£1,000
Embrace4support	£2,500
Eva Womens Aid	£1,200
Festival of Thrift	£5,000
Friday Friends	£1,950
Future Regeneration of Grangetown (FROG)	£950
Great Broughton Film Society	£1,000
Green Sky Fitness CIC	£1,000
Guisborough and East Cleveland Sea Cadets	£1,000
Guisborough in Bloom	£900
Happy Days Children's Charity	£1,000
Harbour Support Services	£2,000
Hartlepool Coastal Survelliance Station	£2,000
Hartlepool Hawks Cheerleading Academy	£1,000

Tees Valley Community Foundation and its Subsidiaries

Appendix 1

Total Grants Awarded for the Year Ended 31 March 2022

Recipients of institutional grant(s)	Amount Awarded
Hartlepool People	£1,000
Havelock Park Residents Association	£1,000
Hopefields Education CIC	£936
JPC Community Farm	£500
Kathryn Wetherley	£250
KHS Friends (supporting Kirkleatham Hall Special School)	£1,000
Kirkleatham Parish	£1,000
Lakota Hub CIC	£1,900
Leo's Neonatal	£13,250
LilyAnne's C.I.C.	£1,000
Liverton Parochial Church Council	£1,000
Low Grange Community Centre	£1,000
Marske Sports and Recreational Partnership	£1,000
Middlesbrough FC Foundation	£5,000
Middlesbrough Mela	£5,000
Middlesbrough NHW (Neighbourhood Welfare Middlesbrough)	£1,000
Middlesbrough Roller Hockey	£1,000
Nite Light CIC	£1,000
North East Autism Society	£1,000
Norton Bowling Club	£1,000
Norton Hockey Club	£1,000
Norton Squash Club	£700
Norton Tennis Club	£1,000
Nuvo Wellbeing	£1,000
Oaksway Netball Club	£1,000
Orchard Eagles	£385
Peat Rigg	£65,000
Pilot Theatre	£950
RCVDA	£12,500
RDA Centre in Cleveland Ltd	£1,000
RDA Group Teesside	£1,250
Reachout Ministries	£5,000
Redcar and Cleveland Council	£5,500
Redcar And Cleveland Mind	£960
Redcar Literary Institute	£12,275
Redcar Mind	£850
Ropner Park Bowling	£500
Roseberry Community Consortium	£450
Safer Communities	£7,000
Saltburn Folk Festival	£1,000
Saltburn Friends of the Valley	£1,500
Sew4Linus	£1,000
Sir William Turner Hospital Residents Association	£500
Skelton Bowls Club	£2,000
Skelton Cricket Club	£36,500
Sowing Seeds Ministries	£5,000

Tees Valley Community Foundation and its Subsidiaries

Appendix 1

Total Grants Awarded for the Year Ended 31 March 2022

Recipients of institutional grant(s)	Amount Awarded
St Columba's United Reformed Church	£1,000
ST Marks Church	£1,000
Stockton Council	£790
Submit 2 Success	£1,000
TEES	£1,000
Tees Ability Support Centre	£2,500
Tees Active	£880
Tees Active (Thornaby Indoor bowls)	£1,480
Tees and Hartlepool Yacht Club	£2,500
Tees Valley Community Project	£7,460
Tees Valley Wildlife Trust	£5,475
Tees Valley Women's Centre	£1,600
Teesside Ability Support Centre	£750
Teesside Community Action Group	£1,000
Teesside Dementia Link	£750
Teesside Hospice	£5,161
Teesside Stroke Club	£750
Teesside University	£24,000
Tfm Cash for Kids	£50,932
The Christmas Dinner Middlesbrough and Teesside	£1,000
The Five Lamps Organisation	£1,000
The Genesis Project Middlesbrough	£2,440
The Link Charitable Trust	£1,000
The Loftus Community Special Event Group	£1,000
The Marske Centre	£864
The Moses Project	£5,000
The Russ Devereux Headlight Project	£1,000
The Seasonal Singers	£1,865
The Wharton Trust	£10,000
Ubuntu Multicultural Centre CIC	£1,000
Vision 25	£750
Volunteering Matters	£575
Yarm Youth &Community	£2,500
Yearby Resident's Association	£979
Youth Focus North East	£2,500
Zoe's Place Baby Hospice	£750
Total grants to institutions	**£459,662**
Total grants to individuals	**£4,000**
Total grants awarded	**£463,662**

TEES VALLEY COMMUNITY FOUNDATION

England & Wales - Charity number 1111222

Accounts

Tees Valley Community Foundation and its Subsidiaries

Report of the Trustees & Financial Statements
for the Year Ended 31 March 2021

"Registrar of Companies Copy"
Registered Number: 05478088

ANDERSON BARROWCLIFF LLP
Chartered Accountants

Tees Valley Community Foundation
and its Subsidiaries

Trustees' Report & Financial Statements

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Tees Valley Community Foundation
and its Subsidiaries

Legal and Administrative Information

Founder:	Squadron Leader Kenneth Kime OBE
President:	Sir Ronald Norman OBE
Vice President:	Dr Tony Gillham MBE
Trustees:	Neil Kenley — Chair Keith Smith Jeffrey Taylor Heather O'Driscoll Nigel Williams Wendy John Emma Read
Company Secretary	Peter Rowley OBE
Chief Executive	Hugh McGouran
Registered Company number	05478088 (England and Wales)
Registered Charity number	1111222
Bankers	Handelsbanken Ground Floor Winder House Kingfisher Way Stockton on Tees TS18 3EX
Investment Advisor	Investec Wealth & Investment Limited 4th Floor 3 Wellington Place Leeds LS1 4AP
Solicitors	Browne Jacobson Mowbray House Castle Meadow Road Nottingham NG2 1BJ
Auditors	Anderson Barrowcliff LLP 3 Kingfisher Court Bowesfield Park Stockton on Tees TS18 3EX
Address	1st Floor Corvett House Falcon Court Preston Farm Stockton on Tees TS18 3TX

Report of the Trustees
for the Year Ended 31 March 2021

The Trustees present their report along with the financial statements of the charity for the year ended 31 March 2021.

The financial statements have been prepared in accordance with note 1 to the financial statements and comply with the charity's Memorandum and Articles of Association, the Charities Act 2011, the Companies Act 2006 and the Statement of Recommended Practice applicable to charities preparing accounts in accordance with the Financial Reporting Standard in the UK and Republic of Ireland (FRS 102)(effective 1 January 2019).

Tees Valley Community Foundation (the Foundation) has been granted a uniting direction under section 96(6) of the Charities Act 1993, which unites Cleveland Community Foundation with the Foundation for registration and accounting purposes. The Foundation is the sole trustee of Cleveland Community Foundation. Under a Charity Commission Scheme dated 12 July 2010, the Foundation became sole Trustee of the Speck Walker Fund and was granted a section 96(6) uniting direction in respect of this charity. On 14 March 2011, the assets and liabilities of the Teesside Emergency Relief Fund were transferred to the Foundation and the Foundation became its sole Trustee. A section 96(6) uniting direction has been granted in respect of this charity. The Foundation became sole Trustee of the Agnes Spencer Charitable Trust on 28 March 2014 and a linking order for accounting and registration purposes was granted by the Charity Commission effective on this date.

This does not constitute an amalgamation of the charities, which remain separate and legally distinct. Group accounts have been prepared in order to comply with the Companies Act requirements.

Structure, governance and management

Tees Valley Community Foundation is a registered charity, number 111222, and a company limited by guarantee, company number 5478088. It is constituted under a trust deed dated 3 June 2005. The Foundation was established in 1989 as a grant giving charity following the successful participation in a challenge set by the Mott Foundation of Flint Michigan in the USA and the Charities Aid Foundation, where £1m raised in the local area was matched by $1m gifted by the Mott Foundation, to establish a permanently endowed fund, the income from which would be used to distribute grants and operate the charity. The following years saw a significant campaign of fundraising, predominantly from corporate donors operating in the industrial Tees Valley successfully building a substantial endowment fund.

A root and branch review of the governance of the Foundation took place in 2018, resulting in a streamlining of the committee structure and a reduction of the size of the Board of Trustees, to improve efficiency at an operational and a strategic level.

The charity is overseen by a Board of seven Trustees. New Trustees are appointed by the existing Trustees and serve for four years and may put themselves forward for re-election for a further four years. The Trust Deed provides for a minimum of 3 Trustees and a maximum of 12.

A schedule of potential Trustees is regularly reviewed and updated under the supervision of the Board. An open recruitment process will be in place before the next round of Trustee recruitment. Where practical, individuals interested in becoming a Trustee will be invited to attend a number of Board meetings as an observer, as a precursor to becoming a Trustee, this maximising the effective use of their potential eight year tenure. New Trustees go through a formal induction process which provides support during their first twelve months service. All Trustees are issued with a Trustee handbook, which is constantly updated and subject to a full review every year. The handbook contains information on the structure of the Foundation, including Terms of Reference, governance details and a complete meeting schedule, as well as all contact information to enable a Trustee to fulfil their role within the Foundation.

At quarterly Trustees' meetings, the Trustees agree the broad strategy and areas of future development for the Foundation. Items considered include the management of investments, reserves and risks, policies and performance and impact reporting on the grant giving activity. The day to day administration of grants, including the application process and decision making to a level of £1,000, is delegated to the Chief Executive and Grant Officer, with decisions being ratified by the Trustees at the next quarterly meeting. In normal circumstances grants above £1,000 are considered by a delegated Trustee, and ratified by the Board, however during the pandemic the Board have temporarily delegated authority to the CEO to award emergency grants of up to £5,000.

During 2020 all Governance meetings, including Chair and CEO updates and formal Board meetings moved on line with Trustees using Zoom software to carry out their duties. The removal in 2019 of the subcommittee structure proved to be very effective in this situation as the reduction in meetings made the virtual approach much more straightforward and effective.

For information, the former subcommittee structure has been replaced by areas of individual responsibility with each Trustee accepting a specific area of interest based on their personal skill set. These include finance, investment, HR, development and law. The Board has the power to appoint temporary Task & Finish groups to carry out specific strategic activities and report back to the Trustees. The Board reviews the detailed Risk Matrix as a standing item at each meeting. The Board gives authority to the Trustee with responsibility for financial matters to oversee the annual external audit and is responsible for the preparation of the annual accounts for presentation to the Trustees for consideration and approval. The Trustee appointed to be responsible for investment matters receives the quarterly report of the Investment Manager and advises the Trustees on the performance of the fund at each Board meeting. This Trustee, with support from an appropriate Task & Finish Group is responsible for the appointment process of the Investment Manager every five years.

Risk Management

The Trustees have considered the major risks to which the charity is exposed and regularly review those risks, and update the detailed Risk Matrix document at each Board meeting. The updated Risk Matrix is formally presented for approval at the September Board meeting with ongoing monitoring and updating carried out as a Standing Item at every Board meeting throughout the year ahead.

The Trustees consider the variability of the investment returns on the permanent endowment to constitute the charity's major financial risk. The power to supervise the performance of the fund and the performance of the Investment Manager has been delegated to the Trustee with responsibility for investment matters, who reviews this quarterly, with the Investment Manager making a formal presentation to the Board twice each year.

Systems and procedures are in place to monitor and manage the risks faced by the Foundation, and these are formally reviewed by the Board. The setting of remuneration for all paid staff is the responsibility of the Board, led by the Trustee with responsibility for Human Resources, with an annual standing item at the November Board meeting so that decisions are made in December and staff informed of any changes in January ahead of implementation at the start of the new financial year.

Objects and Activities for the Public Benefit

The objectives of the Foundation are to improve the quality of life of the people of the Tees Valley. The Trustees confirm that they have referred to Charity Commission guidance on public benefit when reviewing this. This has been achieved primarily through the distribution of small grants to constituted groups working to improve and support their local communities. In recent years this service has diversified beyond the limits of simple grant giving through the Foundation's Intelligent Investment programme, implemented in 2015, which helps a small number of groups become self-sufficient, breaking the cycle of grant dependency.

In the short to medium term the Trustees will ensure that grant giving represents the prime activity of the Foundation. In addition to this prime objective the Foundation will continue to develop and refine its Intelligent Investment model which works to reduce grant dependency within participating groups, and in the short to medium term will further develop the programme to reflect the current growth in opportunities for social enterprise within the Third Sector. In the long term the Foundation is seeking to build its reputation as an influencer within the sector, by working both to help local groups but also to assess what is needed in the community, and use its influence to procure the support of the private and statutory sectors to aid this activity.

The Foundation has in place a robust monitoring and evaluation process to ensure that any awards made are for the benefit of the community. 100% of grant recipients are monitored to ensure compliance to the terms and conditions set out in the grant award email. This is an online form-based process and concentrates on quantitative evidence based on the forecast of the recipient in their grant application. A random selection of 25% of grant recipients are subject to further scrutiny in the form of a monitoring visit which is carried out by current Trustees, members of the Trustee alumni and staff members. A pre-planned interview is carried out and data fed into our monitoring system. This was difficult to achieve during 2020/21 as a result of issues relating to the Covid 19 pandemic, with many of our beneficiaries being temporarily non-operational, and for the safety of our staff and Trustees. It is anticipated that monitoring will take place using remote meetings and virtual visits when the charity returns to full operation in September 2021.

The Foundation's ongoing development of its Intelligent Investment programme is continuing to progress well. In addition to securing a three year contract with national charity Power to Change to deliver social enterprise support in the Hartlepool and North Tees areas, we have secured a five year contract to act as Grant Partner in the Local Access Fund pilot programme known locally as LARCH. This is a further development of the Community Business model, originally piloted in Dyke House Hartlepool, heavily supported by our Intelligent Investment model. This will continue to be a focus of the Foundation for the coming five years.

Achievements and Performance

The Foundation has had a successful year in terms of grants awarded and delivery of a capacity building through the Intelligent Investment programme which is now in its fifth year of operation. Grants awarded to local community groups totalled £397,936 in the form of 216 grants paid to groups and individuals. £4,000 was awarded to individuals in the form of 10 grants, £229,536 in small grants awarded to 193 constituted community support groups, £125,000 in larger grants was awarded to 10 local groups and we invested £43,400 in support and guidance as part of our Intelligent Investment programme in support of 3 participating groups.

During the pandemic, the Foundation was able to react quickly and effectively to an ever changing environment.

Although it appeared that the sector was benefitting from significant centrally funded emergency relief programmes, such were the terms and conditions of this funding, that a significant number of smaller groups were excluded, in the main those without premises had no access to any centrally funded support. The Foundation established a dedicated local emergency fund, with the help and support of local philanthropists, which was able to be much more flexible in its terms and conditions. All applications were triaged against large national funding programmes, and those eligible were signposted to these funds. Those who were excluded were then able to access the Foundation's application process and access cash support. In this way, we were able to accurately target local support whilst simultaneously maximising the reach of our funds by signposting those eligible to large scale national emergency funding. Details and case studies of our grant giving can be found on our website at www.teesvalleyfoundation.org.

The bulk of our giving is still made up of small grants of up to £1,000 to support existing grassroots groups to continue to carry out their valuable work, and for new community groups to form and establish themselves as a valuable community asset.

Financial Review

The financial position of the Foundation is continually monitored by the Chief Executive and is formally reviewed on a quarterly basis by the Compliance & Risk Committee. At these meetings income and expenditure are reviewed against the rolling budget forecast and reports are subsequently presented to the Board of Trustees.

Following approval from the Charity Commission in March 2008 the Foundation adopted a total return approach to the investment of permanently endowed funds. The following is an extract from the sealed Order:-

"In accordance with the terms of the Order, the Trustees confirm that:

- In identifying the value of the portion of the permanent endowment that represented the unapplied total return, the Trustees first identified the value of the initial gift dating back to 1987 and any subsequent gifts of permanent endowment up until 31 March 2008, and:
- When determining the amount of unapplied total return to transfer to income the Trustees have considered the amount of income required to maintain the current level of charitable activity, the likely benefits to future generations, and the likely needs of future beneficiaries, and:
- When reaching their decision as to the unapplied total return to transfer to income, the Trustees have taken professional advice from their investment advisers regarding the market outlook, investment trends and yield, and the prospect for future capital growth."

As part of the total return implementation process the Trustees agreed that the investment managers be given an objective of an 8% long term average total return which comprises 4% for potential allocation to the Trust for application (Distribution Funds), 1.5% for the charge levied to administer the funds and 2.5% representing an inflationary and risk buffer.

The value of the investment portfolio held with Investec at the year end amounted to £13,566,269 (2020: £11,401,010). The value of the investment portfolio held with Redmayne Bentley at the year end amounted to £178,864 (2020: £140,707). The value of the investment portfolio held with CCLA at the year end amounted to £1,134,919 (2020: £940,559). The investment portfolios received dividend and interest income for the year amounting to £291,792 (2020: £374,319).

Financial Review - continued

As the economic recovery from the pandemic continues the portfolio has posted strong results year to date with a total return net of fees of 9.4%. The portfolio since the change of Investment Manager in 2012 has now more than doubled by producing a total return of 107%.

In order to identify which part of the existing assets of the Charity represented its Unapplied Total Return, a full review was undertaken of all capital donations received by the Charity to its permanent endowment fund from the date of its establishment. The value of the Unapplied Total Return was identified as the difference between the current value of the funds and the original capital donations including match funding and tax credits.

The primary source of income for the charity is the return on the investment of our endowment funds, both permanent and expendable. The capital investment is managed by Investec Leeds as part of a bespoke portfolio. The Investment policy, reviewed annually, instructs the Investment Manager to implement a low to medium risk profile. The performance of the fund during this year has been very positive and has been the primary source of our capital growth. Other income is generated through donations and acquisition of dormant and ineffective Trusts.

The Foundation was successful in securing a four year distribution contract in support of the on-shore construction work linked to the Sofia Offshore Windfarm at Dogger Bank off the north east coast. The value of this project is approximately £135,000.

The Foundation also manages a small number of flow through funds on behalf of partner organisations, these include the Tees Offshore Community Fund. A 10% annual management fee is charged on these funds.

Reserves Policy

The Trustees aim to maintain free reserves equal to approximately six months' core operating costs. Based on current predicted levels of activity six months' core operating costs amount to £139,556 and the balance on the Unrestricted Income and Expenditure fund is £193,336 (2020: £216,628) of which £183,840 (2020: £208,128) are free reserves after adjusting for fixed assets.

The Trustees continue to monitor reserves on a regular basis and quarterly management accounts are reviewed by the Board of Trustees. The additional reserves held at the year end will be used to support special projects, including the roll out of the Match Challenge programme, and to address the restructuring of the Foundation's marketing strategy, specifically in connection to driving traffic to our new website using Social Media.

The future use of such surpluses will be debated by Trustees in 2022.

Plans for the future

The impact of Covid 19 has been universal, making the concept of future planning extremely challenging. Plans that were due to become projects have now been delayed, some indefinitely, others moved to 2021 and beyond, but with no guarantee of being carried out as yet. TVCF is using this hiatus to carry out a major review of its key objectives and the future needs of the community we serve. This plan will also focus on succession of both staff and Trustees, this brought about in part by the fact that two key members of staff will be considering retirement in five to seven years, and as such will need to be replaced or their duties reassigned, an option that will require significant staff training and development. As a result, our plans for the future in the context of this report, are somewhat more reflective than previous plans, although they do still feature some very exciting new projects and partnerships.

LARCH (Access Fund Social Enterprise Pilot Project)
TVCF is a leading member of a consortium led by VONNE to deliver one of seven largescale Social Enterprise development programmes working with a blended finance model. The project was due to be fully operational by January 2021 but this has now been delayed and all significant planning and design work was suspended until April 2021. The funds are secure and the programme will go ahead, but it is impossible to give a specific date. When launched however, it is expected that Social Enterprise development will form a significant part of our activity for the coming five to seven years as it forms a natural development of our successful Intelligent Investment programme. As reported above TVCF has been appointed as Grant Partner for the duration of the programme and it is anticipated that lessons learned from our Intelligent Investment programme and the Power to Change pilot programme will form a significant part of the delivery of the project.

Plans for the Future - continued

Hartlepool Creative People and Places

TVCF has become lead partner in a consortium application to Arts Council England as part of their Creative People and Places programme to enable access to arts and creativity to all communities. This is a potential £1m five year project with the final stage of the application process taking place in October 2021.

Relocation

TVCF was working on the potential relocation to a high profile site at The Tees Barrage which was progressing well until the lockdown situation brought about by the Corona Virus pandemic. As part of our contingency strategy to enable the charity to continue to provide support to the community, the team have been working remotely. This situation has been extremely successful and as such, has triggered a debate within the Board and staff with regard to premises and working conditions. The ten year lease on the existing offices has expired leaving the charity free to move. The Foundation has, as proposed last year, relocated to new premises, co-locating with a local charity based on a three year lease agreement. This has resulted in a significant cost saving and provides the Trustees an opportunity to assess the development of future working practices as the pandemic ends. It is anticipated that the Foundation will not return to full time office based working, favouring a new flexible approach to work.

Rebrand

The idea of a rebrand was considered during the year and it was decided that the identity of the sub region was still in flux, demonstrated by the change of name of the local airport from Tees Valley back to Teesside, so any proposed significant change was rejected. It was decided that a light touch brand refresh was the best approach in the short term and that the Community Foundation designation would be retained for the foreseeable future.

Statement of Trustees' Responsibilities

The Trustees (who are also the directors of Tees Valley Community Foundation for the purposes of company law) are responsible for preparing the Report of the Trustees and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make sound judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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

In so far as the Trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are 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 auditors are aware of that information.

Auditors

The auditors, Anderson Barrowcliff LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of trustees on 5th October 2021 and signed on its behalf by:

Neil Kenley
Chairman

Opinion
We have audited the financial statements of Tees Valley Community Foundation (the 'charitable company') for the year ended 31 March 2021 which comprise Group Statement of Financial Activities, the Group and the Parent Balance Sheet, and the Group and Parent Charity Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

In our opinion the financial statements:
- give a true and fair view of the state of the groups and parent charitable company's affairs as at 31 March 2021, and of the group's incoming resources and application of resources, including its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice including Financial Reporting Standard 102. 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

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

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

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

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

Other information
The Trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our Report of the Independent Auditor's 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
We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:-
- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- the parent charitable company has not kept adequate accounting records; or
- the parent charitable company's financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit; or

Responsibilities of trustees

As explained more fully in the Statement of Trustees Responsibilities, 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

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

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

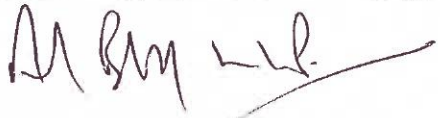
Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting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

- Enquiry of management and those charged with governance around actual and potential litigation and claims.
- Enquiry of entity staff in tax and compliance functions to identify any instances of non-compliance with laws and regulations.
- Reviewing minutes of meetings of those charged with governance.
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations.
- Auditing the risk of management override of controls, including through testing journal entries and other adjustments for appropriateness, and evaluating the business rationale of significant transactions outside the normal course of business.

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/auditors responsibilities. This description forms part of our Report of the Independent Auditors.

Use of our report

This report is made solely to the charitable company's members, 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 charitable company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



David Robertson FCA - Senior Statutory Auditor
For & on behalf of Anderson Barrowcliff LLP
Statutory Auditor
3 Kingfisher Court
Bowesfield Park
Stockton on Tees
TS18 3EX

Date: 23 November 2021

Tees Valley Community Foundation and its Subsidiaries
Consolidated Statement of Financial Activities
(including consolidated income and expenditure account)
for the Year Ended 31 March 2021

		Unrestricted Funds			Endowment Funds		Restricted Funds				
	Notes	Income & Expenditure Funds £	Designated Administration Fund £	Designated Distribution Fund £	Permanent Endowment Funds £	Expendable Endowment Funds £	Income & Expenditure £	Distribution Funds £	Peat Rigg £	2021 Total £	2020 as restated Total £
Income and endowments from:											
Donations and legacies	2	-	-	-	12,820	2,087	5,900	131,156	-	151,963	84,860
Charitable activities	3	1,800	-	-	-	-	15,994	190,213	-	208,007	207,456
Investment income	4	-	11,553	11,896	211,783	56,560	-	-	-	291,792	383,070
Total income and endowments		1,800	11,553	11,896	224,603	58,647	21,894	321,369	-	651,762	675,386
Expenditure on:											
Raising funds	5	18,967	2,769	2,850	50,987	5,221	-	-	-	80,794	79,506
Expenditure on charitable activities:											
Grant making	6	214,511	-	17,900	-	-	10,724	336,751	-	579,886	632,511
Advice and guidance	8	-	-	-	-	-	11,170	95,365	-	106,535	83,053
Total expenditure		233,478	2,769	20,750	50,987	5,221	21,894	432,116	-	767,215	795,070
Net gains/(losses) on investment assets		-	109,301	112,580	1,968,081	401,139	-	-	-	2,591,101	(1,304,889)
Net income and expenditure		(231,678)	118,085	103,726	2,141,697	454,565	-	(110,747)	-	2,475,648	(1,424,573)
Transfers between funds	20,21,22, 23,25	208,386	(27,472)	(8,311)	(505,565)	(113,643)	-	446,605	-	-	-
Net movements in funds	27	(23,292)	90,613	95,415	1,636,132	340,922	-	335,858	-	2,475,648	(1,424,573)
Reconciliation of funds:											
Total funds brought forward		216,628	503,975	528,243	9,036,298	1,899,491	-	715,288	495,000	13,394,923	14,819,496
Total funds carried forward		193,336	594,588	623,658	10,672,430	2,240,413	-	1,051,146	495,000	15,870,571	13,394,923

The notes form part of these financial statements

Tees Valley Community Foundation and its Subsidiaries

Consolidated Balance Sheet At 31 March 2021

	Note	2021 £	2021 £	2020 £	2020 £
Fixed assets					
Tangible assets	13		**9,496**		8,500
Investment property	14		**495,000**		495,000
Investments	15		**14,880,052**		12,482,276
			15,384,548		12,985,776
Current assets					
Debtors	16	**25,941**		33,468	
Cash at bank and in hand	17	**495,340**		413,113	
		521,281		446,581	
Creditors: amounts falling due within one year	18	**35,258**		37,434	
Net current assets			**486,023**		409,147
Net assets			**15,870,571**		13,394,923
Financed by:					
Restricted funds:					
Permanent Endowment Fund	20	**10,672,430**		9,036,298	
Expendable Endowment Fund	22	**2,240,413**		1,899,491	
Distribution Fund	23	**1,051,146**		715,288	
Peat Rigg	14	**495,000**		495,000	
			14,458,989		12,146,077
Unrestricted funds:					
Income & Expenditure Fund	24	**193,336**		216,628	
Designated Distribution Fund	25	**623,658**		528,243	
Designated Administration Fund	21	**594,588**		503,975	
			1,411,582		1,248,846
Total funds	27		**15,870,571**		13,394,923

The Trustees have prepared group accounts in accordance with section 398 of the Companies Act 2006 and section 138 of the Charities Act 2011. These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

The Trustees consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 477 of the Companies Act 2006 (the "Act") and members have not required the company to obtain an audit for the year in question in accordance with section 476 of the Act. However, an audit is required in accordance with section 151 of the Charities Act 2011.

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

Approved by the Board of Trustees on 5th October 2021 and signed on their behalf by:

N Kenley
Chairman

H O'Driscoll

The notes form part of these financial statements

Tees Valley Community Foundation

Balance Sheet
At 31 March 2021

	Note	2021 £	2021 £	2020 £	2020 £
Fixed assets					
Tangible assets	13		9,496		8,500
Investment property	14		495,000		495,000
Investments	15		594,589		503,975
			1,099,085		1,007,475
Current assets					
Debtors	16	20,034		15,576	
Cash at bank and in hand	17	440,871		373,892	
		460,905		389,468	
Creditors: amounts falling due within one year	18	18,296		16,518	
Net current assets			442,609		372,950
Net assets			1,541,694		1,380,425
Financed by:					
Restricted funds:					
Distribution Fund	23	258,770		164,822	
Peat Rigg	14	495,000		495,000	
			753,770		659,822
Unrestricted funds:					
Income & Expenditure Account	24		193,336		216,628
Designated Administration Fund	21		594,588		503,975
Total funds			1,541,694		1,380,425

These statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

The Trustees consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 477 of the Companies Act 2006 (the "Act") and members have not required the company to obtain an audit for the year in question in accordance with section 476 of the Act. However, an audit is required in accordance with section 151 of the Charities Act 2011.

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

Approved by the Board of Trustees on 5th October 2021 and signed on their behalf by:

N Kenley
Chairman

H O'Driscoll

The notes form part of these financial statements

Statement of Cash Flows and Consolidated Statement of Cash Flows for the Year Ended 31 March 2021

	Note	2021 Charity £	2021 Group £	2020 Charity £	2020 Group £
Cash used in operating activities	33	**44,102**	**(410,434)**	155,769	(402,384)
Cash flow from investing activities					
Payments to acquire tangible fixed assets		**(7,363)**	**(7,363)**	(1,668)	(1,668)
Interest, dividends and rent		**11,553**	**291,792**	12,788	322,200
Net proceeds on purchase and sale of investments		**18,687**	**193,325**	6,107	163,956
Net cash flow used in investing activities		**22,877**	**477,754**	17,227	484,488
Cash flow from financing activities					
Receipt of endowment		-	**14,907**	-	33,303
Net cash flow provided by financing activities		-	**14,907**	-	33,303
Change in cash and cash equivalents in the year		**66,979**	**82,227**	172,996	115,407
Cash and cash equivalents at the beginning of the year		**373,892**	**413,113**	200,896	297,706
Cash and cash equivalents at the end of the year		**440,871**	**495,340**	373,892	413,113

Notes to the Financial Statements for the Year Ended 31 March 2021

1 Accounting Policies

(a) **General information and basis of preparation**

Tees Valley Community Foundation is a private company limited by guarantee registered in England and Wales. It is registered as a charity with the Charity Commission. The address of the registered office is given in the Report of the Trustees on page 1. The nature of the Foundation's operations and principal activities is given in the Report of the Trustees on page 3.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their financial statements in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The financial statements are prepared on a going concern basis under the historical cost convention, with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to the accounts. The Trustees consider that there are no material uncertainties about the Foundation's ability to continue as a going concern. The financial statements are prepared in sterling which is the functional currency of the Foundation and rounded to the nearest £.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

(b) **Group financial statements**

The consolidated financial statements incorporate the financial statements of the company and its subsidiaries on a line by line basis.

(c) **Income**

All incoming resources are recognised in the Statement of Financial Activities (SOFA) when the Foundation is legally entitled to the income after any performance conditions have been met, and the amount can be measured reliably and it is probable that the income will be received.

Grants from the government and other agencies have been included as income from activities in furtherance of the charity's objects where these amount to a contract for services, but as donations where the money is given in response to an appeal or with greater freedom of use.

In accordance with this policy, legacies are included when the charity is advised by the personal representative of an estate that payment will be made or property transferred and the amount involved can be quantified.

(d) **Expenditure**

All expenditure is included on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised when there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably. It is categorised under the following headings:-

- Costs of raising funds compromise the costs associated with raising funds.
- Expenditure on charitable activities includes the costs associated with the objects of the Foundation.

Charitable expenditure comprises those costs incurred by the Charity in the delivery of its activities and services for its beneficiaries. It includes both costs which can be directly allocated to activities and those costs of an indirect nature necessary to support them. Costs are allocated between the expenditure categories of the SOFA based on usage of the resource. Governance costs are those incurred in connection with compliance with constitutional and statutory requirements.

Irrecoverable VAT is charged as an expense against the activity for which expenditure arose.

(e) **Allocation of support costs**

Support costs are those that assist the work of the Foundation but do not directly represent charitable activities and include office costs, finance, personnel, payroll and governance costs, which support the Foundation's activities. These costs have been allocated to expenditure on charitable activities. The bases on which the support costs have been allocated are set out in note 6.

(f) **Tangible Fixed Assets**

Fixed assets are stated at cost less accumulated depreciation. Depreciation is provided at the following annual rates in order to write off capitalised assets over their estimated useful life.

Computer equipment	33⅓% straight line
Fixtures & fittings	33⅓% and 10% straight line
Office equipment	33⅓% straight line

(g) **Investment property**

Investment properties for which fair value can be measured reliably without undue cost or effort are measured at fair value at each reporting date with changes in fair value recognised in 'net gains / (losses) on investments' in the SoFA.

(h) **Investments**

Investments are recognised initially at fair value which is normally the transaction price excluding transaction costs. Subsequently, they are measured at fair value with changes recognised in 'net gains / (losses) on investments' in the SoFA if the shares are publicly traded or their fair value can otherwise be measured reliably

(i) **Debtors and creditors receivable/payable within one year**

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

(j) **Cash at bank and in hand**

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

(k) **Financial instruments**

The Foundation only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

(l) **Fund accounting**

The Foundation has the following types of funds on its balance sheet:

- **Restricted Funds and Assets** – Restricted funds are accounted for separately and all assets representing restricted funds are identified as such in the notes to the financial statements;
- **Permanent Endowment Funds** – The capital of permanent endowment funds is maintained in accordance with donor instructions, with any income arising being available for restricted or general charitable purposes of the Foundation, according to the terms of the original gift;
- **Unrestricted Funds** – Unrestricted funds arising from the accumulated surplus from its various activities.

(m) **Pension Scheme**

The charity operates a contributory defined contribution pension scheme for all employees. The company contributions are charged to the Statement of Financial Activities in the period to which they relate.

(n) **Leasing Commitments**

Rentals paid under operating leases are charged to the statement of financial activities on a straight line basis over the period of the lease.

(o) **Judgements and Key sources of estimation uncertainty**

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

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

2 Donations and Legacies

	Restricted	Un-Restricted	Endowment	Total 2021	2020
	£	£	£	£	£
Intelligent Investment	5,900	-	-	5,900	13,401
Miscellaneous Donations	7,318	-	14,907	22,225	41,234
Redcar Borough Council	10,000	-	-	10,000	-
Sirius Minerals	10,000	-	-	10,000	-
Valerie Jones Music Fund	80,338	-	-	80,338	
The Prochorus Fund	1,500	-	-	1,500	225
Cowie Technology Group	22,000	-	-	22,000	30,000
	137,056		14,907	151,963	84,860

Income from donations and legacies for 2020 was £84,860 of which £50,361 was restricted, £1,196 was attributable to unrestricted and £33,303 was attributable to endowment.

3 Charitable Activities

	Restricted	Un-Restricted	Endowment	Total 2021	2020
	£	£	£	£	£
Edward Gostling Foundation	48,333	-	-	48,333	-
Tees Offshore Community Benefit Fund	92,300	-	-	92,300	90,308
Thirteen Fund	-	-	-	-	46,363
Community Fishing Fund	2,000	-	-	2,000	2,000
Power to Change	63,574	-	-	63,574	66,985
Support activities	-	1,800	-	1,800	1,800
	206,207	1,800	-	208,007	207,456

Charitable activities for 2020 was £207,456 of which £205,656 was restricted, £1,800 was attributable to unrestricted and £Nil was attributable to endowment.

4 Investment Income

	Restricted	Un-Restricted	Endowment	Total 2021	2020 as restated
	£	£	£	£	£
Peat Rigg rent	-	-	-	-	8,751
Interest, dividends and related tax credits	-	23,449	268,343	291,792	374,319
	-	23,449	268,343	291,792	383,070

Investment income for 2020 was £383,070 of which £Nil was restricted, £40,209 was attributable to unrestricted and £342,861 was attributable to endowment.

5 Raising Funds

	Un-restricted 2021	Restricted 2021	Endowment 2021	Total 2021	2020 as restated
	£	£	£	£	£
Salaries	12,485	-	-	12,485	12,212
Investment management costs	5,619	-	56,208	61,827	60,870
General office costs	5,692	-	-	5,692	5,512
Other costs	790	-	-	790	912
	24,586	-	56,208	80,794	79,506
2020	21,439	-	58,067	79,506	

6 Charitable Activities - Grant Making

	Unrestricted funds		Restricted funds		Total	
	2021	2020	2021	2020	2021	2020
	£	£	£	£	£	£
Direct Costs						
Salaries	-	-	10,724	15,431	10,724	15,431
Grants awarded	17,900	23,121	340,636	412,839	358,536	435,960
Grants returned/written back	-	(1,000)	(3,885)	(21,978)	(3,885)	(22,978)
Support Costs						
Salaries	106,448	104,122	-	-	106,448	104,122
Marketing & advertising	7,895	10,255	-	-	7,895	10,255
Insurance	7,061	3,654	-	-	7,061	3,654
Heat & light	467	2,135	-	-	467	2,135
Telephone	1,518	1,195	-	-	1,518	1,195
Printing, stationery & postage	1,024	2,262	-	-	1,024	2,262
Office equipment and rental	1,189	1,192	-	-	1,189	1,192
Computer expenses	7,843	4,376	-	-	7,843	4,376
Bank charges	352	312	-	-	352	312
Rent & rates	14,262	18,751	-	-	14,262	18,751
Sundry expenses	1,155	1,451	-	-	1,155	1,451
Travel & entertainment	-	1,413	-	-	-	1,413
Depreciation	5,158	5,490	-	-	5,158	5,490
Subscriptions	1,582	1,479	-	-	1,582	1,479
Training	-	810	-	-	-	810
Premises expenses	5,767	-	-	-	5,767	-
Governance costs (note 7)	52,790	45,201	-	-	52,790	45,201
	232,411	226,219	347,475	406,292	579,886	632,511

7 Analysis of Governance Costs

	Unrestricted funds		Restricted funds		Total	
	2021	2020	2021	2020	2021	2020
	£	£	£	£	£	£
Salaries	12,485	12,212	-	-	12,485	12,212
General office costs	5,692	5,512	-	-	5,685	5,512
Auditors remuneration	4,800	4,800	-	-	4,800	4,800
Other accountancy fees	12,368	14,397	-	-	12,368	14,397
Legal & professional	16,655	7,368	-	-	16,655	7,368
Other costs	790	912	-	-	790	912
	52,790	45,201	-	-	52,790	45,201

8 Charitable Activities - Advice and Guidance

	Unrestricted funds		Restricted funds		Total	
	2021	2020	2021	2020	2021	2020
	£	£	£	£	£	£
Direct Costs						
Salaries	-	-	5,270	2,713	5,270	2,713
Grants awarded	-	-	43,400	47,452	43,400	47,452
Intelligent Investment external costs	-	-	5,900	13,401	5,900	13,401
Power to Change external costs	-	-	51,965	19,487	51,965	19,487
	-	-	106,535	83,053	106,535	83,053

9 Grants awarded

A list of grants awarded to organisations during the year is detailed in Appendix 1 to the accounts.

10 Staff numbers

The average number of persons employed during the year, analysed by category, was as follows:-

	Number of Employees	
	2021	2020
Administration	1	1
Grant making support costs	3	3
Fundraising	1	1
Total	5	5

11 Staff costs and Trustees' remuneration

	2021	2020
	£	£
Salaries	132,485	130,904
Employer's National Insurance	8,200	9,090
Pension Contributions	6,726	6,696
Total	147,411	146,690

11 Staff costs and Trustees' remuneration

The number of employees whose total emoluments (excluding employer pension costs) for the reporting period in the following bands was:

	2021 number	2020 Number
£60,000 to £70,000 p.a.	1	1
	1	1

The Trustees received remuneration of £Nil (2020: £Nil).
Trustee expenses paid in the year amounted to £Nil (2020: £Nil).

The total amount of employee benefits received by key management personnel is £72,289 (2020 - £71,300). The Trust considers its key management personnel comprise the Chief Executive.

12 Taxation

The company is a registered charity and as such is potentially exempt from UK income tax, corporation tax or capital gains tax as long as the income it receives is within the categories covered by Section 505 Taxes Act 1988 or Section 145 Capital Gains Taxes Act 1979.

13 Tangible Assets

	Computer Equipment £	Fixtures & Fittings £	Office Equipment £	Total £
Cost				
At 1 April 20120	33,086	23,144	4,763	**60,993**
Additions	7,363	-	-	**7,363**
Disposals	(14,599)	(8,476)	(4,763)	**(27,838)**
At 31 March 2021	25,850	14,668	-	**40,518**
Depreciation:				
At 1 April 2020	25,108	22,622	4,763	**52,493**
Charge for the year	6,041	156	-	**6,197**
Eliminated on disposal	(14,599)	(8,306)	(4,763)	**(27,668)**
At 31 March 2021	16,550	14,472	-	**31,022**
Net Book Value:				
31 March 2021	**9,300**	**196**	-	**9,496**
31 March 2020	7,978	522	-	8,500

14 Investment property

	Total £
Fair Value:	
At 1 April 2020 and 31 March 2021	**495,000**
Net Book Value:	
31 March 2021	**495,000**
31 March 2020	495,000

An independent valuation of Peat Rigg outdoor training centre was carried out by Chris Brown of Browns in April 2017. The property was valued at £495,000. The trustees believe there has been no material movement in the valuation during the year.

15 Investments

Investments are stated at market value as at 31 March 2021 and comprise the following:-

	Company 2021 £	Group 2021 £	Company 2020 £	Group 2020 £
Government stocks	**36,945**	**924,579**	49,663	1,230,039
Other fixed interest stocks	**51,775**	**1,295,716**	52,738	1,306,203
UK equities	**173,604**	**4,344,581**	161,099	3,990,040
Investment trusts/funds	**102,202**	**2,557,679**	72,974	1,807,403
Overseas equities	**219,329**	**5,488,869**	162,133	4,015,635
Deposit account	**10,734**	**268,628**	5,368	132,956
	594,589	**14,880,052**	503,975	12,482,276
Analysed as follows:-				
Investment assets in (UK)	**353,829**	**8,854,851**	309,362	7,662,159
Investment assets outside (UK)	**240,760**	**6,025,201**	194,613	4,820,117
	594,589	**14,880,052**	503,975	12,482,276

	2021 £
Balance as at 1 April 2020	**12,482,276**
Additions	**3,883,525**
Increase in market value of investments	**2,346,739**
Disposals	**(4,212,522)**
Profit on disposal of investments	**244,362**
Movement on cash balances held	**135,672**
Balance as at 31 March 2021	**14,880,052**

16 Debtors

	Company 2021 £	Group 2021 £	Company 2020 £	Group 2020 £
Prepayments and accrued income	**2,016**	**10,783**	5,846	14,595
Other debtors	**18,018**	**5,946**	9,730	4,661
Concessionary loans	**-**	**9,212**	-	14,212
	20,034	**25,941**	15,576	33,468

Included in concessionary loans is £3,333 (2020: £6,667) due within more than one year.

Concessionary loans are interest free £8,414 of concessionary loans were committed but not yet taken up.

17 Cash at bank and in hand

	Company 2021 £	Group 2021 £	Company 2020 £	Group 2020 £
Bank: Bank accounts & cash	**440,871**	**495,340**	373,892	413,113

18 Creditors: Amounts falling due within one year

	Company 2021 £	Group 2021 £	Company 2020 £	Group 2020 £
Grants payable	-	3,332	-	9,096
Trade creditors	427	427	-	-
Accruals and deferred income	14,720	28,350	13,407	25,227
Taxation and social security	3,149	3,149	3,111	3,111
	18,296	35,258	16,518	37,434

Deferred income compromises management fee income relating to future periods, as follows:-

	£
Edward Gostling	1,667
Sofia Offshore Windfarm	3,333
	5,000

19 Financial instruments

Measured at fair value through income or expenditure.

	Company 2021 £	Group 2021 £	Company 2020 £	Group 2020 £
Investments (note 15)	594,589	14,880,052	503,975	12,482,276

20 Permanent Endowment Fund

	Balance at beginning of year £	Donations £	Interest, dividends and related tax credits £	Investment management charges £	Gain on sale of investments during the year £	Increase/ (decrease) in value of investments during the year £	Transfer to unrestricted Income & Expenditure Fund £	Transfer to Restricted Distribution Funds £	Balance at end of year £
Purpose of fund									
Specifically defined age groups	196,323	-	12,799	(3,582)	10,251	69,117	(10,684)	(28,405)	245,819
Education/Training	2,111,108	-	41,544	(9,534)	36,598	390,645	(28,074)	(74,864)	2,467,423
Community Benefit	3,070,451	12,820	69,469	(16,583)	60,683	601,887	(46,633)	(122,484)	3,629,610
Specific geographic area	3,046,618	-	68,896	(16,453)	59,869	596,768	(47,562)	(120,944)	3,587,192
Poverty/Deprivation	318,699	-	7,820	(1,904)	6,882	64,823	(3,066)	(7,398)	385,856
Donor instructed	170,985	-	4,053	(980)	3,489	34,163	(2,923)	(7,794)	200,993
Wellness/Disability	122,114	-	7,202	(1,951)	27,569	5,337	(2,002)	(2,732)	155,537
31 March 2021	**9,036,298**	**12,820**	**211,783**	**(50,987)**	**205,341**	**1,762,740**	**(140,944)**	**(364,621)**	**10,672,430**
31 March 2020 as restated	10,419,664	12,820	279,822	(49,998)	25,492	(1,074,732)	(159,984)	(416,786)	9,036,298

The transfer to Unrestricted Income and Expenditure Fund represents a management charge at a rate averaging 1.5% per annum (2020: 1.5% per annum).

21 Designated Administration Fund

	2021 £	2020 as restated £
At beginning of year	**503,975**	577,893
Interest, dividends & related tax credits	**11,553**	15,591
Investment management charges	**(2,769)**	(2,803)
Gain on sale of investments	**10,017**	1,240
Increase/(Decrease) in value of investments held	**99,284**	(59,051)
Transfer to Unrestricted Income & Expenditure Fund	**(27,472)**	(28,895)
At end of year	**594,588**	503,975

The fund is a designated fund which is held to produce income as a contribution towards the company's administration expenses.

The transfer to Unrestricted Income and Expenditure Fund represents a management charge at a rate of 5% per annum.

22 Expendable Endowment

	Balance at beginning of year £	Donations £	Interest, dividends and related tax credits £	Investment management charges £	Gain on sale of investments during the year	Increase/ (decrease) in value of investments during the year £	Transfer to unrestricted Income & Expenditure Fund £	Transfer to Restricted Distribution Funds £	Balance at end of year £
Purpose of fund									
Specifically defined age groups	117,308	2,087	2,611	(623)	2,194	22,745	(1,826)	(19,115)	125,381
Education/Training	356,825	-	8,168	(1,957)	7,063	70,233	(5,706)	(15,534)	419,092
Faith based	11,136	-	255	(61)	220	2,192	(178)	(485)	13,079
Community Benefit	778,238	-	26,019	(1,067)	3,851	158,908	(12,962)	(20,184)	932,803
Specific geographic area	362,312	-	10,492	(1,085)	3,842	72,558	(6,437)	(19,343)	422,339
Sport/Leisure	230,702	-	8,031	(192)	694	47,330	(3,863)	(5,453)	277,249
Wellness/Disability	42,970	-	984	(236)	851	8,458	(687)	(1,870)	50,470
31 March 2021	**1,899,491**	**2,087**	**56,560**	**(5,221)**	**18,715**	**382,424**	**(31,659)**	**(81,984)**	**2,240,413**
31 March 2020 as restated	2,084,947	20,483	63,039	(5,215)	2,325	(141,161)	(32,019)	(92,908)	1,899,491

The transfer to Unrestricted Income and Expenditure Fund represents a management charge at a rate averaging 1.5% per annum (2020: 1.5% per annum).

23 Distribution Fund

	Purpose of fund	Balance at 1 April 2020 £	Donations £	Charitable activities income £	Grants returned / written back £	Grants awarded £	External project costs	Transfer from Permanent Endowment Fund £	Transfer from Expendable Endowment Fund £	Balance at 31 March 2021 £
Flow through Funds:										
Tees Offshore Community Benefit Fund	Specific geographic area	114,210	-	83,909	-	(28,942)	-	-	-	169,177
Sport England	Sport/Leisure	679	-		-	-	-	-	-	679
Surviving Winter Fund	Specific geographic area	253	-		-	-	-	-	-	253
St Hilda's	Specific geographic area	4,037	-		-	-	-	-	-	4,037
Community Fishing Fund	Specific geographic area	858	-		-	(858)	-	-	-	-
Power to Change	Specific geographic area	44,785	-	58,304	-	-	(51,965)	-	-	51,124
The Edward Gostling Foundation	Wellness/Disability	-	-	48,000	-	(14,500)	-	-	-	33,500
Permanent Endowment Distribution funds:										
Specifically defined age groups		3,908	-	-	-	(1,250)	-	7,567	-	10,225
Education/Training		91,835	-	-	1,785	(87,077)	-	91,891	-	98,434
Community Benefit		115,107	-	-	1,100	(40,970)	-	126,263	-	201,500
Specific geographic area		116,476	1,500	-	-	(69,200)	-	122,411	(5,000)	166,187
Poverty/Deprivation		26,528	-	-	-	(17,445)	-	6,313	(5,000)	10,396
Donor instructed		18,874	-	-	-	-	-	7,442	-	26,316
Wellness/Disability		8,611	-	-	-	(5,895)	-	2,734	-	5,450
Expendable Endowment Distribution Funds:										
Specifically defined age groups		25,016	1,068	-	-	(11,225)	-	-	19,115	33,974
Education/Training		34,833	80,338	-	-	(20,000)	-	-	10,501	105,672
Faith based		1,021	-	-	-	(4,815)	-	-	2,174	(1,620)
Community Benefit		60,531	-	-	-	(20,750)	-	-	17,197	56,978
Specific geographic area		37,910	26,250	-	-	(33,199)	-	-	36,871	67,832
Sport/Leisure		9,668	22,000	-	1,000	(24,910)	-	-	3,473	11,231
Wellness/Disability		148	-	-	-	(3,000)	-	-	2,653	(199)
31 March 2021		**715,288**	**131,156**	**190,213**	**3,885**	**(384,036)**	**(51,965)**	**364,621**	**81,984**	**1,051,146**
31 March 2020		438,922	36,960	185,469	21,978	(460,291)	(17,444)	416,786	92,908	715,288

Of the above balance £258,770 relates to the parent company (2020: £164,822).

24 Income & Expenditure Fund - unrestricted

	2021	2020
	£	£
At beginning of year	216,628	197,737
Unrestricted (deficit)/surplus in year	(23,292)	18,891
At end of year	193,336	216,628

25 Designation Distribution Fund

	Balance at beginning of year	Donations	Interest, dividends and related tax credits	Investment management charges	Gain on sale of investments during the year	Increase/ (decrease) in value of investments during the year	Transfers	Grants returned / written back	Grants awarded	Balance at 31 March 2021
	£	£	£	£	£	£	£	£	£	£
Purpose of fund										
Community Benefit	441,986	-	10,009	(2,398)	8,655	86,063	(6,992)	-	(17,900)	519,423
Specific geographic area	86,257	-	1,887	(452)	1,632	16,230	(1,319)	-	-	104,235
31 March 2021	**528,243**	**-**	**11,896**	**(2,850)**	**10,287**	**102,293**	**(8,311)**	**-**	**(17,900)**	**623,658**
31 March 2020 as restated	605,333	-	15,867	(2,854)	1,265	(60,267)	(8,980)	1,000	(23,121)	528,243

The transfer to Unrestricted Income & Expenditure Fund represents a management charge at a rate averaging 1.5% per annum (2020: 1.5% per annum).

Notes to the Financial Statements for the Year Ended 31 March 2021

26 Linked Funds

Tees Valley Community Foundation is the sole trustee of Cleveland Community Foundation, The Speck Walker Fund, The Teesside Emergency Relief Fund and The Agnes Spencer Charitable Trust. All the funds have been consolidated on a line by line basis in the SOFA. A summary of the results of each linked fund is shown below:-

	Cleveland Community Foundation		The Speck Walker Fund		The Teesside Emergency Fund		The Agnes Spencer Charitable Trust	
	2021	2020 as restated	**2021**	2020 as restated	**2021**	2020 as restated	**2021**	2020 as restated
	£	£	**£**	£	**£**	£	**£**	£
Balance at 1 April 2020	**10,775,007**	12,095,729	**409,289**	467,538	**264,108**	295,857	**566,096**	584,271
Donations	**146,063**	70,262	**-**	-	**-**	-	**-**	-
Interest, dividends and related tax credits	**246,531**	320,513	**9,167**	12,111	**5,604**	7,358	**18,936**	18,747
Investment management charges	**(55,295)**	(54,370)	**(2,199)**	(2,178)	**(1,347)**	(1,323)	**(217)**	(196)
Gain on sale of investments during the year	**220,449**	27,435	**8,101**	964	**5,010**	586	**784**	97
Increase/(decrease) in value of investments during the year	**2,012,394**	(1,181,854)	**78,529**	(45,889)	**47,896**	(27,879)	**108,637**	(20,539)
Transfer to Unrestricted Income & Expenditure Fund	**(164,685)**	(178,752)	**(5,974)**	(8,707)	**(1,387)**	(5,290)	**(8,869)**	(8,233)
Transfer (to)/from Expendable Endowment	**5,000**	-	**-**	-	**(5,000)**	-	**-**	-
Grants awarded	**(308,441)**	(328,316)	**(12,000)**	(14,550)	**(16,445)**	(5,200)	**(20,750)**	(20,990)
Grants returned / written back	**2,785**	4,360	**1,100**	-	**-**	-	**-**	12,939
Balance at 31 March 2021	**12,879,808**	10,775,007	**486,013**	409,289	**298,439**	264,108	**664,617**	566,096

27 Fund Analysis

The assets held by each of the Foundation's funds are analysed as follows:-

	Investment Property	Investments	Fixtures & Fitting	Computer Equipment	Net Current Assets	Total
	£	£	£	£	£	£
Permanent Endowment Fund	-	10,672,430	-	-	-	**10,672,430**
Designated Administration Fund	-	594,588	-	-	-	**594,588**
Expendable Endowment Fund	-	2,240,413	-	-	-	**2,240,413**
Restricted Distribution Fund	-	748,963	-	-	302,183	**1,051,146**
Peat Rigg	495,000	-	-	-	-	**495,000**
Unrestricted Income & Expenditure Fund	-	-	196	9,300	183,840	**193,336**
Designated Distribution Fund	-	623,658	-	-	-	**623,658**
At 31 March 2021	**495,000**	**14,880,052**	**196**	**9,300**	**486,023**	**15,870,571**
At 31 March 2020	495,000	12,482,276	522	7,978	409,147	13,394,923

28 Control Relationships

At 31 March 2021 Tees Valley Community Foundation was under the control of the Trustees as noted on page 1. Tees Valley Community Foundation is the sole trustee of Cleveland Community Foundation (Registered Charity no 1111222-1, previously 700568) which from 1 April 2006 holds all Endowed Funds and is responsible for grant making out of those funds.

Tees Valley Community Foundation became the sole Trustee of The Speck Walker Fund (Registered Charity number 1111222-2) on 12 July 2010.

Tees Valley Community Foundation became the sole Trustee of The Teesside Emergency Relief Fund (Registered Charity number 1111222-3) on 14 March 2011.

Tees Valley Community Foundation became the sole Trustee of The Agnes Spencer Charitable Trust (Registered Charity Number 1111222-4) on 28 March 2014.

29 Related Party Transactions

During the year the following transactions took place between Tees Valley Community Foundation and Cleveland Community Foundation:-

	2022	2020
	£	£
Admin charge transferred from Cleveland Community Foundation to Tees Valley Community Foundation	**208,386**	229,878
Grants awarded from Cleveland Community Foundation to Tees Valley Community Foundation	**5,900**	13,401

Hugh McGouran sits on the Advisory Board of Peat Rigg Community Interest Company from whom the charity received rental income of £Nil (2020: £8,751). There were no balances outstanding in the current or prior year. Tees Valley Community Foundation has awarded grants totalling £30,000 (2020: £23,394) to Peat Rigg Community Interest Company for the excellence and achievement bursary.

29 Related Party Transactions - continued

Trustee Jeffrey Taylor is employed by Redmayne Bentley as an Investment Manager. Redmayne Bentley manages an investment portfolio for the charity on normal commercial terms. The investment portfolio amounted to £178,864 at 31 March 2021 (2020: £140,707) and investment management fees for the year totalled £1,951 (2020: £1,080).

30 Unapplied Total Return

Tees Valley Community Foundation operates a total return investment strategy and transfers income from its funds to pay for grants and running costs. The movements on Unapplied Total Return in respect of the Permanent Endowment Funds are:-

	2021 £
Balance as at 1 April 2020	**507,376**
Transferred to Income & Expenditure Fund from Permanent Endowment Funds	**(140,944)**
Transferred to Distribution Funds	**(364,621)**
Total Return for the period (income, realised gains/losses and changes in market value)	**2,128,877**
Closing balance carried forward at 31 March 2021	**2,130,688**

31 Operating Lease Commitments

Total future minimum lease payments under non-cancellable operating leases are as follows:

Land & buildings	2021 £	2020 £
Expiry:		
Within one year	**2,500**	**7,200**
Within one and five years	-	-
	2,500	**7,200**

Other operating leases	2021 £	2020 £
Expiry:		
Within one year	-	1,411
Within one year and five years	-	-
	-	1,411
Recognised in statement of financial activities	**15,544**	**18,677**

32 Pensions

The charity operates a contributory defined contribution pension scheme for all employees. The company contributions are charged to the Statement of Financial Activities in the period to which they relate. £6,726 was paid in contributions during the year (2020: £6,696). The amount outstanding at 31 March 2021 was £Nil (2020: £Nil).

33 Reconciliation of Net Income/(Expenditure) to Net Cash Flow from Operating Activities

	Company 2021 £	Group 2021 £	Company 2020 £	Group 2020 £
Net (expenditure)/income for year	161,269	2,475,648	4,322	(1,424,573)
Interest and dividends shown in investing activities	(11,553)	(291,792)	(12,788)	(322,200)
Depreciation of tangible fixed assets	6,197	6,197	6,779	6,779
Loss on disposal of fixed assets	170	170		
Receipt of endowment	-	(14,907)	-	(33,303)
(Gains)/losses on investments	(109,301)	(2,591,101)	57,811	1,304,889
(Increase)/decrease in debtors	(4,458)	7,527	183,207	166,066
Increase/(decrease) in creditors	1,778	(2,176)	(83,562)	(100,042)
	44,102	(410,434)	155,769	(402,384)

34 Contingent Asset

Discussions are ongoing with regard to a legacy due to the foundation, whilst not yet finalised the Foundation expects to receive between £200,000 and £250,000 in the year ended 31 March 2022.

35 Prior year adjustment

In the prior year the investment management costs were netted off against dividend and interest income. The prior years comparatives have been adjusted as follows:

	As previously reported 2020 £	As restated 2020 £	Movement 2020 £	
Investment income - Interest, dividends and related tax credits (note 4)	313,449	374,319	60,870	increase in reported income
Raising funds - Investment management costs (note 6)	-	60,870	60,870	increase in reported expenditure

The prior year adjustment has no effect on the reported net movements in funds for the year ended 31 March 2020.

Tees Valley Community Foundation and its Subsidiaries

Appendix 1

Total Grants Awarded for the Year Ended 31 March 2021

Recipients of institutional grant(s)	Amount Awarded
A Way Out	£1,000
ABC Counselling, Play Therapy & Family Solutions C.I.C.	£1,000
Actes	£2,000
Active Tees Valley	£1,000
Advice at Heart CIC	£500
Age UK Teesside	£1,990
Alice House Hospice	£3,295
Allied Resource Community	£647
Asthma Relief	£1,000
Ayresome Winning Community	£710
Barley Fields Primary School	£500
Billingham Boxing Club	£11,500
Billingham Environmental Link Programme	£1,000
Billingham Legacy Foundation	£12,500
Billingham Silver Band	£1,000
Billingham Town Council	£1,000
Bloodrun	£1,000
Bloodrun EVS	£1,000
BloomInArt CIC	£3,000
Bowes Field Primary School	£2,000
Breckon Hill Community Enterprise	£866
Butterwick Hospice Care	£1,000
Catalyst Stockton	£5,000
Cleveland Initiative Refugee Familes	£1,000
Cleveland Mountain Rescue Team	£1,000
Coastwatch Redcar	£4,000
Coatham Women Connect	£1,000
Community Ventures (Middlesbrough) Ltd	£1,000
Community Ventures Middlesbrough	£815
Depaul Uk	£1,500
Diversity Inside Us	£1,000
Durham Beathe Easy Initative	£1,000
Eaglescliffe Table Tennis Club	£1,000
Eastbourne Teens Outreach (Club E-Top)Programme	£1,000
Eastern Ravens Trust	£1,000
Eldon Grove Academy	£750
Eldon Grove Bowling Club	£1,000
Eldon Grove Tennis Club	£1,000
Element 1 CiC	£1,000
Ennis Square Special Events	£1,000
Epic Teesside CIC	£910
Families Matter	£800
Family Help Darlington CIO	£1,000
Five Lamps Organisation	£1,000
Footprints in the Community	£1,000

Tees Valley Community Foundation and its Subsidiaries

Appendix 1

Total Grants Awarded for the Year Ended 31 March 2021

Recipients of institutional grant(s)	Amount Awarded
Foundation UK	£1,000
Friends of Galley Hill Primary School	£500
Future Regeneration of Grangetown (FROG)	£1,000
Gang Resistance Education and Training (G.R.E.A.T.)	£1,000
GCH Trust	£1,000
Grangetown boys club juniors	£1,000
Grangetown Boys Football Club	£2,000
Grangetown Netball Club	£940
Great North Air Ambulance Service	£2,000
Grindon Parish Hall	£1,000
Groundwork North East and Cumbria	£1,000
Grow baby, part of Teesside Vineyard Church	£1,000
Guisborough Across the Ages	£1,000
Guisborough Bridge Association	£1,000
GymMad	£1,000
Hanover Elder Forum	£800
Harbour	£1,000
Hartlepool Carers	£1,000
Hartlepool Headland Amateur Boxing Club	£1,000
Hartlepool Hope	£1,000
Hartlepool Lawn Tennis Club	£1,000
Hartlepool Rugby Union Football Club Junior section u13s	£1,000
Havelock Park Residents Association	£1,500
Hemlington Detached Youth Work Project Ltd (LINX)	£1,000
Hoot out for School Club	£1,000
JPC Community Farm	£500
Katwalk Kimberleys CIC	£2,500
Ladies of Steel	£17,000
Lakota Hub CIC	£1,000
Leo's	£6,500
Leo's Neonatal	£5,500
Linthorpe Academicals FC	£1,000
Linthorpe Women Community Support	£1,000
Little Sprouts CIC	£2,500
Loftus Martial Arts	£1,000
Low Grange Community Centre	£1,000
Marton Coping Power programme	£1,000
Men Cave	£1,000
Methodist Asylum Project	£1,000
MHA Communities Teesside	£2,000
Middlesbrough Covis-19 Mutual Aid	£500
Middlesbrough Football Club Foundation	£1,000
Middlesbrough Jazz and Blues Orchestra	£1,000
Middlesbrough Live At Home Scheme	£1,000
Middlesbrough Mela Association	£2,000
Middleton ST George Community Centre	£1,000

Tees Valley Community Foundation and its Subsidiaries

Appendix 1

Total Grants Awarded for the Year Ended 31 March 2021

Recipients of institutional grant(s)	Amount Awarded
Miles for Men	£1,000
More Than a Run CIC	£684
National Literacy Trust	£2,000
Neo Angels	£1,000
New Marske Cricket Club	£1,000
NOAH'S ARK PARENT AND TODDLER GROUP	£400
North East Autism Society	£975
North Yorkshire Online	£1,000
Norton Sports Charity	£10,000
Oaksway Netball Club	£1,000
Open Door (North East)	£1,000
Ormesby Community Arms Project	£1,000
Ormesby Good Neighbours	£1,000
Parkinson UK Redcar and District	£1,000
Peat Rigg Training Centre Ltd	£30,000
People's Meeples	£1,000
Polton Allstars Football Academy CIC	£1,000
Project Seek	£1,000
Rainbow Foundation	£1,000
Rainbow Trust Children's Charity	£1,000
Raw35 CIC	£1,000
RCVDA	£12,500
Recovery Connections	£19,500
Redcar Development Trust	£1,000
Redcar Family Integrated Transitions (RE-FIT)	£1,000
Redcar Town Football Club	£2,000
Redhall Wise Community (Rewise - community)	£910
ROSEBERRY COMMUNITY CONSORTIUM	£450
Rossmere Community in Power	£880
Rotary Club of Cleveland	£1,000
Royal Mencap Society	£1,000
Rubies	£1,000
Safer Communities	£1,000
Saltburn Community and Arts Association	£1,000
Saltburn Friends of the Valley Ltd	£1,000
SCMSH Ltd. - Bridge House Mission	£1,000
Seaview Park Residents Association	£1,000
Shooting Stars Netball	£1,000
Slave-UK	£1,000
Something Positive Solutions	£1,000
South Bank Savings & Credit Union Ltd	£500
Sowing Seeds Ministries	£2,500
St Aidan's CE Memorial Primary School	£750
ST Helen's Primary School	£750
ST Teresa's RC Primary School	£750
STAGS	£2,000

Tees Valley Community Foundation and its Subsidiaries

Appendix 1

Total Grants Awarded for the Year Ended 31 March 2021

Recipients of institutional grant(s)	Amount Awarded
Stillington And Whitton Parish Council	£1,000
Stockton Council	£1,225
Stockton Cricket Club Junior Section	£1,000
Stockton Parish Church	£1,000
Stockton Rugby Club	£1,000
T.E.E.S. Together, Engage, Encourage, Support CIO	£2,000
Tees Residents Community Forum	£1,000
Tees Valley Community Foundation	£5,900
Tees Valley Rural Action	£1,000
Tees Valley Sport	£25,000
Tees Valley Together	£1,000
Tees Valley Walking Football Club	£1,000
Tees Valley Women's Centre	£1,000
Tees Wheelyboats Club	£1,000
Teesside Ability Support Centre	£500
Teesside Dementia Link	£3,000
Teesside Hospice	£1,250
Teesside Hospice Care Foundation	£1,000
Teesside Samaritans	£500
Teesside Stroke Club	£500
Teesside University	£10,500
Tfm Cash for Kids	£39,500
The Big League CIC	£1,000
The Chris Cave Foundation	£2,500
The Foxwood Project	£1,000
The Junction Foundation	£1,000
The Link Tees Valley LTD (Link Charitable Trust)	£1,769
The Main Project	£970
THE MARSKE CENTRE LIMITED	£1,000
The Moses Project	£4,500
The Wharton Trust	£500
Thornaby Cricket Club	£1,000
Three 13	£2,500
Throston Primary School	£750
VA Performing Arts	£1,000
Vision 25	£500
Wellness First	£1,000
WOMEN CLUB 46-Eastbourne (WC46e)	£1,000
Yarm Lunch Club	£1,000
Young At Heart ULO	£1,000
Zoe's Place Baby Hospice	£500
Total grants to institutions	**£397,936**
Total grants to individuals	**£4,000**
Total grants awarded	**£401,936**