

THE SIR EDWARD HEATH CHARITABLE FOUNDATION

England & Wales · Charity number 1112773

Details

Status Registered

Legal form Other

Registered 2006-01-20

Register [View on the Charity Commission register](#)

Contact

Address 59 The Close
Salisbury
SP1 2EN

Phone 01722 326546

Email info@arundells.org

Website www.arundells.org

Activities

Objects: (1) THE PRESERVATION AND CONSERVATION OF ARUNDELLS AND ITS ASSOCIATED AMENITIES AS A BUILDING OF BOTH SPECIAL ARCHITECTURAL AND HISTORICAL INTEREST BEING THE HOME OF SIR EDWARD HEATH;(II) THE PRESERVATION OF THE FURNITURE PICTURES MEMORABILIA AND CHATTELS ORDINARILY KEPT AT ARUNDELLS (EXCEPTING SUCH ITEMS AS THE TRUSTEES CONSIDER INAPPROPRIATE) AND SUCH OF ANY OTHER FURNITURE PICTURES MEMORABILIA AND CHATTELS AS SHALL FORM PART OF THE CHARITABLE TRUST AND WHICH THE TRUSTEES CONSIDER APPROPRIATE TO PRESERVE;(III) THE ADMINISTRATION MAINTENANCE AND PRESERVATION OF SUCH OF MY PAPERS AS SHALL FORM PART OF THE CHARITABLE TRUST FUND INCLUDING THE PAPERS RELATING TO MY EARLY CAREER, THE PAPERS RELATING TO MY PERIOD AS LEADER OF THE OPPOSITION AND MY PERSONAL PRIME MINISTERIAL PAPERS (TOGETHER REFERRED TO AS MY PAPERS;(IV) THE ADVANCEMENT OF EDUCATION BY THE FACILITATION AND ENCOURAGEMENT OF ACCESS TO AND THE STUDY AND APPRECIATION OF ARUNDELLS AND ITS CONTENTS BY THE GENERAL PUBLIC IN PARTICULAR IN RELATION TO THE STUDY AND RESEARCH OF MY PAPERS AND THE PUBLICATION OF THE USEFUL RESULTS OF THAT RESEARCH;(V) THE ADVANCEMENT OF EDUCATION OF THE PUBLIC IN THE ARTISTIC APPRECIATION OF MUSIC BY THE PROMOTION DEVELOPMENT OR IMPROVEMENT WHETHER AT ARUNDELLS OR ELSEWHERE OF THE KNOWLEDGE UNDERSTANDING AND PRACTICE OF ALL FORMS OF MUSIC AND THE PERFORMANCE RECORDING STUDY COMPOSITION INSTRUCTION OR TRAINING IN ALL FORMS OF MUSIC;(VI) SUCH OTHER PURPOSES WHICH ARE EXCLUSIVELY CHARITABLE ACCORDING TO THE LAW OF ENGLAND AND WALES.

Activities: The charity has opened Arundells, the home of Sir Edward Heath, to the public since 2008 and preserves Arundells and its contents for the benefit of the public.

Classification

- **How:** Provides Buildings/facilities/open Space
- **What:** Education/training, Arts/culture/heritage/science, Environment/conservation/heritage
- **Who:** The General Public/mankind

Geography

- Wiltshire

Finances

Period end	Income	Expenditure	Assets	Employees
2024-12-31	£307,459	£315,355	-	-
2023-12-31	£320,524	£344,424	-	-
2022-12-31	£277,326	£325,770	-	-
2021-12-31	£225,179	£197,110	-	-
2020-12-31	£223,593	£164,043	-	-

Trustees

Name	Role	Appointed
The Trustee of The Sir Edward Heath Charitable Foundation Limited		2025-07-16

THE SIR EDWARD HEATH CHARITABLE FOUNDATION

England & Wales - Charity number 1112773

Accounts

SIR EDWARD HEATH CHARITABLE FOUNDATION
REPORT AND FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2024

Registered Charity No: 1112773

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FLETCHER & PARTNERS
CHARTERED ACCOUNTANTS
SALISBURY

SIR EDWARD HEATH CHARITABLE FOUNDATION
TRUSTEES' REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2024

Trustees:

Mr Lincoln Seligman
Mr James Elder
Colonel Gordon MacDougall
Mr Edward Bickham
Mr Peter Batey CMG OBE (Chairman)
Mr Anthony Teasdale
Mr Michael McManus
Mr Leo Austin
Mr Neil Carmichael
Sir Sherard Cowper-Coles KCMG LVO (appointed 27/01/2024)

Officers

Manager

Mr Ivan Smith MRICS

Address:

Arundells
59 The Close
Salisbury
SP1 2EN

Advisers

Auditors:

Fletcher & Partners, Crown Chambers, Bridge Street, Salisbury SP1 2LZ

Bankers:

NatWest, 48 Blue Boar Row, Salisbury, SP1 1DF

Solicitors:

Wilsons Solicitors LLP, Alexandra House, St Johns Street, Salisbury, SP1 2SB

Registered Number

Charity No:

1112773

SIR EDWARD HEATH CHARITABLE FOUNDATION
TRUSTEES' REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2024

STRUCTURE, GOVERNANCE AND MANAGEMENT

Introduction by Peter Batey CMG OBE, Chairman

2024 was a further year of steady progress. Income streams from the sale of admission tickets, the net proceeds of Foundation events and revenue from third parties' hire of Arundells and its beautiful gardens for their own events continued to grow.

We are proud of our varied events programme at Arundells and other venues in Salisbury, which includes, theatre, opera, music, talks and seminars. It has become a valued addition to life in Salisbury and is well supported by the local community.

A clear highlight was the Foundation's annual Edward Heath lecture, held in Salisbury Cathedral, which was a tribute to Her Late Majesty Queen Elizabeth, led by our Honorary Chairman, Gyles Brandreth, with contributions from the broadcaster Angela Rippon, Ailsa Anderson, a former royal press secretary, Hugo Vickers and Robert Hardman.

We look forward to next year's 2025 Annual Edward Heath lecture which will be given by the Rt Hon Sir John Major, KG, CH, our Honorary President, in Salisbury Cathedral, a decade after he gave the inaugural lecture in 2015.

Outside Salisbury, we continued to develop our Edward Heath University Lecture series and launched the Edward Heath Academic Forum. Preparations have been made for the inauguration in 2025 of an Edward Heath Westminster Lectures series, in collaboration with Europe House at 32 Smith Square. At Broadstairs, we continued to develop our annual 'Tedfest' in the town where he was born and grew up.

At Arundells, work continued on the conservation and cataloguing of Sir Edward Heath's remarkable collection of paintings and other works of art at Arundells, with the hope of achieving museum accreditation from the Arts Council in 2025.

The Foundation places growing emphasis on engagement with the local community in Salisbury and Wiltshire, especially from less privileged areas. This includes working with local schools, offering piano lessons on Sir Edward's Steinway grand piano in the Drawing Room at Arundells to gifted children from less affluent backgrounds. We also worked with Age Wiltshire to support their work with the elderly.

The Arundells Community Garden, created with the help of the National Lottery Heritage Fund, support that we gratefully acknowledge, goes from strength to strength and supports, and relies on the work of, vulnerable military veterans. In the coming year we plan to add a small garden to grow herbs and plants traditionally used for culinary and medicinal purposes.

We continue to face the future with optimism and look forward to reviewing our strategy next year in pursuit of our goal of securing the future of the Sir Edward Heath Charitable Foundation for the long term.

My fellow trustees and I gratefully acknowledge that our progress has only been achieved with the hard work and support of our wonderful (and still growing) team of volunteers and our excellent staff. They are indispensable and we are proud of them: their contribution is a source of joy and satisfaction.

Governing Document

The Foundation was established under the will of the Right Honourable Sir Edward Heath KG MBE proved in the High Court of Justice on 18th January 2006, as amended by a Deed of Amendment dated 1st February 2007.

Appointment, Training and Induction of Trustees

The Trustees have the power to appoint new Trustees and when making any appointments the Trustees have regard to the requirement for special skills and the needs of the foundation. New Trustees are made aware of their legal obligations under charity law and the aims and objectives of the charity.

SIR EDWARD HEATH CHARITABLE FOUNDATION
TRUSTEES' REPORT AND ACCOUNTS
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Organisation

The Trustees administer the charity and have regular meetings, which cover matters relating to the administration and managing of the trust.

Risk Management

The charity has appraised its risks. The key headings under which risks fall have been identified, and work continues to be done to ensure that adequate controls exist to mitigate the effect of those identified risks.

Objects and activities of the Charity

The principal activities of the Charity are:

- The preservation for the public benefit of Arundells and its associated amenities as a building of both special architectural and historical interest being the home of Sir Edward Heath.
- The preservation of the furniture, pictures, and memorabilia ordinarily kept at Arundells and the administration, maintenance and preservation of his papers relating to his life and career.
- The advancement of education through access to Arundells and study and research of his papers.
- The advancement of education to the public in the artistic appreciation of music.
- Such other purposes which are exclusively charitable according to the law of England and Wales.

In setting our objectives and planning our activities the Trustees have given careful consideration to the Charity Commission's general guidance on public benefit.

Review of activities in 2024

A most encouraging and very positive year for both Arundells and the wider activities undertaken by the Sir Edward Heath Charitable Foundation.

Visitors

Visitor numbers have shown a pleasing and healthy increase on 2023, with free entry continuing to be provided for members of Historic Houses, and with discounts for Arts Fund 'Arts Pass' holders, English Heritage members, Blue Light and Defence Scheme card holders, those taking part in the popular Gardeners World Magazine 2 for 1 offer, and visitors travelling to Salisbury by South Western Railway.

The promotional platforms provided by these initiatives should not be underestimated, with all playing a significant part in not only boosting visitor numbers but also in promoting Arundells to a wider geographical audience.

Arundells was again selected as a 'Travellers Choice' award winner by TripAdvisor and ranked by that organisation as being number 5 out of 73 things to do in Salisbury. A magnificent achievement, arising from by a very high number of 'excellent' visitor reviews.

Events - Arundells

The Arundells events programme continued to go from strength to strength in 2024, with a wide variety of talks, lectures, seminars, theatrical productions and musical events available for local residents and visitors to Salisbury to enjoy throughout much of the calendar year.

In addition to the beautiful garden at Arundells, and the collaborative use of a number of different venues within Salisbury, the onsite 'Studio' exhibition room (the former stable block) has demonstrated what a very versatile and popular space it is; well used for a wide variety of different activities throughout both the open season and during the winter period. Easily adaptable, and with a kitchen area and fully accessible toilet for less mobile visitors, Studio based events have included illustrated talks, classical and folk music concerts, craft workshops, meetings, seminars, and a range of temporary exhibitions.

SIR EDWARD HEATH CHARITABLE FOUNDATION
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(CONTINUED)

Review of activities in 2024 - Cont.

The 2024 programme of events has encompassed:

The continuation of a series of intimate Drawing Room concerts played upon Sir Edward Heath's Steinway piano. Always well received, and with a popular following, these have included concerts by Tessa Uys and Ben Schoeman, an evening of jazz piano music with Philip Clouts, and a concert by the celebrated virtuoso pianist Clara Rodriguez.

The garden provided a magnificent setting for summer evening jazz concerts by 'The FB Pocket Orchestra' and 'The Schmoozenbergs,' along with excellent theatrical productions of Persuasion, Sherlock & Watson, Peter Pan, and A Midsummer Night's Dream.

'Opera Anywhere' returned with a most enjoyable production of HMS Pinafore and, for the first time, Arundells hosted a summer evening Ceilidh. This was extremely well supported, and it was particularly nice to see so many younger people actively embracing this new event; all enjoying the music and dancing with great enthusiasm.

It was a privilege to be able to host the recording of one of Gyles Brandreth's Rosebud Podcasts. Held at the Godolphin School, the audience were captivated by Gyles in conversation with the well-known gardening expert and TV personality Alan Titchmarsh. An enlightening and extremely enjoyable evening.

2024 saw a screening of the classic silent film The General, starring Buster Keaton and widely recognised as being one of the greatest of all silent films. This new event again proved very popular, being shown at the Medieval Hall on a rather chilly Sunday afternoon in February. With live piano accompaniment, it was hugely enjoyable.

Tickets sold incredibly quickly to 'An audience with Theresa May.' Held at the Guildhall, it was a great pleasure to welcome the former Prime Minister back to Salisbury and to listen to her reflections on a variety of topics. These included the Novichok poisonings that had such a distressing and profound effect upon Salisbury in 2018.

Kate Adie, the well-known and ground breaking former BBC correspondent, gave a fascinating talk titled 'Life on the Front Line,' and it was a pleasure to host an evening featuring the former ITN newscaster and journalist Alastair Stewart in conversation with Michael McManus. Baroness Valerie Amos enthralled her audience with her excellent talk 'A Life of Firsts'.

James Holland, historian and writer, provided an illustrated talk about the Battle of Monte Casino on the day that his new book Cassino'44 was published. Sir Robin Niblett, Fellow and former Director of Chatham House, gave a thought provoking talk titled The New Cold War – How the contest between the US and China will shape our Century and Paul Johnson, Director of The Institute for Fiscal Studies, a talk titled What is wrong with the British Economy?

2024 saw a variety of Studio based special interest events highlighting Sir Edward's magnificent collection of fine art, ceramics, and memorabilia. These included a talk about Japanese woodblock prints by Monika Hinkel; Leon McCarron, explorer and expedition planner, with an illustrated talk titled Travels: People and Places; and Kate Walter speaking about the artist John Singer Sargent in her talk The Magic of Singer Sargent.

The Morning Cloud Sailing Talks provide an important link to the legacy of Sir Edward's highly accomplished sailing career and, in particular, his captaincy of the British Admirals Cup team. We welcomed two speakers this year: Yachtsman Timothy Long, who became the youngest person to sail singlehandedly around the coastline of Britain at just 15 years of age, and Peter Forbes, who talked about his experiences of sailing through the canals of Europe and around the world on his ketch Amel.

The Annual Edward Heath Lecture

The Foundation's flagship event was held on the 30th May, with Salisbury Cathedral as the magnificent venue. Proceedings were expertly compered by the writer and broadcaster Gyles Brandreth; welcoming a wonderful panel of speakers who - with an intriguing blend of experience and personal knowledge - discussed the life, legacy and outstanding service of Her late Majesty Queen Elizabeth II.

The panel comprised Angela Rippon, broadcaster and commentator; Ailsa Anderson, a former press secretary to HM the Queen; Hugo Vickers, author and royal commentator; and Robert Hardman, writer and royal biographer.

The afternoon provided a warm tribute to the life and dedication of Queen Elizabeth, with many of those attending enjoying afternoon tea in the garden at Arundells following the lecture.

SIR EDWARD HEATH CHARITABLE FOUNDATION
TRUSTEES' REPORT AND ACCOUNTS
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Review of activities in 2024 - Cont.

Events – Further Afield

Sir Edward Heath was born in the peaceful seaside town of Broadstairs, in Kent, in 1916. To build upon this link – and the success of the initial 2023 event held in Broadstairs to celebrate how important Sir Edward's early and formative years were in shaping the course of his life – the Foundation again collaborated with the Sarah Thorne Theatre to stage a series of events over the weekend of the 13th and 14th July.

These included: A performance of Michael McManus's Play Maggie and Ted, a Gyles Brandreth Rosebud Podcast Interview with Baroness Jacqui Smith, former Home Secretary, and Gyles performing his popular one man show which focussed up his new book Breaking the Code.

The weekend was a great success, with a similar and enhanced 'Ted Festival' planned for 2025.

Conservation Tours A look behind the scenes

Kate Walter, the Curator of the Arundells collection, led a number of fascinating and very popular 'behind the scenes' tours of the house over the winter months – showing small groups those parts of Arundells not normally open to visitors and focusing on the different work undertaken to conserve and care for the varied items within the collection.

Exhibitions

Kate Walter curated an excellent exhibition titled Travels : People and Places that focussed upon Sir Edward's many journeys to far flung parts of the world; from his formative years through to his time as an international statesman and Prime Minister, and inspired by Sir Edward's book 'Travels: People and Places in my Life'

In addition to informative illustrated panels within the Studio and the house itself, the exhibition featured many items from the collection that are not normally on display. These included the camera that Heath purchased in Germany in 1937 when invited (as a student) to attend one on the Nazi Party rallies at Nuremberg, a Persian wedding manuscript, lacquerware from Japan and China, the personalised 'Camp David' Presidential retreat jacket presented to him by US President Richard Nixon, a range of black and white and colour print photographs, and other memorabilia.

The exhibition was enjoyed and appreciated by visitors throughout the open season and thanks are due to Kate for the time, thought and hard work that she put into making it possible.

Community Activities

We were again very pleased to fund a series of seasonal, individual piano lessons for gifted pupils from schools located in less privileged areas of Salisbury. It was wonderful to see the experience and enjoyment these young people gained from playing Sir Edward's Steinway piano in the Drawing Room at Arundells.

In June, the garden played host to Age Wiltshire, with some 140 Senior Citizens enjoying an afternoon of nostalgic musical entertainment followed by afternoon tea.

Later in the summer, a group of highly talented pupils from South Wilts Grammar School performed a piano concert for their parents and relatives in the Drawing Room.

The Arundells Community Garden

The community garden was created as a core element of our 'Arundells – Fit for the Future' project. This commenced in 2022 and was kindly supported by the National Lottery Heritage Fund. Enthusiastic and hard working groups of volunteers from the local community (initially supported by the Wiltshire & Swindon Sports Partnership) and the Alabare led 'Boots on the Ground' project for vulnerable military veterans have led the use of this new community facility located within the derelict former potting and propagation area of the historic walled kitchen garden.

This fabulous resource continued to go from strength to strength in 2024, with volunteers actively engaged in tending the community garden on two days per week and growing plants and vegetables from seed.

SIR EDWARD HEATH CHARITABLE FOUNDATION
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Review of activities in 2024 - Cont.

Many surplus plants are now offered for sale to visitors to Arundells, with the proceeds being put towards new equipment, seeds and plants.

The garden provides a peaceful and therapeutic retreat for all involved. New friendships have been formed, and the value – in terms of social engagement and understanding for those with military backgrounds who may have experienced similar trauma or distress – cannot be overemphasised.

The Foundation is proud to be involved with this project and 2025 will see plans to create a small garden showcasing herbs and plants traditionally used for culinary and medicinal purposes from medieval times.

The Edward Heath Academic Forum

Created to focus upon and promote the political legacy of Sir Edward Heath, and to bring together academics and archive material to explore, study, and recognise the key aspects of the Heath Government.

The Foundation's University Lecture Programme now falls under the auspices of the Academic Forum, this providing additional diversity and structure. Strong links have now been forged with the universities of Belfast, Edinburgh, Newcastle, Nottingham, Kings College and Queen Mary's, and the lecture programme will – on a collaborative basis – go from strength to strength.

Key activities during the year have included a very successful event held at the Mile End Institute in February, to both launch the Academic Forum and to discuss the 1974 General Election. Lord (Robin) Butler, Lord McNally and Robert Saunders led the discussion.

In August, an event held at Belfast University in conjunction with the John Hume Foundation focussed upon the 50th anniversary of the Sunningdale Agreement and its relevance today.

Proposals to host an ongoing and regular series of Westminster based lectures and talks are also being formulated.

Museum Accreditation

In line with the parameters and guidance given by the Arts Council England, Arundells has been working towards achieving Accredited Museum Status. 2024 saw the completion of a new Forward Plan, the adoption of new policies and procedures relating to the care and preservation of the collection, security, access and educational objectives, and the commencement of work to create the framework of a singular corporate trustee.

In 2025, this new limited company, operating through its Articles of Association, a committed board of directors, and a proactive range of sub-committees, will lead the administration and management of the Charitable Foundation going forward.

The achievement of Accredited status is a clear recognition that the highest standards in terms of the care and preservation of items with a museum collection are being met, and that access for all, interpretation, education, and inclusivity are clear and recognisable objectives.

The application to the Arts Council for Arundells to be awarded Accredited Museum status was submitted in July and a decision will be received in 2025.

SIR EDWARD HEATH CHARITABLE FOUNDATION
TRUSTEES' REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2024
(CONTINUED)

Review of activities in 2024 - Cont.

Thank you

Sincere thanks are due to all those who have willingly given so much of their time to support Arundells and the Foundation by delivering such a wonderful selection of lectures and talks on a whole range of different topics; whether in Salisbury, at Broadstairs, or at other locations throughout the UK. Their talks have provided 'something for everyone' and have been greatly enjoyed and appreciated.

The trustees of the Foundation hugely appreciate the ongoing support and help given by the staff and the many volunteers who make it possible to not only open Arundells to visitors, but to stage a full and varied events programme and to achieve numerous collection care and associated conservation tasks throughout the year. Their enthusiasm is tireless.

Particular thanks to the small nucleus of volunteers who help within the garden at Arundells on a regular weekly basis. They have grown in number over the last few years and provide invaluable assistance with a wide range of tasks.

Plans for 2025

The Foundation will continue to promote Arundells as one of the foremost and most enjoyable visitor attractions within the City of Salisbury and to build visitors numbers. Interesting, easily accessible, and with something of interest for everyone.

We will continue to hold a wide selection and series of talks, lectures, musical and theatrical productions, workshops and seminars and to encourage local businesses to support many of these events financially, given the wide benefit that this diverse programme brings to Salisbury.

Arundells provides a unique venue for both corporate and private events – from birthday dinners in the dining room and drinks receptions in a marquee within the garden, to product launches and more formal meetings. 2024 was a very successful year and we hope to build upon and develop opportunities in 2025.

The annual Edward Heath Lecture will again be a highlight of the year, and we are hoping that our Honorary President, The Rt Hon Sir John Major KG CH, will be the keynote speaker.

The trustees will build upon the work of the Edward Heath Academic Forum, this encompassing and broadening the University Lecture programme and the development of the new Westminster series of lectures, talks and seminars.

The collection at Arundells is central to the visitor experience and in promoting the varied interests and achievements of Sir Edward Heath, not only as an international statesman and former Prime Minister, but as an art collector, yachtsman and musician. We hope that Accredited Museum status will be confirmed and that this will pave the way to allowing the submission of additional collections related grant funding applications in support of vital conservation work.

2025 will see the creation of the corporate trustee and the clear framework that this new limited company will bring to governance and the administration of the Charity.

The trustees and staff look forward to 2025 with both excitement and optimism.

SIR EDWARD HEATH CHARITABLE FOUNDATION
TRUSTEES' REPORT AND ACCOUNTS
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(CONTINUED)

Financial Review

Visitor income increased to a total of £71,905 (2023: £64,785). The charity received donations of £122,437 (2023: £170,593), none of which were for restricted purposes (2023: £51,491). The charity also generated income of £93,334 (2023: £67,665) from running other events.

Expenditure decreased to £315,355, of which none related to funded project costs.
Total expenditure in 2023 was £344,424, of which £52,227 relates to funded project costs.

Overall there was a net loss in funds of £7,683 compared with a loss of £23,780 in 2023.

The charity had no restricted funds at the year end. Unrestricted funds decreased to £4,104,377. The fixed assets total £4,153,068 of which the vast majority amounting to £4,136,662 consist of Arundells and its contents. This therefore leaves £24,215 of unrestricted funds for the charity's activities, including the maintenance of Arundells.

Investment Powers and Policy

The charity has the power to invest in any way the Trustees see fit. The charity's investments are, however, minimal.

Reserves Policy

The Trustees' policy is that the charity's free reserves (that is, excluding Arundells and its contents) should not be allowed to fall to a level which would imperil an orderly closure of the charity's operations.

TRUSTEES RESPONSIBILITIES IN RELATION TO THE FINANCIAL STATEMENTS

The law applicable to charities requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the charity's financial activities during the year and of its financial position at the end of the year. In preparing the financial statements giving a true and fair view, the Trustees should follow best practice and:

- Select suitable accounting policies and then apply them consistently.
- Make judgements and estimates that are reasonable and prudent.
- State whether applicable accounting standards and statements of recommended practice have been followed, subject to any departures disclosed and explained in the financial statements: and
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The Trustees are responsible for keeping accounting records which disclose with reasonable accuracy the financial position of the charity and which enable them to ascertain the financial position of the charity and which will enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Report) Regulations and the provisions of the trust deed. The Trustees are responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

P. G. Batey

Approved by the Trustees and signed on their behalf

Peter Batey CMG OBE- Chairman

Date:

21.8.2025

INDEPENDENT AUDITORS' REPORT TO
THE TRUSTEES OF THE SIR EDWARD HEATH CHARITABLE FOUNDATION

Opinion

We have audited the financial statements of The Sir Edward Heath Charitable Foundation for the year ended 31 December 2024, which comprise of the Statement of Financial Activities, the Balance Sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102: The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

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

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing(UK) (ISAs(UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRCs 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 directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

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

Other information

The trustees are responsible for the other information. The other information comprises information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

INDEPENDENT AUDITORS' REPORT TO
THE TRUSTEES OF THE SIR EDWARD HEATH CHARITABLE FOUNDATION

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees annual report.

We have nothing to report in respect of the following matters in relation to which the Charities Act 2011 requires us to report to you if, in our opinion:

- sufficient accounting records have not been kept;
- the financial statements are not in agreement with the accounting records and returns; or
- we have not obtained all the information and explanations necessary for the purposes of our audit.

Responsibilities of Trustees

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

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

Auditors responsibilities for the audit of the financial statements

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

We exercise professional judgement and maintain professional scepticism throughout the audit.

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

We ensured the engagement team collectively had appropriate competence and capabilities to recognise non-compliance with applicable laws and regulations. We identified the key laws applicable to the charity as those established in the Charity's constitution and wider Charity law, employment law and Health and Safety regulations. We assessed the susceptibility of the charity's accounts to material mis-statement by making enquiries of management and reviewing internal controls.

A further description of our responsibilities for the audit of the financial statements is located on the FRC website (www.frc.org.uk/auditorsresponsibilities) This description forms part of our auditors report.

This report is made solely to the charity's trustees, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Fletcher & Partners
Chartered Accountants and Statutory Auditors.

Crown Chambers, Bridge Street,
Salisbury, SP1 2LZ

30 October 2015

Fletcher & Partners is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

SIR EDWARD HEATH CHARITABLE FOUNDATION
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2024

	<u>Note</u>	<u>Unrestricted Funds 2024</u>	<u>Restricted Funds 2024</u>	<u>Total Funds 2024</u>	<u>Total Funds 2023</u>
INCOME FROM:					
Donations					
National Lottery Heritage Fund Grant	2	-	-	-	49,951
Other Donations	2	122,437	-	122,437	120,097
Investments	3	83	-	83	80
Charitable activities					
Visitor Income		71,905	-	71,905	64,785
Visitor merchandise income		5,367	-	5,367	8,003
Events		93,334	-	93,334	67,655
Sundry Income		141	-	141	1,056
Other trading activities					
Private lettings		14,192	-	14,192	8,897
TOTAL INCOME		<u>£ 307,459</u>	<u>£ -</u>	<u>£ 307,459</u>	<u>£ 320,524</u>
EXPENDITURE ON:					
Charitable activities	4	315,355	-	315,355	344,424
TOTAL EXPENDITURE		<u>£ 315,355</u>	<u>£ -</u>	<u>£ 315,355</u>	<u>£ 325,770</u>
Net gain / (losses) on investments		213	-	213	120
Net income/(expenditure)		(7,683)	-	(7,683)	(23,780)
Transfers between funds		-	-	-	-
NET MOVEMENT IN FUNDS		<u>(7,683)</u>	<u>-</u>	<u>(7,683)</u>	<u>(23,780)</u>
Total funds brought forward		<u>£ 4,112,060</u>	<u>£ -</u>	<u>£ 4,112,060</u>	<u>£ 4,135,840</u>
Total funds carried forward		<u>£ 4,104,377</u>	<u>£ -</u>	<u>£ 4,104,377</u>	<u>£ 4,112,060</u>

The notes on pages 11 to 17 form part of these accounts

SIR EDWARD HEATH CHARITABLE FOUNDATION
BALANCE SHEET
FOR THE YEAR ENDED 31 DECEMBER 2024

	<u>Note</u>	<u>2024</u>	<u>2023</u>
FIXED ASSETS:			
Tangible Assets	7	14,908	19,334
Heritage Assets	8	4,136,662	4,145,494
Investments	9	1,498	1,286
		<u>4,153,068</u>	<u>4,166,114</u>
CURRENT ASSETS:			
Stock	10	5,346	5,889
Debtors	11	24,518	25,781
Cash at bank and in hand		<u>9,940</u>	<u>7,109</u>
		39,804	38,779
CREDITORS: Amounts falling due within one year	12	<u>15,589</u>	<u>19,927</u>
NET CURRENT ASSETS		<u>24,215</u>	<u>18,852</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		4,177,283	4,184,966
CREDITORS: Amounts falling due after one year	13	<u>72,906</u>	<u>72,906</u>
TOTAL NET ASSETS		<u>£4,104,377</u>	<u>£4,112,060</u>
THE FUNDS OF THE CHARITY:			
Unrestricted funds - General Fund		4,104,377	4,112,060
Restricted funds		-	-
TOTAL CHARITY FUNDS		<u>£4,104,377</u>	<u>£4,112,060</u>

Signed on behalf of the Board of Trustees

Peter Batey CMG OBE- Chairman

Approved by the Trustees:

21:8:2025

P. G. Batey

The notes on pages 11 to 17 form part of these accounts

SIR EDWARD HEATH CHARITABLE FOUNDATION
NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

1. PRINCIPAL ACCOUNTING POLICIES

a. Basis of Accounting

The financial statements of the Charity are prepared in accordance with the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) published on 16 July 2014, the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011. No adjustments were required as a result of the transition to these standards. The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes to these accounts.

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

There are no material uncertainties about the charity's ability to continue as a going concern, see note 15 for further information.

b. Fund Structure

Unrestricted funds comprise those funds which the trustees are free to use in accordance with the charitable objects.

Restricted funds are funds which can only be used for particular purposes within the objects of the Trust.

Restrictions arise either when they are specified by the donor or when funds are raised for a specific purpose.

c. Income

Voluntary income including donations, gifts and legacies and grants that provide core funding or on general nature are recognised where there is entitlement, certainty of receipt and the amount can be measured with sufficient reliability.

Visitor income is recognised at the date the visit takes place. Deposits received in advance are treated as deferred income in the accounts.

Investment income is recognised on a receivable basis.

d. Expenditure

Expenditure is accounted for on an accruals basis.

Charitable activities include all expenditure associated with the maintenance of Arundells, and includes governance costs.

Governance costs comprise the costs of audit, legal advice and compliance with constitutional and statutory requirements.

e. Tangible Fixed Assets

Fixed assets are stated at cost less accumulated depreciation. Individual assets costing £500 or more are capitalised and depreciation is calculated to write off the costs over their expected useful economic lives as follows:

Fixtures and Fittings	10 years straight line basis
Depreciable Maintenance	15 years straight line basis

f. Heritage Assets

No depreciation is provided on the assets acquired through the original gift from the Estate of Sir Edward Heath. It is the policy of the Foundation to carry out annually a full repair and maintenance programme such that the residual values of these assets, based on prices prevailing at the date of acquisition or the 2005 probate value, as applicable, are at least equal to their carrying value. Significant repairs that will reoccur on a cyclical basis will be capitalised and depreciated over their expected lifetime. Carrying values are reviewed annually and provision made, if necessary, for any impairment in value. The Trustees have no intention to acquire or dispose of any heritage assets in the near future. Assets held in the collection are maintained in accordance with Museum Accreditation Standards.

g. Investments

Fixed asset investments are held to generate income. Investments are stated at market value (mid market price) as at the balance sheet date. The Statement of Financial Activities includes the net gains and losses arising on revaluation and disposals throughout the year.

Other recognised gains and losses

All gains and losses are taken to the Statement of Financial Activities as they arise. Realised gains and losses on investments are calculated as the difference between the sale proceeds and opening market value (or purchase date if later). Unrealised gains and losses are calculated as the difference between the market value at the year end and opening market value (or purchase date if later).

SIR EDWARD HEATH CHARITABLE FOUNDATION
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2024

1. PRINCIPAL ACCOUNTING POLICIES (CONTINUED)

h. Stock

Stock consists of guidebooks held for sale or other use as required.
These are stated at the lower of cost and net realisable value.

i. Debtors

Debtors are measured at the amounts the charity anticipates it will receive from a debt or the amount it has paid in advance for goods or services.

j. Cash at bank and in hand

Cash at bank and in hand includes cash and cash on deposit.

k. Liabilities

Liabilities are measured at the amounts the charity anticipates it will pay to settle a debt or the amount it has received as an advance payment for goods or services it must provide.

l. Financial Instruments

The charity only has financial assets and liabilities of a kind that qualify as basic financial instruments. They are initially recognised at transaction value and subsequently measured at their settlement value.

o. Pension Costs

The charity operates a defined contribution scheme for its employees. Contributions are charged in the accounts as incurred.

2. INCOME FROM DONATIONS

	Unrestricted 2024	Restricted 2024	Total 2024	Total 2023
Income from general donations	118,837	-	118,837	92,059
Income from sponsorship	3,600	-	3,600	10,000
National Lottery Heritage Fund Grant	-	-	-	49,951
Income from other grants	-	-	-	18,038
	<u>£ 122,437</u>	<u>£ -</u>	<u>£ 122,437</u>	<u>£ 170,048</u>
	2023	2023	2023	2022
Income from general donations	92,059	-	92,059	54,167
Income from sponsorship	10,000	-	10,000	4,775
National Lottery Heritage Fund Grant	-	49,951	49,951	49,951
Income from other grants	3,498	14,540	18,038	6,700
	<u>£ 105,557</u>	<u>£ 64,491</u>	<u>£ 170,048</u>	<u>£ 115,593</u>

3. INCOME FROM INVESTMENTS

	Unrestricted 2024	Restricted 2024	Total 2024	Total 2023
Income from listed investments	83	-	83	80
	<u>£ 83</u>	<u>£ -</u>	<u>£ 83</u>	<u>£ 80</u>

All investment income is unrestricted.

SIR EDWARD HEATH CHARITABLE FOUNDATION
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2024

4. EXPENDITURE ON CHARITABLE ACTIVITIES

	Unrestricted	Restricted	Total	Total
	<u>2024</u>	<u>2024</u>	<u>2024</u>	<u>2023</u>
Maintenance and running of Arundells	149,707	-	149,707	146,781
Event costs	62,204	-	62,204	48,090
Exhibition Costs	920	-	920	59
Governance costs (Note 5)	18,207	-	18,207	66,381
Expenditure relating to the opening of Arundells to the public	84,317	-	84,317	83,023
	<u>£ 315,355</u>	<u>£ -</u>	<u>£ 315,355</u>	<u>£ 344,334</u>
	<u>2023</u>	<u>2023</u>	<u>2023</u>	<u>2022</u>
Maintenance and running of Arundells	144,095	2,776	146,781	133,678
Event costs	48,090	-	48,090	56,945
Exhibition Costs	59	-	59	10,544
Governance costs	16,430	49,951	66,381	59,814
Expenditure relating to the opening of Arundells to the public	83,023	-	83,023	64,789
	<u>£ 291,697</u>	<u>£ 52,727</u>	<u>£ 344,334</u>	<u>£ 325,770</u>

5. GOVERNANCE COSTS

	Unrestricted	Restricted	Total	Total
	<u>2024</u>	<u>2024</u>	<u>2024</u>	<u>2023</u>
Auditors' remuneration : audit	2,300	-	2,300	2,400
: for other services	2,414	-	2,414	2,857
Legal fees	12,561	-	12,561	5,020
Trustees' expenses	932	-	932	842
'Fit for Future' Project	-	-	-	55,262
	<u>£ 18,207</u>	<u>£ -</u>	<u>£ 18,207</u>	<u>£ 66,381</u>

Trustees received no remuneration or benefits (2023: £Nil). No trustees (2023: Nil) were reimbursed any (2023: £Nil) travelling expenses or any other expenses incurred on the charity's behalf. Trustee indemnity insurance of £1,093 (2023: £932) was paid during the year.

In common with many other businesses of our size and nature we use our auditors to assist with the preparation of the financial statements and some tax compliance.

The 'Fit for Future' project related to consultancy expenditure funded by the Stage 1 of the National Lottery Heritage Funding grant.

6. STAFF COSTS

	<u>2024</u>	<u>2023</u>
Salaries and wages	130,450	122,029
Social security costs	4,494	4,107
Pension costs	4,135	3,942
	<u>£139,079</u>	<u>£130,078</u>

The staff costs are wholly chargeable to charitable expenditure. No employee had emoluments (not including employer's National Insurance Contributions or employer's pension contributions) in excess of £60,000 (2023 - Nil).

The total remuneration paid to key management personnel (including employer's National Insurance Contributions and employer's pension contributions) in the year was £41,808 (2023: £41,808).

The average headcount of employees, including part time, analysed by function, were:

	<u>2024</u>	<u>2023</u>
Administration, curating and maintenance	4	4
Guides and reception staff	10	7
	<u>14</u>	<u>11</u>

SIR EDWARD HEATH CHARITABLE FOUNDATION
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2024

7. TANGIBLE FIXED ASSETS

	Fixtures & Fittings	Total
COST		
At 1 January 2024	47,632	47,632
Additions	375	375
Disposals	-	-
Transfer	-	-
At 31 December 2024	£ 48,007	£ 48,007
DEPRECIATION		
At 1 January 2024	28,298	28,298
Charge for the year	4,801	4,801
Disposals	-	-
At 31 December 2024	£ 33,099	£ 33,099
NET BOOK VALUE		
At 31 December 2024	£ 14,908	£ 14,908
At 31 December 2023	£ 19,334	£ 19,334

8. HERITAGE ASSETS

	Freehold House	House Contents	Depreciable Maintenance	Total
COST				
At 1 January 2024	3,054,252	983,490	132,481	4,170,223
Additions	-	-	-	-
Disposals	-	-	-	-
Transfer	-	-	-	-
At 31 December 2024	£ 3,054,252	£ 983,490	£ 132,481	£ 4,170,223
DEPRECIATION				
At 1 January 2024	-	-	24,729	24,729
Charge for the year	-	-	8,832	8,832
Disposals	-	-	-	-
At 31 December 2024	-	-	33,561	33,561
NET BOOK VALUE				
At 31 December 2024	£ 3,054,252	£ 983,490	£ 98,920	£ 4,136,662
At 31 December 2023	£ 3,054,252	£ 983,490	£ 107,752	£ 4,145,494

No capital expenditure has been contracted for at 31 December 2024.

These assets comprise Arundells and its contents which the trustees consider constitute heritage assets within the definition of FRS 102 section 34. Arundells, which is located in Salisbury Cathedral Close, was acquired by and lived in by Sir Edward Heath during the latter part of his life; and the contents consist of the furniture, works of art and other articles acquired by Sir Edward over his lifetime. The collection of assets held is maintained in accordance to Museum Accreditation Standards.

9. FIXED ASSET INVESTMENTS

Listed investments

Market value at 1 January 2024	1,286
Net gain on revaluation	212
Market value at 31 December 2024	£1,498

SIR EDWARD HEATH CHARITABLE FOUNDATION
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2024

10. Stocks

	<u>2024</u>	<u>2023</u>
Finished goods and goods for resale	5,346	5,889

11. DEBTORS

	<u>2024</u>	<u>2023</u>
Other debtors	11,508	6,766
Prepayments and accrued income	13,010	19,015
	<u>£24,518</u>	<u>£25,781</u>

12. CREDITORS: Amounts falling due within one year

	<u>2024</u>	<u>2023</u>
Accruals	13,347	17,032
Other creditors	2,242	2,895
	<u>£15,589</u>	<u>£19,927</u>

13. CREDITORS: Amounts falling due after one year

	<u>2024</u>	<u>2023</u>
Loans	72,906	72,906
	<u>£72,906</u>	<u>72,906</u>

14. ANALYSIS OF NET ASSETS BETWEEN FUNDS

<u>2024</u>	<u>Unrestricted Fund</u>	<u>Restricted Fund</u>	<u>Total Funds</u>
Fixed assets	4,153,068	-	4,153,068
Cash at bank and in hand	9,940	-	9,940
Other current assets	29,864	-	29,864
Creditors amounts falling due within one year	(15,589)	-	(15,589)
Creditors amounts falling due after one year	(72,906)	-	(72,906)
	<u>£4,104,377</u>	<u>-</u>	<u>£4,104,377</u>
 <u>2023</u>			
Fixed assets	4,166,114	-	4,166,114
Cash at bank and in hand	7,109	-	7,109
Other current assets	31,670	-	31,670
Creditors amounts falling due within one year	(19,927)	-	(19,927)
Creditors amounts falling due after one year	(72,906)	-	(72,906)
	<u>£4,112,060</u>	<u>-</u>	<u>£4,112,060</u>

SIR EDWARD HEATH CHARITABLE FOUNDATION
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2024

15. RELATED PARTY TRANSACTIONS

Donations (excluding gift aid) of £81,138 (2023: £52,860) are owed to the generosity of the trustees.

As at 31 December 2024 the charity owed P. Batey £72,906 (2023: £72,906), being a loan supplied to fund required repairs and redecorations to the exterior of Arundells.

16. Restricted Funds

2024	1 January 2024	Incoming	Outgoing	Transfers	31 December 2024
Total	£ -	£ -	£ -	£ -	£ -
2023	1 January 2023	Incoming	Outgoing	Transfers	31 December 2023
National Lottery Heritage Fund	-	49,951	(49,951)	-	-
Ming Bowl	736	1,540	(2,276)	-	-
Wiltshire Community Fund	-	12,500	-	(12,500)	-
Wiltshire And Swindon Sport	-	500	(500)	-	-
Total	£736	£64,491	(£52,727)	(£12,500)	£ -

National Lottery Heritage Funding provided a grant to fund the 'Arundells - Fit for Future' project.

The Ming Bowl funding relates to a grant provided by the Association of Independent Museums to fund the repair of a damaged item in the museum's collection.

The Wiltshire Community Fund provided a grant to fund the repairs of walls and other structures in Arundells garden.

Wiltshire And Swindon Sport provided a grant to support the Arundells Community Garden Project.

SIR EDWARD HEATH CHARITABLE FOUNDATION
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2024

17. PRIOR YEAR STATEMENT OF FINANCIAL ACTIVITIES

	<u>Note</u>	<u>Unrestricted Funds 2023</u>	<u>Restricted Funds 2023</u>	<u>Total Funds 2023</u>	<u>Total Funds 2022</u>
INCOME FROM:					
Donations					
National Lottery Heritage Fund Grant	2	-	49,951	49,951	49,951
Other Donations	2	105,557	14,540	120,097	65,642
Investments	3	80	-	80	80
Charitable activities					
Visitor income		64,785		64,785	57,522
Visitor merchandise income		8,003		8,003	3,163
Events		67,655		67,655	63,272
Sundry income		1,056	-	1,056	2,928
Other trading activities					
Private lettings		8,897	-	8,897	6,726
Other Income					
Government grants		-	-	-	3,167
Insurance claims		-	-	-	24,875
TOTAL INCOME		<u>256,033</u>	<u>64,491</u>	<u>320,524</u>	<u>277,326</u>
EXPENDITURE ON:					
Charitable activities	4	291,697	52,727	344,424	325,770
TOTAL EXPENDITURE		<u>£ 291,697</u>	<u>£ 52,727</u>	<u>£ 344,424</u>	<u>£ 325,770</u>
Net gain / (losses) on investments		120	-	120	(598)
Net income/(expenditure)		<u>(35,544)</u>	<u>11,764</u>	<u>(23,780)</u>	<u>(49,042)</u>
Transfers between funds		<u>12,500</u>	<u>(12,500)</u>	<u>-</u>	<u>-</u>
NET MOVEMENT IN FUNDS		<u>(23,044)</u>	<u>(736)</u>	<u>(23,780)</u>	<u>(49,042)</u>
Total funds brought forward		<u>£ 4,135,104</u>	<u>£ 736</u>	<u>£ 4,135,840</u>	<u>£ 4,184,882</u>
Total funds carried forward		<u>£ 4,112,060</u>	<u>£ -</u>	<u>£ 4,112,060</u>	<u>£ 4,135,840</u>

THE SIR EDWARD HEATH CHARITABLE FOUNDATION

England & Wales - Charity number 1112773

Accounts

SIR EDWARD HEATH CHARITABLE FOUNDATION
REPORT AND FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2023

Registered Charity No: 1112773

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FLETCHER & PARTNERS
CHARTERED ACCOUNTANTS
SALISBURY

SIR EDWARD HEATH CHARITABLE FOUNDATION
TRUSTEES' REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2023

Trustees:

Mr L Seligman
Mr J Elder
Colonel G MacDougall
Mr E Bickham
Mr P Batey CMG OBE (Chairman)
Mr A Teasdale
Mr M McManus
The Lady Susan of Mar (Retired 27th January 2023)
Mr L Austin
Mr N Carmichael

Officers

Manager Mr I Smith MRICS

Address:

Arundells
59 The Close
Salisbury
SP1 2EN

Advisers

Auditors: Fletcher & Partners, Crown Chambers, Bridge Street, Salisbury SP1 2LZ

Bankers: NatWest, 48 Blue Boar Row, Salisbury, SP1 1DF

Solicitors: Wilsons Solicitors LLP, Alexandra House, St Johns Street, Salisbury, SP1 2SB

Registered Number

Charity No: 1112773

SIR EDWARD HEATH CHARITABLE FOUNDATION
TRUSTEES' REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2023

STRUCTURE, GOVERNANCE AND MANAGEMENT

Introduction by Peter Batey CMG OBE, Chairman

2023 was a year of progress. The Foundation's operating income from all of the three key income streams; the sale of admission tickets to Arundells, net proceeds of Foundation events held at Arundells, and other venues, and revenue from third parties hiring the house or garden for their own events, continued to increase. The Foundation now has a wide and varied series of lectures, seminars, musical recitals and theatrical and operatic performances, as well as other social events, throughout the year.

The Foundation's annual Edward Heath Lecture, the centrepiece of our year, was again held in Salisbury Cathedral, with David Dimbleby, the distinguished journalist and broadcaster, as the speaker, in May 2023.

2023 was a key year in the implementation of our 'Arundells -Fit for the Future' programme. Through this, we are working to improve the interpretation of the house and collection and their accessibility, both physically and intellectually, to the public. We are also reaching out to the local community, especially disadvantaged groups, where we think we can make a contribution to the quality of their lives. The Trustees are immensely grateful to the National Heritage Lottery Fund for their generous support, without which this work would not have been possible.

The Foundation has also continued to broaden its work beyond Salisbury and Wiltshire. The Edward Heath University Lectures series continues and we have now held lectures at Nottingham, Newcastle and Edinburgh universities and at King's College, London, and with more planned.

In 2023, we prepared for the launch of the Edward Heath Academic Forum, to be jointly chaired by Professor Tim Bale and Tom Chidwick, with a seminar at Queen Mary College, London in 2024.

2023 also saw the launch of our first event, we hope the first of many, in Broadstairs, the town where Sir Edward Heath was born and grew up. This was led by Gyles Brandreth, who subsequently agreed to become our Honorary Chairman in succession to Lord MacGregor of Pulham Market. We are delighted to welcome Gyles and to thank Lord (John) MacGregor, and indeed Lady MacGregor, most warmly for their kind support of the Foundation over many years. We are pleased that John has accepted our invitation to become an Honorary Vice President, under the leadership of our President, Sir John Major.

We look forward to the future with increasing confidence but recognise that our progress has been achieved only with the hard work and support of our wonderful (and growing) team of volunteers and our excellent staff. My fellow trustees and I are most grateful to them all.

Peter Batey, CMG, OBE
Executive Chairman

Governing Document

The Foundation was established under the will of the Right Honourable Sir Edward Heath KG MBE proved in the High Court of Justice on 18th January 2006, as amended by a Deed of Amendment dated 1st February 2007.

Appointment, Training and Induction of Trustees

The Trustees have the power to appoint new Trustees and when making any appointments the Trustees have regard to the requirement for special skills and the needs of the foundation. New Trustees are made aware of their legal obligations under charity law and the aims and objectives of the charity.

Organisation

The Trustees administer the charity and have regular meetings, which cover matters relating to the administration and managing of the trust.

Risk Management

The charity has appraised its risks. The key headings under which risks fall have been identified, and work continues to be done to ensure that adequate controls exist to mitigate the effect of those identified risks.

SIR EDWARD HEATH CHARITABLE FOUNDATION
TRUSTEES' REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2023

Objects and activities of the Charity

The principal activities of the Charity are:

The preservation for the public benefit of Arundells and its associated amenities as a building of both special architectural and historical interest being the home of Sir Edward Heath.

The preservation of the furniture, pictures, and memorabilia ordinarily kept at Arundells and the administration, maintenance and preservation of his papers relating to his life and career.

The advancement of education through access to Arundells and study and research of his papers.

The advancement of education to the public in the artistic appreciation of music.

Such other purposes which are exclusively charitable according to the law of England and Wales.

In setting our objectives and planning our activities the Trustees have given careful consideration to the Charity Commission's general guidance on public benefit.

Review of activities in 2023

Visitors

Another very positive year for the Sir Edward Heath Charitable Foundation, with a continuing and healthy increase in visitor numbers to Arundells, Sir Edward's former home in Salisbury.

There is no doubt that the sustained post Covid increase in visitors has provided great encouragement to all involved with the management and opening of Arundells; trustees, staff and the many volunteers who so willingly give up so much of their time to allow the house to be opened to visitors on six days per week for the bulk of the calendar year.

Free entry continued to be provided for members of Historic Houses, with discounts for Arts Fund members, Blue Light (emergency services) and Defence Scheme card holders, and visitors taking part in the Gardeners World Magazine 2 for 1 offer. Those travelling by South Western Railway have also been admitted at a discount, and 2023 saw English Heritage members also being provided with discounted entry. The strong additional marketing platforms created by these reductions has helped to promote Arundells to wider audiences, attracting more visitors and thereby playing an important role in securing this continuing upward trend.

Events

A wide range of events have taken place throughout the year and Arundells has become known as a local venue that consistently delivers a variety of high quality concerts, garden theatrical productions, talks, lectures and seminars.

The 2023 programme included concerts played upon Sir Edward's Steinway Piano by Clara Rodriguez, Dominic Seligman, and Rosemary Tuck. A popular evening of foot tapping jazz music delivered by James Emmett's Ragtime Revellers, and the hosting of outdoor theatrical productions that included Twelfth Night, Robin Hood, and The Wizard of Oz.

2023 also saw – for the very first time at Arundells – a lively production of Gilbert & Sullivan's The Pirates of Penzance by 'Opera Anywhere'.

A wide array of talks and lectures – held at both Arundells and other venues within Salisbury – have included: The Last Overland with documentary film maker and presenter, Alex Bescoby, telling the remarkable story of the recreation of the iconic 1955 first Overland expedition; My Personal War with Putin by Bill Browder, the financier, author and activist; Britain and the Space Race with Lord David Willetts; Unmasking our Leaders, with well-known journalist and political commentator, Michael Cockerell; Waterloo Uncovered, a talk by Mark Evans about a world class archaeology project across the battlefield of Waterloo, closely linked with military veteran care and recovery.

The annual Morning Cloud Sailing Talks – remembering Sir Edward's significant achievements in the world of ocean racing – took place in October, with a fascinating talk by Andrew Campbell about 'Operation Pedestal' – the August 1942 convoy to relieve Malta – and Peter Forbes enthralled the audience with both his childhood experiences of learning to sail a Felucca on the River Nile, and his circumnavigation of the globe in retirement.

It was a particular pleasure to welcome His Excellency Miguel Berger, the German Ambassador to the United Kingdom, to the Guildhall in Salisbury to talk about The UK and Europe and how to strengthen the partnership with Brussels and Berlin. Our thanks to him for supporting the Foundation in this way.

SIR EDWARD HEATH CHARITABLE FOUNDATION
TRUSTEES' REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2023
(CONTINUED)

Review of activities in 2023 - Cont.

A panel discussion – held within the garden on a warm summer evening – focussed upon the topic Britain & Europe 1973 to 2023 – What might have been? The highly experienced panel, comprising Sir David Liddington, Philip Stephens, Sir Stephen Wall and Lord (Roger) Liddle, collectively provided a stimulating discussion and with many thought provoking questions from those attending.

Sir Anthony Seldon – leading contemporary historian, educationalist, commentator and political author – enthralled a sellout audience with a talk titled 300 years of British Prime Ministers: the Good the Bad and the Ugly and the Rt Hon Tobias Ellwood, former Chairman of the House of Commons Defence Select Committee, gave a talk titled A New World Order.

The Sir Edward Heath Annual lecture was again a highlight of the year. It was a privilege to welcome David Dimbleby, the well-known journalist and broadcaster, to speak in Salisbury Cathedral. His talk, titled Political Interviewing: Not the answers you fool; the questions ! was expertly compered by Gyles Brandreth, Honorary Chairman of the Sir Edward Heath Charitable Foundation, with Carolyn Quinn and Lord (Michael) Dobbs acting as discussants and responding to the many audience questions that arose.

The newly extended and refurbished 'Studio' Exhibition Room at Arundells has provided a very practical and highly effective space for smaller scale talks, recitals, meetings and workshops throughout the year, and we are very grateful to Wilsons, solicitors, for sponsoring all the events taking place within this important building.

The hire of the house and garden

The peaceful and secluded garden at Arundells boasts beautiful lawns, fine views and river frontage. Considerable circulation space – combined with a large marquee – makes it the perfect venue for drinks parties, lunches, dinners and other social gatherings.

The Dining Room at Arundells is also available for bespoke lunch and dinner parties and 2023 again saw this beautiful room hired for private events.

There has been welcome increase in the level of interest in hiring Arundells by both local businesses and for private family celebrations.

The National Lottery Heritage Fund 'Arundells - Fit for the Future' Project

2023 saw the conclusion of the National Lottery Heritage Fund project Arundells – Fit for the Future. This highly successful endeavour has undoubtedly helped the Foundation to identify areas for development and improvement, and to lay the footings for a strong strategic pathway going forward into the future.

The establishment of stronger (and wider) practical links with the local community was central to the success of the project, as well as the more detailed identification of current audience demographics and opportunities to engage with new audiences.

Piano lessons for children from local schools in Salisbury have been established and these continue, The Foundation's organisational structure has been reviewed and work to create a resilient corporate framework is now underway.

New branding and promotional material, stronger links to schools and the development of educational opportunities for as wide a cross section of learners as possible.

The magnificent and varied collection at Arundells, and how to better present or interpret this wonderful asset to visitors for enjoyment, interest and information, has been explored. Lots of ideas have emerged, with some new interpretative all-weather, outdoor panels and improved show room visitor information sheets, introduced.

An undoubted highlight has been the creation of the Arundells Community Garden . A collaborative partnership with Alabare (and the 'Boots on the Ground' team of military veterans) and the Wiltshire & Swindon Sports Partnership. The garden is flourishing and has brought a great deal of enjoyment, social engagement and therapeutic benefit to those involved – from initial creation to ongoing development.

A number of people – ranging from staff and volunteers to consultants and the trustees of the Foundation – played a significant part in collectively exploring new ideas and creating plans for the future. Sincere thanks are due to all involved, and to the National Lottery Heritage Fund for their financial support and encouragement

SIR EDWARD HEATH CHARITABLE FOUNDATION
TRUSTEES' REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2023
(CONTINUED)

Review of activities in 2023 - Cont.

Broadstairs

Sir Edward Heath was born in Broadstairs in 1916. The trustees are keen to build upon the Foundation's link with this well-known sea side town in Kent and to the important part that it played in Sir Edward's life.

Gyles Brandreth kindly brought his new one-man show to the Sarah Thorne Theatre in Broadstairs in support of the Foundation in July. This was an extremely popular sell out event and thanks are due not only Gyles, but also to the people of Broadstairs for their enthusiastic support.

The University Lecture Programme

The Foundation has continued to work closely with a number of universities across the UK to develop an ongoing series of lectures and seminars focused upon Sir Edward Heath's political legacy. The lessons to be learned from a political career which covered the second half of the 20th Century, and his period as Prime Minister from 1970 to 1974.

In June 2023, Lord (Michael) Heseltine and Lord (Ken) Clarke were key participants at a well-attended event hosted by the Foundation and the Strand Group at Kings College in London, and titled Memories of Government – and Britain's membership of the EU.

Thank you

The trustees of the Foundation hugely appreciate the ongoing support and help given by the many volunteers who make it possible to not only open Arundells to visitors, but to stage a full and varied events programme and to achieve numerous collection care and associated conservation tasks throughout the year. Their enthusiasm is tireless.

Particular thanks to the small nucleus of volunteers who help within the garden at Arundells on a regular weekly basis. They have grown in number over the last two years and provide invaluable assistance a wide range of tasks.

Plans for 2024

The house, garden and collection will continue to be available for visitors to explore and enjoy on a free flow or guided tour basis in 2024, and with an expected rise in the number of visitors during the year. Opportunities for both corporate and private hire will grow, and the Arundells events programme will continue to expand. An even more extensive and wide ranging series of talks, lectures, concerts, theatrical productions, behind the scenes conservation tours and other activities will be in evidence, with some of these events being held, for the first time, in January and February.

The Sir Edward Heath Annual Lecture titled H M Queen Elizabeth II : Her Life, Legacy and Service to Britain will be held in Salisbury Cathedral, with a diverse and well informed panel of discussants led by Gyles Brandreth.

The submission of an application to the Arts Council England for Arundells to be granted Accredited Museum status. If successful, Accreditation will be a clear and noteworthy benchmark recognition of how well the diverse collection of art work, chattels and memorabilia is managed, conserved and made available to a wide audience for enjoyment, information and education.

2024 will see the launch of the Edward Heath Academic Forum; a new network aimed at encouraging study of the politics of the 1970s. The launch will be celebrated at an event to be held in February in conjunction with the Queen Mary University of London and titled: Who Governs? Not you! 50 years since the 1974 election. Speakers will include Dr Robert Saunders, Lord (Robin) Butler, and Sara Morrison (Vice-Chair of the Conservative Party 1971 to 1975).

The University Lecture programme will continue to build, and with a keynote event taking place at the University of Ulster, in Belfast, in May. This will be held in conjunction with the John and Pat Hume Foundation and examine the 50th Anniversary of the Sunningdale Agreement.

A wider range of Broadstairs based activities are also being planned, building upon the success of 2023 and with the possibility of a selection of literary events, a theatrical production of Maggie and Ted (a play written and produced by Michael McManus) and another highly entertaining performance by Gyles Brandreth.

The trustees, staff and volunteers are all confident that an exciting 2024 lies ahead.

SIR EDWARD HEATH CHARITABLE FOUNDATION
TRUSTEES' REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2023
(CONTINUED)

Financial Review

Visitor income increased to a total of £64,785 (2022: £57,522). The charity received donations of £170,593 (2022: £115,593), £51,491 of which were for restricted purposes (2022: £49,951). The charity also generated income of £67,665 (2022: £63,272) from running other events. Income in 2022 also included £3,167 in government grants and an insurance claim relating to the fall in income over the pandemic totalling £24,875.

Expenditure increased to 344,424, of which £52,227 related to funded project costs.
Total expenditure in 2022 was £325,770, of which £49,951 relates to funded project costs.

Overall there was a net loss in funds of £23,780 compared with a loss of £49,042 in 2022.

The charity had no restricted funds at the year end. Unrestricted funds decreased to £4,112,060. The fixed assets total £4,166,114 of which the vast majority amounting to £4,145,494 consist of Arundells and its contents. This therefore leaves £18,852 of unrestricted funds for the charity's activities, including the maintenance of Arundells.

Investment Powers and Policy

The charity has the power to invest in any way the Trustees see fit. The charity's investments are, however, minimal.

Reserves Policy

The Trustees' policy is that the charity's free reserves (that is, excluding Arundells and its contents) should not be allowed to fall to a level which would imperil an orderly closure of the charity's operations.

TRUSTEES RESPONSIBILITIES IN RELATION TO THE FINANCIAL STATEMENTS

The law applicable to charities requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the charity's financial activities during the year and of its financial position at the end of the year. In preparing the financial statements giving a true and fair view, the Trustees should follow best practice and:

- Select suitable accounting policies and then apply them consistently.
- Make judgements and estimates that are reasonable and prudent.
- State whether applicable accounting standards and statements of recommended practice have been followed, subject to any departures disclosed and explained in the financial statements: and
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The Trustees are responsible for keeping accounting records which disclose with reasonable accuracy the financial position of the charity and which enable them to ascertain the financial position of the charity and which will enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Report) Regulations and the provisions of the trust deed. The Trustees are responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.



Approved by the Trustees and signed on their behalf

Peter Batey CMG OBE- Chairman

Date: 28 October 2024

INDEPENDENT AUDITORS' REPORT TO
THE TRUSTEES OF THE SIR EDWARD HEATH CHARITABLE FOUNDATION

Opinion

We have audited the financial statements of The Sir Edward Heath Charitable Foundation for the year ended 31 December 2023, which comprise of the Statement of Financial Activities, the Balance Sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102: The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

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

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing(UK) (ISAs(UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRCs 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 directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

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

Other information

The trustees are responsible for the other information. The other information comprises information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

INDEPENDENT AUDITORS' REPORT TO
THE TRUSTEES OF THE SIR EDWARD HEATH CHARITABLE FOUNDATION

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees annual report.

We have nothing to report in respect of the following matters in relation to which the Charities Act 2011 requires us to report to you if, in our opinion:

- sufficient accounting records have not been kept;
- the financial statements are not in agreement with the accounting records and returns; or
- we have not obtained all the information and explanations necessary for the purposes of our audit.

Responsibilities of Trustees

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

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

Auditors responsibilities for the audit of the financial statements

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

We exercise professional judgement and maintain professional scepticism throughout the audit.

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

We ensured the engagement team collectively had appropriate competence and capabilities to recognise non-compliance with applicable laws and regulations. We identified the key laws applicable to the charity as those established in the Charity's constitution and wider Charity law, employment law and Health and Safety regulations. We assessed the susceptibility of the charity's accounts to material mis-statement by making enquiries of management and reviewing internal controls.

A further description of our responsibilities for the audit of the financial statements is located on the FRC website (www.frc.org.uk/auditorsresponsibilities) This description forms part of our auditors report.

This report is made solely to the charity's trustees, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Fletcher & Partners
Chartered Accountants and Statutory Auditors.

Crown Chambers, Bridge Street,
Salisbury, SP1 2LZ

28 October 2024.

Fletcher & Partners is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

SIR EDWARD HEATH CHARITABLE FOUNDATION
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2023

	<u>Note</u>	<u>Unrestricted Funds 2023</u>	<u>Restricted Funds 2023</u>	<u>Total Funds 2023</u>	<u>Total Funds 2022</u>
INCOME FROM:					
Donations					
National Lottery Heritage Fund Grant	2	-	49,951	49,951	49,951
Other Donations	2	105,557	14,540	120,097	65,642
Investments	3	80	-	80	80
Charitable activities					
Visitor income		64,785	-	64,785	57,522
Visitor merchandise income		8,003	-	8,003	3,163
Events		67,655	-	67,655	63,272
Sundry income		1,056	-	1,056	2,928
Other trading activities					
Private lettings		8,897	-	8,897	6,726
Other Income					
Government grants		-	-	-	3,167
Insurance claims		-	-	-	24,875
TOTAL INCOME		<u>£ 256,033</u>	<u>£ 64,491</u>	<u>£ 320,524</u>	<u>£ 277,326</u>
EXPENDITURE ON:					
Charitable activities	4	291,697	52,727	344,424	325,770
TOTAL EXPENDITURE		<u>£ 291,697</u>	<u>£ 52,727</u>	<u>£ 344,424</u>	<u>£ 325,770</u>
Net gain / (losses) on investments		120	-	120	(598)
Net income/(expenditure)		(35,544)	11,764	(23,780)	(49,042)
Transfers between funds		12,500	(12,500)	-	-
NET MOVEMENT IN FUNDS		<u>(23,044)</u>	<u>(736)</u>	<u>(23,780)</u>	<u>(49,042)</u>
Total funds brought forward		<u>£ 4,135,104</u>	<u>£ 736</u>	<u>£ 4,135,840</u>	<u>£ 4,184,882</u>
Total funds carried forward		<u>£ 4,112,060</u>	<u>£ -</u>	<u>£ 4,112,060</u>	<u>£ 4,135,840</u>

The notes on pages 11 to 17 form part of these accounts

SIR EDWARD HEATH CHARITABLE FOUNDATION
BALANCE SHEET
FOR THE YEAR ENDED 31 DECEMBER 2023

	<u>Note</u>	<u>2023</u>	<u>2022</u>
FIXED ASSETS:			
Tangible Assets	7	19,334	24,097
Heritage Assets	8	4,145,494	4,142,511
Investments	9	1,286	1,165
		<u>4,166,114</u>	<u>4,167,773</u>
CURRENT ASSETS:			
Stock	10	5,889	-
Debtors	11	25,781	24,512
Cash at bank and in hand		7,109	32,796
		<u>38,779</u>	<u>57,308</u>
LIABILITIES:			
CREDITORS: Amounts falling due within one year	12	19,927	16,335
NET CURRENT ASSETS		<u>18,852</u>	<u>40,973</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		4,184,966	4,208,746
NON-CURRENT LIABILITIES			
Loan	13	72,906	72,906
TOTAL NET ASSETS		<u>£4,112,060</u>	<u>£4,135,840</u>
THE FUNDS OF THE CHARITY:			
Unrestricted funds - General Fund		4,112,060	4,135,104
Restricted funds		-	736
TOTAL CHARITY FUNDS		<u>£4,112,060</u>	<u>£4,135,840</u>

Signed on behalf of the Board of Trustees

Peter Batey CMG OBE- Chairman

Approved by the Trustees:

P. G. B.

28 October 2024

The notes on pages 11 to 17 form part of these accounts

SIR EDWARD HEATH CHARITABLE FOUNDATION
NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

1. PRINCIPAL ACCOUNTING POLICIES

a. Basis of Accounting

The financial statements of the Charity are prepared in accordance with the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) published on 16 July 2014, the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011. No adjustments were required as a result of the transition to these standards. The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes to these accounts.

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

There are no material uncertainties about the charity's ability to continue as a going concern, see note 15 for further information.

b. Fund Structure

Unrestricted funds comprise those funds which the trustees are free to use in accordance with the charitable objects.

Restricted funds are funds which can only be used for particular purposes within the objects of the Trust.

Restrictions arise either when they are specified by the donor or when funds are raised for a specific purpose.

c. Income

Voluntary income including donations, gifts and legacies and grants that provide core funding or on general nature are recognised where there is entitlement, certainty of receipt and the amount can be measured with sufficient reliability.

Visitor income is recognised at the date the visit takes place. Deposits received in advance are treated as deferred income in the accounts.

Investment income is recognised on a receivable basis.

d. Expenditure

Expenditure is accounted for on an accruals basis.

Charitable activities include all expenditure associated with the maintenance of Arundells, and includes governance costs.

Governance costs comprise the costs of audit, legal advice and compliance with constitutional and statutory requirements.

e. Tangible Fixed Assets

Fixed assets are stated at cost less accumulated depreciation. Individual assets costing £500 or more are capitalised and depreciation is calculated to write off the costs over their expected useful economic lives as follows:

Fixtures and Fittings	10 years straight line basis
Depreciable Maintenance	15 years straight line basis

f. Heritage Assets

No depreciation is provided on the assets acquired through the original gift from the Estate of Sir Edward Heath.

It is the policy of the Foundation to carry out annually a full repair and maintenance programme such that the residual values of these assets, based on prices prevailing at the date of acquisition or the 2005 probate value, as applicable, are at least equal to their carrying value. Significant repairs that will reoccur on a cyclical basis will be capitalised and depreciated over their expected lifetime. Carrying values are reviewed annually and provision made, if necessary, for any impairment in value. The Trustees have no intention to acquire or dispose of any heritage assets in the near future.

g. Investments

Fixed asset investments are held to generate income. Investments are stated at market value (mid market price) as at the balance sheet date. The Statement of Financial Activities includes the net gains and losses arising on revaluation and disposals throughout the year.

Other recognised gains and losses

All gains and losses are taken to the Statement of Financial Activities as they arise. Realised gains and losses on investments are calculated as the difference between the sale proceeds and opening market value (or purchase date if later). Unrealised gains and losses are calculated as the difference between the market value at the year end and opening market value (or purchase date if later).

SIR EDWARD HEATH CHARITABLE FOUNDATION
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2023

1. PRINCIPAL ACCOUNTING POLICIES (CONTINUED)

h. Stock

Stock consists of guidebooks held for sale or other use as required.
These are stated at the lower of cost and net realisable value.

i. Debtors

Debtors are measured at the amounts the charity anticipates it will receive from a debt or the amount it has paid in advance for goods or services.

j. Cash at bank and in hand

Cash at bank and in hand includes cash and cash on deposit.

k. Liabilities

Liabilities are measured at the amounts the charity anticipates it will pay to settle a debt or the amount it has received as an advance payment for goods or services it must provide.

l. Financial Instruments

The charity only has financial assets and liabilities of a kind that qualify as basic financial instruments. They are initially recognised at transaction value and subsequently measured at their settlement value.

o. Pension Costs

The charity operates a defined contribution scheme for its employees. Contributions are charged in the accounts as incurred.

2. INCOME FROM DONATIONS

	Unrestricted 2023	Restricted 2023	Total 2023	Total 2022
Income from general donations	92,059	-	92,059	54,167
Income from sponsorship	10,000	-	10,000	4,775
National Lottery Heritage Fund Grant	-	49,951	49,951	49,951
Income from other grants	3,498	14,540	18,038	6,700
	<u>£ 105,557</u>	<u>£ 64,491</u>	<u>£ 170,048</u>	<u>£ 115,593</u>
	2022	2022	2022	2021
Income from general donations	54,167	-	54,167	37,351
Income from sponsorship	4,775	-	4,775	-
National Lottery Heritage Fund Grant	-	49,951	49,951	-
Income from other grants	6,700	-	6,700	736
	<u>£ 65,642</u>	<u>£ 49,951</u>	<u>£ 115,593</u>	<u>£ 38,087</u>

3. INCOME FROM INVESTMENTS

	Unrestricted 2023	Restricted 2023	Total 2023	Total 2022
Income from listed investments	80	-	80	80
	<u>£ 80</u>	<u>£ -</u>	<u>£ 80</u>	<u>£ 80</u>

All investment income is unrestricted.

SIR EDWARD HEATH CHARITABLE FOUNDATION
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2023

4. EXPENDITURE ON CHARITABLE ACTIVITIES

	Unrestricted	Restricted	Total	Total
	2023	2023	2023	2022
Maintenance and running of Arundells	144,095	2,776	146,871	133,678
Event costs	48,090	-	48,090	56,945
Exhibition Costs	59	-	59	10,544
Governance costs (Note 5)	16,430	49,951	66,381	59,814
Expenditure relating to the opening of Arundells to the public	83,023	-	83,023	64,789
	<u>£ 291,697</u>	<u>£ 52,727</u>	<u>£ 344,424</u>	<u>£ 325,770</u>
	<u>2022</u>	<u>2022</u>	<u>2022</u>	<u>2021</u>
Maintenance and running of Arundells	133,678	-	133,678	126,525
Event costs	56,945	-	56,945	14,253
Exhibition Costs	10,544	-	10,544	-
Governance costs	9,863	49,951	59,814	5,618
Expenditure relating to the opening of Arundells to the public	64,789	-	64,789	50,714
	<u>£ 275,819</u>	<u>£ 49,951</u>	<u>£ 325,770</u>	<u>£ 197,110</u>

5. GOVERNANCE COSTS

	Unrestricted	Restricted	Total	Total
	2023	2023	2023	2022
Auditors' remuneration : audit	2,400	-	2,400	2,000
: for other services	2,857	-	2,857	2,326
Legal fees	5,020	-	5,020	-
Trustees' expenses	842	-	842	830
'Fit for Future' Project	5,311	49,951	55,262	54,658
	<u>£ 16,430</u>	<u>£ 49,951</u>	<u>£ 66,381</u>	<u>£ 59,814</u>

Trustees received no remuneration or benefits (2022: £Nil). No trustees (2022: Nil) were reimbursed any (2022: £Nil) travelling expenses or any other expenses incurred on the charity's behalf. Trustee indemnity insurance of £842 (2022: £830) was paid during the year.

In common with many other businesses of our size and nature we use our auditors to assist with the preparation of the financial statements and some tax compliance.

The 'Fit for Future' project relates to consultancy expenditure funded by the Stage 1 of the National Lottery Heritage Funding grant.

6. STAFF COSTS

	2023	2022
Salaries and wages	122,029	104,415
Social security costs	4,107	2,874
Pension costs	3,942	3,641
	<u>£130,078</u>	<u>£110,930</u>

The staff costs are wholly chargeable to charitable expenditure. No employee had emoluments (not including employer's National Insurance Contributions or employer's pension contributions) in excess of £60,000 (2022 - Nil).

The total remuneration paid to key management personnel (including employer's National Insurance Contributions and employer's pension contributions) in the year was £41,808 (2022: £49,412).

The average headcount of employees, including part time, analysed by function, were:

	2023	2022
Administration, curating and maintenance	4	4
Guides and reception staff	7	7
	<u>11</u>	<u>11</u>

SIR EDWARD HEATH CHARITABLE FOUNDATION
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2023

7. TANGIBLE FIXED ASSETS

		Fixtures & Fittings	Total
COST			
At 1 January 2023		47,632	47,632
Additions		-	-
Disposals		-	-
Transfer		-	-
At 31 December 2023		£ 47,632	£ 47,632
DEPRECIATION			
At 1 January 2023		23,535	23,535
Charge for the year		4,763	4,763
Disposals		-	-
At 31 December 2023		£ 28,298	£ 28,298
NET BOOK VALUE			
At 31 December 2023		£ 19,334	£ 19,334
At 31 December 2022		£ 24,097	£ 24,097

8. HERITAGE ASSETS

	Freehold House	House Contents	Depreciable Maintenance	Total
COST				
At 1 January 2023	3,054,252	983,490	120,666	4,158,408
Additions	-	-	11,815	11,815
Disposals	-	-	-	-
Transfer	-	-	-	-
At 31 December 2023	£ 3,054,252	£ 983,490	£ 132,481	£ 4,170,223
DEPRECIATION				
At 1 January 2023	-	-	15,897	15,897
Charge for the year	-	-	8,832	8,832
Disposals	-	-	-	-
At 31 December 2023	-	-	24,729	24,729
NET BOOK VALUE				
At 31 December 2023	£ 3,054,252	£ 983,490	£ 107,752	£ 4,145,494
At 31 December 2022	£ 3,054,252	£ 983,490	£ 104,769	£ 4,142,511

No capital expenditure has been contracted for at 31 December 2023.

These assets comprise Arundells and its contents which the trustees consider constitute heritage assets within the definition of FRS 102 section 34. Arundells, which is located in Salisbury Cathedral Close, was acquired by and lived in by Sir Edward Heath during the latter part of his life; and the contents consist of the furniture, works of art and other articles acquired by Sir Edward over his lifetime.

9. FIXED ASSET INVESTMENTS

Listed investments

Market value at 1 January 2023	1,165
Net loss on revaluation	121
Market value at 31 December 2023	£1,286

SIR EDWARD HEATH CHARITABLE FOUNDATION
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2023

10. Stocks

	<u>2023</u>	<u>2022</u>
Finished goods and goods for resale	5,889	-

11. DEBTORS

	<u>2023</u>	<u>2022</u>
Other debtors	6,766	5,926
Prepayments and accrued income	19,015	18,586
	<u>£25,781</u>	<u>£24,512</u>

12. CREDITORS: Amounts falling due within one year

	<u>2023</u>	<u>2022</u>
Accruals	17,032	14,246
Other creditors	2,895	2,089
	<u>£19,927</u>	<u>£16,335</u>

13. NON-CURRENT LIABILITIES:

	<u>2023</u>	<u>2022</u>
Loans	72,906	72,906
	<u>£72,906</u>	<u>72,906</u>

14. ANALYSIS OF NET ASSETS BETWEEN FUNDS

<u>2023</u>	<u>Unrestricted Fund</u>	<u>Restricted Fund</u>	<u>Total Funds</u>
Fixed assets	4,166,114	-	4,166,114
Cash at bank and in hand	7,109	-	7,109
Other current assets	31,670	-	31,670
Creditors amounts falling due within one year	(19,927)	-	(19,927)
Creditors amounts falling due beyond one year	(72,906)	-	(72,906)
	<u>£4,112,060</u>	<u>-</u>	<u>£4,112,060</u>
<u>2022</u>			
<i>Fixed assets</i>	4,167,773	-	4,167,773
<i>Cash at bank and in hand</i>	32,060	736	32,796
<i>Other current assets</i>	24,512	-	24,512
<i>Creditors amounts falling due within one year</i>	(16,335)	-	(16,335)
<i>Creditors amounts falling due beyond one year</i>	(72,906)	-	(72,906)
	<u>£4,135,104</u>	<u>736</u>	<u>£4,135,840</u>

SIR EDWARD HEATH CHARITABLE FOUNDATION
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2023

15. RELATED PARTY TRANSACTIONS

Donations (excluding gift aid) of £52,860 (2022: £31,813) are owed to the generosity of the trustees.

As at 31 December 2023 the charity owed P. Batey £72,906 (2022: £72,906), being a loan supplied to fund required repairs and redecorations to the exterior of Arundells.

16. Restricted Funds

2023	1 January 2023	Incoming	Outgoing	Transfers	31 December 2023
National Lottery Heritage Fund	-	49,951	(49,951)	-	-
Ming Bowl	736	1,540	(2,276)	-	-
Wiltshire Community Fund	-	12,500	-	(12,500)	-
Wiltshire And Swindon Sport	-	500	(500)	-	-
Total	£736	£64,491	(£52,727)	(£12,500)	£ -

2022	1 January 2022	Incoming	Outgoing	Transfers	31 December 2022
National Lottery Heritage Fund	-	49,951	(49,951)	-	-
Ming Bowl	736	-	-	-	736
Total	£736	£49,951	(£49,951)	£ -	£ 736

National Lottery Heritage Funding provided a grant to fund the 'Arundells - Fit for Future' project.

The Ming Bowl funding relates to a grant provided by the Association of Independent Museums to fund the repair of a damaged item in the museum's collection.

The Wiltshire Community Fund provided a grant to fund the repairs of walls and other structures in Arundells garden.

Wiltshire And Swindon Sport provided a grant to support the Arundells Community Garden Project.

SIR EDWARD HEATH CHARITABLE FOUNDATION
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2023

16. PRIOR YEAR STATEMENT OF FINANCIAL ACTIVITIES

	<u>Note</u>	<u>Unrestricted Funds 2022</u>	<u>Restricted Funds 2022</u>	<u>Total Funds 2022</u>	<u>Total Funds 2021</u>
INCOME FROM:					
Donations					
National Lottery Heritage Fund Grant	2	-	49,951	49,951	-
Other Donations	2	65,642	-	65,642	38,087
Investments	3	80	-	80	-
Charitable activities					
Visitor income		57,522	-	57,522	40,642
Other incoming resources					
		-	-	-	-
Sundry income		2,928	-	2,928	76
Other trading activities					
Private lettings		6,726	-	6,726	2,200
Other Income					
Government grants		3,167	-	3,167	33,371
Insurance claims		24,875	-	24,875	87,236
TOTAL INCOME		<u>227,375</u>	<u>49,951</u>	<u>277,326</u>	<u>225,179</u>
EXPENDITURE ON:					
Charitable activities	4	275,819	49,951	325,770	197,110
TOTAL EXPENDITURE		<u>£ 275,819</u>	<u>£ 49,951</u>	<u>£ 325,770</u>	<u>£ 197,110</u>
Net gain / (losses) on investments		(598)	-	(598)	388
Net income/(expenditure)		(49,042)	-	(49,042)	28,457
Transfers between funds		-	-	-	-
NET MOVEMENT IN FUNDS		(49,042)	-	(49,042)	28,457
Total funds brought forward		£ 4,184,146	£ 736	£ 4,184,882	£ 4,156,425
Total funds carried forward		<u>£ 4,135,104</u>	<u>£ 736</u>	<u>£ 4,135,840</u>	<u>£ 4,184,882</u>

THE SIR EDWARD HEATH CHARITABLE FOUNDATION

England & Wales - Charity number 1112773

Accounts

SIR EDWARD HEATH CHARITABLE FOUNDATION
REPORT AND FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2022

Registered Charity No: 1112773

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FLETCHER & PARTNERS
CHARTERED ACCOUNTANTS
SALISBURY

SIR EDWARD HEATH CHARITABLE FOUNDATION
TRUSTEES' REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2022

Trustees:

Mr L Seligman
Mr J Elder
Colonel G MacDougall
Mr E Bickham
Mr P Batey CMG OBE (Chairman)
Mr A Teasdale
Mr M McManus
The Lady Susan of Mar (Retired 27th January 2023)
Lord MacGregor of Pulham Market OBE (Retired 20th October 2022)
Mr L Austin
Mr N Carmichael

Officers

Manager Mr I Smith MRICS

Address:

Arundells
59 The Close
Salisbury
SP1 2EN

Advisers

Auditors: Fletcher & Partners, Crown Chambers, Bridge Street, Salisbury SP1 2LZ
Bankers: NatWest, 48 Blue Boar Row, Salisbury, SP1 1DF
Solicitors: Wilsons Solicitors LLP, Alexandra House, St Johns Street, Salisbury, SP1 2SB

Registered Number

Charity No: 1112773

SIR EDWARD HEATH CHARITABLE FOUNDATION
TRUSTEES' REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2022

STRUCTURE, GOVERNANCE AND MANAGEMENT

Introduction by Peter Batey CMG OBE, Chairman

With Novichok and Covid now thankfully behind us, the Foundation has made good progress in 2022 and looks forward with optimism.

We were delighted to secure funding from the National Heritage Lottery Fund for our 'Arundells - Fit for the Future' project and the trustees are most grateful for this support in our drive to secure the future of the Foundation and the house and garden for the long term.

The trustees will continue to work to make the Foundation 'fit for the future' in the coming years.

The Foundation has three principal sources of income; from entry charges, from the surpluses generated by talks, lectures, recitals, concerts, and theatricals organised by the Foundation in the house, garden, or other venues in Salisbury and from charges to individuals and organisations who wish to hold their own events at Arundells. Two of these income streams made substantial progress in 2022.

The increase in visitor numbers in 2022 was encouraging and this improvement has continued in 2023. My fellow trustees and I are pleased not only by increased attendance at Foundation events, but also at the increasing number of such events and their consistently high quality. Income from third party events at Arundells in 2022 remained depressed, probably a hangover from Covid, but 2023 has brought encouraging progress.

We were delighted that the sixth annual Edward Heath lecture at Salisbury Cathedral was able to take place, having been twice postponed due to Covid, in June 2022. It was originally scheduled for June 2020. The trustees wish to thank our lecturer, The Lord Clarke of Nottingham, CH, KC, who as Ken Clarke, QC, MP was a member of the 1970-74 Heath government. He spoke to the title 'Back to the Future: What the politics of the 1970s has to teach us today' and was ably supported by Lord Butler the former Cabinet Secretary and Professor Vernon Bogdanor, with the subsequent discussion admirably facilitated by Gyles Brandreth. We are grateful to them all. It was a touching and poignant occasion, as well as an excellent talk, with Ken declaring in his opening remarks that it would be his last major public lecture. There was a large attendance, around five hundred, and the lecture was followed by a reception in the Cathedral cloister and a successful fundraising dinner in the garden at Arundells.

The Edward Heath University Lectures continued to be rolled out across the country with Chris Patten giving an address at Newcastle University on Britain's relationship with Europe in May and Malcolm Rifkind talking about the future of the Union at Edinburgh University in September.

In the coming years we will continue to strive to improve our ability to advance the charitable objectives laid down in Ted Heath's Will. We will increasingly focus on fund-raising to enable us to maintain the house and garden, enhance our efforts in conserving the remarkable collection at Arundells and in making it accessible to an ever-wider range of people. We will continue to address the stipulations of the Will in respect of music and education.

In addressing these challenges, my fellow trustees and I pay tribute to the enormous contribution of our excellent and dedicated staff at Arundells and to our splendid volunteers on whom we rely so heavily. We are most grateful to them all.

Governing Document

The Foundation was established under the will of the Right Honourable Sir Edward Heath KG MBE proved in the High Court of Justice on 18th January 2006, as amended by a Deed of Amendment dated 1st February 2007.

Appointment, Training and Induction of Trustees

The Trustees have the power to appoint new Trustees and when making any appointments the Trustees have regard to the requirement for special skills and the needs of the foundation. New Trustees are made aware of their legal obligations under charity law and the aims and objectives of the charity.

Organisation

The Trustees administer the charity and have regular meetings, which cover matters relating to the administration and managing of the trust.

Risk Management

The charity has appraised its risks. The key headings under which risks fall have been identified, and work continues to be done to ensure that adequate controls exist to mitigate the effect of those identified risks.

SIR EDWARD HEATH CHARITABLE FOUNDATION
TRUSTEES' REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2022

Objects and activities of the Charity

The principal activities of the Charity are:

The preservation for the public benefit of Arundells and its associated amenities as a building of both special architectural and historical interest being the home of Sir Edward Heath.

The preservation of the furniture, pictures, and memorabilia ordinarily kept at Arundells and the administration, maintenance and preservation of his papers relating to his life and career.

The advancement of education through access to Arundells and study and research of his papers.

The advancement of education to the public in the artistic appreciation of music.

Such other purposes which are exclusively charitable according to the law of England and Wales.

In setting our objectives and planning our activities the Trustees have given careful consideration to the Charity Commission's general guidance on public benefit.

Review of activities in 2022

2022 saw the welcome and unrestricted opening of Arundells following the Covid pandemic. The opportunity to 'relaunch' the house as a key heritage attraction within Salisbury was a key objective.

Visitor numbers rose significantly from 2019 and this provided a great deal of positive encouragement to trustees, staff and volunteers after the frustration and disappointment of enforced closure, the cancellation of many events (including the annual Edward Heath Lecture) in both 2020 and 2021, and the postponement of two exhibitions.

Discounted entry was introduced for members of the Historic Houses Association, this providing a new marketing platform within the HHA handbook, Discounts for Arts Fund members, Gardeners World Magazine 2 for 1 vouchers, and both Defence Scheme and Blue Light emergency services, were also offered. All proved significant in achieving the increase in visitor numbers.

This encouraging rise in visitors was supplemented by a wide ranging and popular events programme. Piano concerts by Clara Rodriguez, Dominic Seligman and Ronan McGill, an evening of Jazz music within the garden, and theatrical performances that included A Comedy of Errors, The Importance of Being Earnest, The Railway Children, and Chinese Boxing. Talks by Minette Batters (National President of the NFU) and John Gummer (Lord Deben) as well as Lord Ricketts and Sir Peter Riddell. The popular Morning Cloud series of sailing talks also made a welcome return in 2022.

Group panel discussions, craft workshops, a Jubilee dinner with wine pairings (delivered on a collaborative basis with two locally based food and drink providers) also took place, along with the ongoing development of opportunities for both corporate and private hospitality at Arundells.

It was a pleasure to welcome Her Excellency Saida Muna Tasneem, the High Commissioner of Bangladesh, to Arundells in January to launch the annual 'Bangabandhu – Edward Heath Friendship Award.' This will be awarded to those who have made a significant contribution to Bangladesh / UK friendship and reflects the contribution made by Edward Heath to the recognition of Bangladesh by the UK.

The beginning of 2022 saw the seamless incorporation of the remain one third of the former stable block at Arundells (until recently used as an electricity substation) into the adjoining exhibition room. This additional space has enhanced the ability to deliver larger scale exhibitions, talks, seminars, and workshops throughout the year and is a significant improvement.

The National Lottery Heritage Fund (NLHF) Project 'Arundells – Fit for the Future'

Sincere thanks are due to the NLHF for their financial support of the Foundation's 'Arundells – Fit for the Future' Project. This project centres upon the following core activities, undertaken with help from a variety of different consultants, the practical involvement of trustees, staff and volunteers, and a range of local stakeholders. Work commenced in June 2022 and will continue over a twelve month period. Many thanks to all who have worked with us during the year.

Organisational Review – Looking at the current structure of the Charity, reviewing existing skills (amongst trustees and staff) and identifying areas where the introduction of wider ranging expertise amongst trustees would be desirable. The identification of training needs and a review of strategic objectives.

SIR EDWARD HEATH CHARITABLE FOUNDATION
TRUSTEES' REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2022
(CONTINUED)

Review of activities in 2022 - Cont.

Community Engagement – Exploring the development of productive links amongst the local community and with a particular focus upon the less advantaged and those with additional needs. Too many elements of the local community perhaps perceive Arundells as being exclusive, out of reach, expensive, or simply 'not for us.' The project will break down barriers, confirm accessibility for all, and see the development of a range of activities with local schools. These will include piano lessons upon Sir Edward's Steinway piano, and wildlife and nature enrichment activities within the garden for a range of age groups.

A concert for parents was staged by the orchestra, big band, and jazz quartet from Bishop Wordsworth's School during the summer and Arundells provided the venue for a summer afternoon 'Musical Review' performance of songs and dance for Senior Citizens arranged by 'Celebrating Age Wiltshire' and with afternoon tea provided following the performance.

The Community Garden – As part of the above, the Foundation worked with local charity Alabare, the Boots on the Ground team of military veterans, and the Swindon and Wiltshire Sports Partnership to create a therapeutic gardening initiative. An existing glass house was brought back into use and the surrounding area cultivated for flowering plants, fruit and vegetables. A small garden shed, with adjoining shelter, was built during the year and the whole area made accessible for wheelchair users by the provision of a new, all weather surface and consolidated pathway. The community garden has, in many different ways, been the flagship element of the NLHF project and the benefits that it has brought as a result of social interaction, emotional support and the development of new skills, are tangible.

Marketing and Interpretation – How to market Arundells to a much wider range of people with differing interests, and how to best provide core 'on site' information about the house and the collection in as an attractive, accessible, and interesting a way as possible was explored. A number of new ideas will be taken forward in 2023.

Evaluation – A review and evaluation of current visitors (including geographical and physical demographics) lies at the heart of the project's audience development criteria. Visitor preferences, their likes and dislikes, will be central in determining how the items within the collection can be best presented.

The Annual Edward Heath Lecture

Having been postponed in both 2020 and 2021, this principal event in the Foundation's calendar was held in Salisbury Cathedral in June 2022 and delivered by the Rt Hon Lord (Ken) Clarke of Nottingham CH KC. His lecture was titled 'Back to the Future: What the politics of the 1970s has to teach Britain today' with Lord (Robin) Butler and Vernon Bogdanor acting as discussants, and with proceedings chaired by Gyles Brandreth. Sincere thanks to them all for helping to make it such a well-attended, noteworthy occasion. Thanks also to Wilsons, solicitors, for kindly sponsoring the event.

The University Lecture Programme

The Foundation is working in partnership with a number of leading universities within the UK to deliver – over a five year period – a series of political history lectures by key note speakers.

The second lecture in the series was given by Lord (Chris) Patten at Newcastle University in May 2022 and focussed upon Britain's relationship with China. The third lecture was given in September at Edinburgh University by Sir Malcolm Rifkind and titled A Union for all Seasons: The Future of the United Kingdom. Issues that are as relevant now as they were fifty years ago.

The Ugandan Asian Crisis

2022 marked the 50th anniversary of Idi Amin's expulsion of Asians from Uganda and Edward Heath agreeing that those who held British Passports would be welcome within the United Kingdom. The Exhibition, researched and written by Edward Bickham, trustee, was kindly supported by individual members of the Ugandan Asian community, both financially and by the donation of artefacts and memorabilia. It provided a great deal of information about life within Uganda, the changes enforced by Amin, the traumas of expulsion, and subsequent settlement within Britain. Key note speakers took part in an illuminating and well supported panel discussion about the Ugandan Asian crisis at an event held at Arundells in September. Thanks to Volcanoes Safaris for kindly sponsoring the evening.

SIR EDWARD HEATH CHARITABLE FOUNDATION
TRUSTEES' REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2022
(CONTINUED)

Review of activities in 2022 - Cont.

Thank You

The trustees of the Foundation hugely appreciate the ongoing support and help given by the many volunteers who make it possible to not only open Arundells to visitors, but to stage a full and varied events programme and to achieve numerous collection care and associated conservation tasks throughout the year. Their enthusiasm is tireless.

Particular thanks to the small nucleus of volunteers who help within the garden at Arundells on a regular weekly basis. They have grown in number over the last two years and provide invaluable assistance with a wide range of tasks.

Plans for 2023

2023 will see the continuation of the Arundells – Fit for the Future project, and the ongoing development of sound practical working partnerships with less advantaged local community groups, with local schools across differing age groups, piano lessons, and the use of the house and garden for a range of musical events by young people. Above all, to achieve a clear understanding that Arundells is 'accessible for all'.

The year will also see the expansion of the events programme, an ongoing drive to develop and increase income from corporate and private hospitality business, and the introduction of discounted entry to Arundells for English Heritage members.

The University Lecture Programme will continue, with Ken Clarke and Michael Heseltine speaking at Kings College London, and replicating the excellent co participant event they so successfully delivered at Nottingham University in 2021. Further talks in this series are being planned for the autumn of 2023.

The Annual Edward Heath Lecture 2023

David Dimbleby – the well-known BBC broadcaster and journalist – has kindly agreed to deliver the annual lecture at Salisbury Cathedral in the summer of 2023. This will focus upon how political interviewing has changed over the sixty or so years that he has been involved in the profession. Lord (Michael) Dobbs and Carolyn Quinn have kindly agreed to be co-discussants and the event will, once again, be compered by Gyles Brandreth. Thanks to them all.

Financial Review

Visitor income increased to a total of £57,522 (2021: £40,642). The charity received donations of £115,593 (2021: £38,087), £49,951 of which were for restricted purposes (2021: £1,686). The charity also generated income of £63,272 (2021: £19,607) from running other events. The charity made use of all available government grants, which totalled £3,167 (2021: £33,371). A successful insurance claim was made against the fall in income associated with the pandemic, £24,875 of this claim is shown as income for 2022 (2021: £87,236).

Expenditure increased to £325,770, of which £49,951 related to funded project costs.
Total expenditure in 2021 was £197,110.

Overall there was a net loss in funds of (£49,042) compared with an increase of £28,457 in 2021.

The charity has £736 in restricted funds at the year end, which relate to grants provided with a defined purpose. Unrestricted funds increased to £4,135,104. The fixed assets total £4,167,773 of which the vast majority amounting to £4,142,511 consist of Arundells and its contents. This therefore leaves £40,973 of unrestricted funds for the charity's activities, including the maintenance of Arundells.

Investment Powers and Policy

The charity has the power to invest in any way the Trustees see fit. The charity's investments are, however, minimal.

Reserves Policy

The Trustees' policy is that the charity's free reserves (that is, excluding Arundells and its contents) should not be allowed to fall to a level which would imperil an orderly closure of the charity's operations.

SIR EDWARD HEATH CHARITABLE FOUNDATION
TRUSTEES' REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2022
(CONTINUED)

TRUSTEES RESPONSIBILITIES IN RELATION TO THE FINANCIAL STATEMENTS

The law applicable to charities requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the charity's financial activities during the year and of its financial position at the end of the year. In preparing the financial statements giving a true and fair view, the Trustees should follow best practice and:

- Select suitable accounting policies and then apply them consistently.
- Make judgements and estimates that are reasonable and prudent.
- State whether applicable accounting standards and statements of recommended practice have been followed, subject to any departures disclosed and explained in the financial statements: and
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The Trustees are responsible for keeping accounting records which disclose with reasonable accuracy the financial position of the charity and which enable them to ascertain the financial position of the charity and which will enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Report) Regulations and the provisions of the trust deed. The Trustees are responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

P. G. B.

Approved by the Trustees and signed on their behalf

Peter Batey CMG OBE- Chairman

Date:

26 : X : 2023

**INDEPENDENT AUDITORS' REPORT TO
THE TRUSTEES OF THE SIR EDWARD HEATH CHARITABLE FOUNDATION**

Opinion

We have audited the financial statements of The Sir Edward Heath Charitable Foundation for the year ended 31 December 2022, which comprise of the Statement of Financial Activities, the Balance Sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102: The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2022, and of the incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been properly prepared in accordance with the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing(UK) (ISAs(UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRCs 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 directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

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

Other information

The trustees are responsible for the other information. The other information comprises information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatements of this other information, we are required to report that fact.

We have nothing to report in this regard.

INDEPENDENT AUDITORS' REPORT TO
THE TRUSTEES OF THE SIR EDWARD HEATH CHARITABLE FOUNDATION

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees annual report.

We have nothing to report in respect of the following matters in relation to which the Charities Act 2011 requires us to report to you if, in our opinion:

- sufficient accounting records have not been kept;
- the financial statements are not in agreement with the accounting records and returns; or
- we have not obtained all the information and explanations necessary for the purposes of our audit.

Responsibilities of Trustees

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

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

Auditors responsibilities for the audit of the financial statements

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

We exercise professional judgement and maintain professional scepticism throughout the audit.

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

We ensured the engagement team collectively had appropriate competence and capabilities to recognise non-compliance with applicable laws and regulations. We identified the key laws applicable to the charity as those established in the Charity's constitution and wider Charity law, employment law and Health and Safety regulations. We assessed the susceptibility of the charity's accounts to material mis-statement by making enquiries of management and reviewing internal controls.

A further description of our responsibilities for the audit of the financial statements is located on the FRC website (www.frc.org.uk/auditorsresponsibilities) This description forms part of our auditors report.

This report is made solely to the charity's trustees, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Fletcher & Partners
Chartered Accountants and Statutory Auditors.

Crown Chambers, Bridge Street,
Salisbury, SP1 2LZ

27 October 2023

Fletcher & Partners is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

SIR EDWARD HEATH CHARITABLE FOUNDATION
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2022

	<u>Note</u>	<u>Unrestricted Funds 2022</u>	<u>Restricted Funds 2022</u>	<u>Total Funds 2022</u>	<u>Total Funds 2021</u>
INCOME FROM:					
Donations					
National Lottery Heritage Fund Grant	2	-	49,951	49,951	-
Other Donations	2	65,642	-	65,642	38,087
Investments					
	3	80	-	80	-
Charitable activities					
Visitor income		57,522	-	57,522	40,642
Visitor merchandise income		3,163	-	3,163	3,960
Events		63,272	-	63,272	19,607
Sundry income		2,928	-	2,928	76
Other trading activities					
Private lettings		6,726	-	6,726	2,200
Other Income					
Government grants		3,167	-	3,167	33,371
Insurance claims		24,875	-	24,875	87,236
TOTAL INCOME		<u>£ 227,375</u>	<u>£ 49,951</u>	<u>£ 277,326</u>	<u>£ 225,179</u>
EXPENDITURE ON:					
Charitable activities	4	275,819	49,951	325,770	197,110
TOTAL EXPENDITURE		<u>£ 275,819</u>	<u>£ 49,951</u>	<u>£ 325,770</u>	<u>£ 197,110</u>
Net gain / (losses) on investments		(598)	-	(598)	388
Net income/(expenditure)		(49,042)	-	(49,042)	28,457
Transfers between funds		-	-	-	-
NET MOVEMENT IN FUNDS		(49,042)	-	(49,042)	28,457
Total funds brought forward		<u>£ 4,184,146</u>	<u>£ 736</u>	<u>£ 4,184,882</u>	<u>£ 4,156,425</u>
Total funds carried forward		<u>£ 4,135,104</u>	<u>£ 736</u>	<u>£ 4,135,840</u>	<u>£ 4,184,882</u>

The notes on pages 11 to 17 form part of these accounts

SIR EDWARD HEATH CHARITABLE FOUNDATION
BALANCE SHEET
FOR THE YEAR ENDED 31 DECEMBER 2022

	<u>Note</u>	<u>2022</u>	<u>2021</u>
FIXED ASSETS:			
Tangible Assets	7	24,097	27,180
Heritage Assets	8	4,142,511	4,111,718
Investments	9	1,165	1,763
		<u>4,167,773</u>	<u>4,140,661</u>
CURRENT ASSETS:			
Debtors	10	24,512	96,451
Cash at bank and in hand		<u>32,796</u>	<u>33,335</u>
		57,308	129,786
LIABILITIES:			
CREDITORS: Amounts falling due within one year	11	<u>16,335</u>	<u>12,659</u>
NET CURRENT ASSETS		<u>40,973</u>	<u>117,127</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		4,208,746	4,257,788
NON-CURRENT LIABILITIES			
Loan	12	<u>72,906</u>	72,906
TOTAL NET ASSETS		<u>£4,135,840</u>	<u>£4,184,882</u>
THE FUNDS OF THE CHARITY:			
Unrestricted funds - General Fund		4,135,104	4,184,146
Restricted funds		<u>736</u>	<u>736</u>
TOTAL CHARITY FUNDS		<u>£4,135,840</u>	<u>£4,184,882</u>

Signed on behalf of the Board of Trustees

Peter Batey CMG OBE- Chairman

Approved by the Trustees:

26: X: 2023 P. G. B.

The notes on pages 11 to 17 form part of these accounts

SIR EDWARD HEATH CHARITABLE FOUNDATION
NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

1. PRINCIPAL ACCOUNTING POLICIES

a. Basis of Accounting

The financial statements of the Charity are prepared in accordance with the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) published on 16 July 2014, the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011. No adjustments were required as a result of the transition to these standards. The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes to these accounts.

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

There are no material uncertainties about the charity's ability to continue as a going concern, see note 15 for further information.

b. Fund Structure

Unrestricted funds comprise those funds which the trustees are free to use in accordance with the charitable objects.

Restricted funds are funds which can only be used for particular purposes within the objects of the Trust.

Restrictions arise either when they are specified by the donor or when funds are raised for a specific purpose.

c. Income

Voluntary income including donations, gifts and legacies and grants that provide core funding or on general nature are recognised where there is entitlement, certainty of receipt and the amount can be measured with sufficient reliability.

Visitor income is recognised at the date the visit takes place. Deposits received in advance are treated as deferred income in the accounts.

Investment income is recognised on a receivable basis.

d. Expenditure

Expenditure is accounted for on an accruals basis.

Charitable activities include all expenditure associated with the maintenance of Arundells, and includes governance costs.

Governance costs comprise the costs of audit, legal advice and compliance with constitutional and statutory requirements.

e. Tangible Fixed Assets

Fixed assets are stated at cost less accumulated depreciation. Individual assets costing £500 or more are capitalised and depreciation is calculated to write off the costs over their expected useful economic lives as follows:

Fixtures and Fittings	10 years straight line basis
Depreciable Maintenance	15 years straight line basis

f. Heritage Assets

No depreciation is provided on the assets acquired through the original gift from the Estate of Sir Edward Heath.

It is the policy of the Foundation to carry out annually a full repair and maintenance programme such that the residual values of these assets, based on prices prevailing at the date of acquisition or the 2005 probate value, as applicable, are at least equal to their carrying value. Significant repairs that will reoccur on a cyclical basis will be capitalised and depreciated over their expected lifetime. Carrying values are reviewed annually and provision made, if necessary, for any impairment in value. The Trustees have no intention to acquire or dispose of any heritage assets in the near future.

g. Investments

Fixed asset investments are held to generate income. Investments are stated at market value (mid market price) as at the balance sheet date. The Statement of Financial Activities includes the net gains and losses arising on revaluation and disposals throughout the year.

Other recognised gains and losses

All gains and losses are taken to the Statement of Financial Activities as they arise. Realised gains and losses on investments are calculated as the difference between the sale proceeds and opening market value (or purchase date if later). Unrealised gains and losses are calculated as the difference between the market value at the year end and opening market value (or purchase date if later).

SIR EDWARD HEATH CHARITABLE FOUNDATION
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022

1. PRINCIPAL ACCOUNTING POLICIES (CONTINUED)

h. Debtors

Debtors are measured at the amounts the charity anticipates it will receive from a debt or the amount it has paid in advance for goods or services.

i. Cash at bank and in hand

Cash at bank and in hand includes cash and cash on deposit.

j. Liabilities

Liabilities are measured at the amounts the charity anticipates it will pay to settle a debt or the amount it has received as an advance payment for goods or services it must provide.

k. Financial Instruments

The charity only has financial assets and liabilities of a kind that qualify as basic financial instruments. They are initially recognised at transaction value and subsequently measured at their settlement value.

l. Pension Costs

The charity operates a defined contribution scheme for its employees. Contributions are charged in the accounts as incurred.

2. INCOME FROM DONATIONS

	Unrestricted 2022	Restricted 2022	Total 2022	Total 2021
Income from general donations	54,167	-	54,167	37,351
Income from sponsorship	4,775	-	4,775	-
National Lottery Heritage Fund Grant	-	49,951	49,951	-
Income from other grants	6,700	-	6,700	736
	<u>£ 65,642</u>	<u>£ 49,951</u>	<u>£ 115,593</u>	<u>£ 38,087</u>
	<u>2021</u>	<u>2021</u>	<u>2021</u>	<u>2020</u>
Income from donations	36,401	950	37,351	90,854
Income from sponsorship	-	-	-	-
Income from grants	-	736	736	-
	<u>£ 36,401</u>	<u>£ 1,686</u>	<u>£ 38,087</u>	<u>£ 90,854</u>

3. INCOME FROM INVESTMENTS

	Unrestricted 2022	Restricted 2022	Total 2022	Total 2021
Income from listed investments	80	-	80	-
	<u>£ 80</u>	<u>£ -</u>	<u>£ 80</u>	<u>£ -</u>

All investment income is unrestricted.

SIR EDWARD HEATH CHARITABLE FOUNDATION
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022

4. EXPENDITURE ON CHARITABLE ACTIVITIES

	Unrestricted	Restricted	Total	Total
	2022	2022	2022	2021
Maintenance and running of Arundells	133,678	-	133,678	126,525
Event costs	56,945	-	56,945	13,224
Exhibition Costs	10,544	-	10,544	1,029
Governance costs (Note 5)	9,863	49,951	59,814	5,618
Expenditure relating to the opening of Arundells to the public	64,789	-	64,789	50,714
	<u>£ 275,819</u>	<u>£ 49,951</u>	<u>£ 325,770</u>	<u>£ 197,110</u>
	<u>2021</u>	<u>2021</u>	<u>2021</u>	<u>2020</u>
Maintenance and running of Arundells	125,575	950	126,525	111,269
Event costs	14,253	-	14,253	281
Governance costs	5,618	-	5,618	4,795
Expenditure relating to the opening of Arundells to the public	50,714	-	50,714	40,336
	<u>£ 196,160</u>	<u>£ 950</u>	<u>£ 197,110</u>	<u>£ 156,681</u>

5. GOVERNANCE COSTS

	Unrestricted	Restricted	Total	Total
	2022	2022	2022	2021
Auditors' remuneration : audit	2,000	-	2,000	2,000
: for other services	2,326	-	2,326	2,151
Legal fees	-	-	-	754
Trustees' expenses	830	-	830	713
'Fit for Future' Project	4,707	49,951	54,658	-
	<u>£ 9,863</u>	<u>£ 49,951</u>	<u>£ 59,814</u>	<u>£ 5,618</u>

Trustees received no remuneration or benefits (2021: £Nil). No trustees (2021: Nil) were reimbursed any (2021: £Nil) travelling expenses or any other expenses incurred on the charity's behalf. Trustee indemnity insurance of £830 (2021: £713) was paid during the year.

In common with many other businesses of our size and nature we use our auditors to assist with the preparation of the financial statements and some tax compliance.

The 'Fit for Future' project relates to consultancy expenditure funded by the Stage 1 of the National Lottery Heritage Funding grant.

6. STAFF COSTS

	2022	2021
Salaries and wages	104,415	103,222
Social security costs	2,874	3,199
Pension costs	3,641	3,542
	<u>£110,930</u>	<u>£109,963</u>

The staff costs are wholly chargeable to charitable expenditure. No employee had emoluments (not including employer's National Insurance Contributions or employer's pension contributions) in excess of £60,000 (2021 - Nil).

The total remuneration paid to key management personnel (including employer's National Insurance Contributions and employer's pension contributions) in the year was £49,412 (2021: £51,330).

The average headcount of employees, including part time, analysed by function, were:

	2022	2021
Administration, curating and maintenance	4	4
Guides and reception staff	7	5
	<u>11</u>	<u>9</u>

SIR EDWARD HEATH CHARITABLE FOUNDATION
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022

7. TANGIBLE FIXED ASSETS

	Fixtures & Fittings	Total
COST		
At 1 January 2022	45,952	45,952
Additions	1,680	1,680
Disposals	-	-
Transfer	-	-
At 31 December 2022	£ 47,632	£ 47,632
DEPRECIATION		
At 1 January 2022	18,772	18,772
Charge for the year	4,763	4,763
Disposals	-	-
At 31 December 2022	£ 23,535	£ 23,535
NET BOOK VALUE		
At 31 December 2022	£ 24,097	£ 24,097
At 31 December 2021	£ 27,180	£ 27,180

8. HERITAGE ASSETS

	Freehold House	House Contents	Depreciable Maintenance	Total
COST				
At 1 January 2022	3,054,252	983,490	82,125	4,119,867
Additions	-	-	38,541	38,541
Disposals	-	-	-	-
Transfer	-	-	-	-
At 31 December 2022	£ 3,054,252	£ 983,490	£ 120,666	£ 4,158,408
DEPRECIATION				
At 1 January 2022	-	-	8,149	8,149
Charge for the year	-	-	7,748	7,748
Disposals	-	-	-	-
At 31 December 2022	-	-	15,897	15,897
NET BOOK VALUE				
At 31 December 2022	£ 3,054,252	£ 983,490	£ 104,769	£ 4,142,511
At 31 December 2021	£ 3,054,252	£ 983,490	£ 73,976	£ 4,111,718

No capital expenditure has been contracted for at 31 December 2022.

These assets comprise Arundells and its contents which the trustees consider constitute heritage assets within the definition of FRS 102 section 34. Arundells, which is located in Salisbury Cathedral Close, was acquired by and lived in by Sir Edward Heath during the latter part of his life; and the contents consist of the furniture, works of art and other articles acquired by Sir Edward over his lifetime.

9. FIXED ASSET INVESTMENTS

Listed investments

Market value at 1 January 2022	1,763
Net loss on revaluation	(598)
Market value at 31 December 2022	£1,165

SIR EDWARD HEATH CHARITABLE FOUNDATION
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022

10. DEBTORS

	<u>2022</u>	<u>2021</u>
Other debtors	5,926	79,922
Prepayments and accrued income	18,586	16,529
	<u>£24,512</u>	<u>£96,451</u>

11. CREDITORS: Amounts falling due within one year

	<u>2022</u>	<u>2021</u>
Accruals	14,246	10,309
Other creditors	2,089	2,350
	<u>£16,335</u>	<u>£12,659</u>

12. NON-CURRENT LIABILITIES:

	<u>2022</u>	<u>2021</u>
Loans	72,906	72,906
	<u>£72,906</u>	<u>72,906</u>

13. ANALYSIS OF NET ASSETS BETWEEN FUNDS

<u>2022</u>	<u>Unrestricted Fund</u>	<u>Restricted Fund</u>	<u>Total Funds</u>
Fixed assets	4,167,773	-	4,167,773
Cash at bank and in hand	32,060	736	32,796
Other current assets	24,512	-	24,512
Creditors amounts falling due within one year	(16,335)	-	(16,335)
Creditors amounts falling due beyond one year	(72,906)	-	(72,906)
	<u>£4,135,104</u>	<u>736</u>	<u>£4,135,840</u>
 <u>2021</u>			
<i>Fixed assets</i>	4,140,661	-	4,140,661
<i>Cash at bank and in hand</i>	32,599	736	33,335
<i>Other current assets</i>	96,451	-	96,451
<i>Creditors amounts falling due within one year</i>	(12,659)	-	(12,659)
<i>Creditors amounts falling due beyond one year</i>	(72,906)	-	(72,906)
	<u>£4,184,146</u>	<u>736</u>	<u>£4,184,882</u>

14. RELATED PARTY TRANSACTIONS

Donations (excluding gift aid) of £31,813 (2021: £34,314) are owed to the generosity of the trustees.

As at 31 December 2022 the charity owed P. Batey £72,906 (2021: £72,906), being a loan supplied to fund required repairs and redecorations to the exterior of Arundells.

SIR EDWARD HEATH CHARITABLE FOUNDATION
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022

15. Restricted Funds

2022	1 January 2022	Incoming	Outgoing	Transfers	31 December 2022
National Lottery Heritage Fund	-	49,951	(49,951)	-	-
Ming Bowl	736	-	-	-	736
Total	£736	£49,951	(£49,951)	£0	£736

2021	1 January 2021	Incoming	Outgoing	Transfers	31 December 2021
Reception Refurbishment	-	950	(950)	-	-
Ming Bowl	-	736	-	-	736
Total	£0	£1,686	(£950)	£0	£736

National Lottery Heritage Funding provided a grant to fund the 'Arundells - Fit for Future' project.

The Ming Bowl funding relates to a grant provided by the Association of Independent Museums to fund the repair of a damaged item in the museum's collection.

Reception Refurbishment funds relate to restricted use donations towards the cost of refurbishing the museum's reception and shop area. This fund closed in the year ended 2021.

SIR EDWARD HEATH CHARITABLE FOUNDATION
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022

16. PRIOR YEAR STATEMENT OF FINANCIAL ACTIVITIES

	<i>Note</i>	<i>Unrestricted Funds 2021</i>	<i>Restricted Funds 2021</i>	<i>Total Funds 2021</i>	<i>Total Funds 2020</i>
INCOME FROM:					
Donations	2	36,401	1,686	38,087	90,854
Investments	3	-	-	-	48
Charitable activities					
Visitor income		40,642	-	40,642	4,860
Visitor merchandise income		3,960	-	3,960	40
Events		19,607	-	19,607	1,838
Sundry income		76	-	76	6,416
Other trading activities					
Private lettings		2,200	-	2,200	1,800
Other Income					
Government grants		33,371	-	33,371	59,531
Insurance claims		87,236	-	87,236	58,206
TOTAL INCOME		<u>£ 223,493</u>	<u>£ 1,686</u>	<u>£ 225,179</u>	<u>£ 223,593</u>
EXPENDITURE ON:					
Raising funds	4a	-	-	-	7,362
Charitable activities	4b	196,160	950	197,110	156,681
TOTAL EXPENDITURE		<u>£ 196,160</u>	<u>£ 950</u>	<u>£ 197,110</u>	<u>£ 164,043</u>
Net gain / (losses) on investments		388	-	388	(626)
Net income/(expenditure)		<u>27,721</u>	<u>736</u>	<u>28,457</u>	<u>58,924</u>
Transfers between funds		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET MOVEMENT IN FUNDS		<u>27,721</u>	<u>736</u>	<u>28,457</u>	<u>58,924</u>
Total funds brought forward		<u>£ 4,156,425</u>	<u>£ -</u>	<u>£ 4,156,425</u>	<u>£ 4,097,501</u>
Total funds carried forward		<u>£ 4,184,146</u>	<u>£ 736</u>	<u>£ 4,184,882</u>	<u>£ 4,156,425</u>

THE SIR EDWARD HEATH CHARITABLE FOUNDATION

England & Wales - Charity number 1112773

Accounts

SIR EDWARD HEATH CHARITABLE FOUNDATION
REPORT AND FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2021

Registered Charity No: 1112773

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- 8. Statement of Financial Activities
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FLETCHER & PARTNERS
CHARTERED ACCOUNTANTS
SALISBURY

SIR EDWARD HEATH CHARITABLE FOUNDATION
TRUSTEES' REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2021

Trustees:

Mr L Seligman
Mr J Elder
Mr E Bickham
Mr P Batey CMG OBE (Chairman)
Colonel G MacDougall
Mr A Teasdale
Mr M McManus
The Lady Susan of Mar
Lord MacGregor of Pulham Market OBE
Mr L Austin
Mr N Carmichael

Officers

Manager Mr I Smith MRICS

Address:

Arundells
59 The Close
Salisbury
SP1 2EN

Advisers

Auditors: Fletcher & Partners, Crown Chambers, Bridge Street, Salisbury SP1 2LZ

Bankers: NatWest, 48 Blue Boar Row, Salisbury, SP1 1DF

Solicitors: Wilsons Solicitors LLP, Alexandra House, St Johns Street, Salisbury, SP1 2SB

Registered Number

Charity No: 1112773

SIR EDWARD HEATH CHARITABLE FOUNDATION
TRUSTEES' REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2021

STRUCTURE, GOVERNANCE AND MANAGEMENT

Introduction by Peter Batey CMG OBE, Chairman

Recovery from Covid continued in 2021 and into 2022. Visitor figures have shown a sustained increase. Income from the events the Foundation organises in both the house and garden at Arundells has grown satisfactorily too. Sadly, the number of third party events at Arundells and the number of group tours, also key revenue streams, remain affected by Covid and we look forward to improvement in 2023.

Recent events at Arundells have included musical recitals, concerts, theatrical performances, sailing talks and speaker meetings covering the history of the second half of the twentieth century, and current and international affairs. Speakers have included Trevor Philips and Minette Batters, the President of the National Farmers' Union.

I am delighted to report that the sixth Edward Heath Annual Lecture, originally scheduled for June 2020 to mark the fiftieth anniversary of the Heath government, finally took place on 30th June 2022 and was given by Ken Clarke, ably supported by Robin Butler, the former Cabinet Secretary, and Professor Vernon Bogdanor, with discussion facilitated by Gyles Brandreth. Held in Salisbury Cathedral, the lecture was attended by 500 people, with over a hundred dining at Arundells afterwards.

The Edward Heath University Lectures series, created by the Foundation as part of its mission to educate young people, holds lectures at universities across Britain. Following lectures at Nottingham, Newcastle and Edinburgh universities, given by Michael Heseltine, Chris Patten and Malcolm Rifkind respectively, a second lecture at Nottingham will be held in 2023, with the Rt Hon the Lord Willetts (former Minister for Universities and Science) as the speaker and with Ken Clarke in the chair.

We are also delighted that Carl Bildt, the former Swedish Prime Minister, has kindly agreed to deliver the first Edward Heath University Lecture at Oxford in 2023. This will be held at the Bodleian Library, with Chris Patten, the Chancellor of the University of Oxford in the chair.

Meanwhile in Salisbury, the Foundation continues to step up its outreach in Wiltshire and neighbouring counties, focusing especially on disadvantaged sectors of the community. This work has been generously sponsored by the National Heritage Lottery Fund, the support of which we gratefully acknowledge. It is expected to be of significant long term benefit to Arundells and the Foundation, as well as to the local community.

The completion of the renovation of the stables greatly improves the ability of the Foundation to mount good quality exhibitions. We were delighted to welcome Martin Jennings, the celebrated sculptor, whose subjects have included HM Queen Elizabeth the Queen Mother, George Orwell, Philip Larkin, John Betjeman and Stanley Baldwin - as well as Ted Heath - to Arundells for a successful exhibition. We hope this will enable us to attract other exhibitors of a similar calibre in the future.

Governing Document

The Foundation was established under the will of the Right Honourable Sir Edward Heath KG MBE proved in the High Court of Justice on 18th January 2006, as amended by a Deed of Amendment dated 1st February 2007.

Appointment, Training and Induction of Trustees

The Trustees have the power to appoint new Trustees and when making any appointments the Trustees have regard to the requirement for special skills and the needs of the foundation. New Trustees are made aware of their legal obligations under charity law and the aims and objectives of the charity.

Organisation

The Trustees administer the charity and have regular meetings, which cover matters relating to the administration and managing of the trust.

Risk Management

The charity has appraised its risks. The key headings under which risks fall have been identified, and work continues to be done to ensure that adequate controls exist to mitigate the effect of those identified risks.

SIR EDWARD HEATH CHARITABLE FOUNDATION
TRUSTEES' REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2021

Objects and activities of the Charity

The principal activities of the Charity are:

The preservation for the public benefit of Arundells and its associated amenities as a building of both special architectural and historical interest being the home of Sir Edward Heath.

The preservation of the furniture, pictures, and memorabilia ordinarily kept at Arundells and the administration, maintenance and preservation of his papers relating to his life and career.

The advancement of education through access to Arundells and study and research of his papers.

The advancement of education to the public in the artistic appreciation of music.

Such other purposes which are exclusively charitable according to the law of England and Wales.

In setting our objectives and planning our activities the Trustees have given careful consideration to the Charity Commission's general guidance on public benefit.

Review of activities in 2021

Covid restrictions continued to have a significant impact – and particularly upon the opening of Arundells to visitors – during the first half of the year. It was clear that despite the development and roll out of an effective programme of vaccinations, restrictions upon gatherings and social activities would continue for some time to come.

In accordance with Government protocols, Arundells was able to reopen to visitors on the 21st May 2021. Procedures to try to reduce the risk of cross infection remained in place, including the observance of social distancing, a limitation upon numbers, and the wearing of face coverings within the house.

Visitor numbers from May to the end of October were extremely encouraging. Many people chose to enjoy both holidays and shorter weekend breaks within the UK, rather than attempt the strict requirements surrounding overseas travel.

The house opened for an additional period of long weekends in the run up to Christmas; fully decorated and with themed Christmas trees in each of the showrooms. Numbers did not match those seen for the first Christmas opening in 2019, despite the house looking beautifully festive. Many people undoubtedly took the opportunity to travel to spend time at unrestricted seasonal family gatherings for the first time since 2019.

Group guided tour bookings were also much lower than in previous years; and an understandable response to the infection related risks of traveling within the confined spaces of a coach. It is hoped that numbers will lift in 2022, but it may well take somewhat longer for confidence to be restored within this area of the business.

Covid uncertainties again prevented the planning and delivery of as full and diverse an events programme as intended. Although it proved possible to stage a small number of events within the open air space of the garden – and be able to maintain social distancing requirements – it remained a very frustrating year.

The following productions were staged:

- *Garden Theatre*
- *The Great Gatsby*
- *The Tempest*
- *The Wind in the Willows*

Music:

- *An evening of Jazz Music – with James Emmett's Ragtime Revellers*
- *Sounds of the Caribbean – performed by a West Indian Steel Band*
- *Two piano concerts – given by Clara Rodriguez and Dominic Seligman and performed upon Sir Edward's Steinway piano*

A collaborative 'Perfect Pairings' Evening involved a link with a locally based catering company and local artisan wine supplier to deliver a wine and food tasting evening. Popular and enjoyed by all who attended, events of this type are something to build upon and develop in the future.

A range of workshops were successfully staged within the exhibition room, with topics that included jewellery, felt, willow and silver crafts, and Christmas wreath making.

Corporate and private hospitality income again fell as a result of Covid related concerns, although two birthday celebrations, a Christening, and a business meeting were successfully hosted. It is hoped that this thread will re-emerge as an important source of income in 2022, although it may well follow a more gradual pathway; akin to the regeneration of group guided tour bookings.

SIR EDWARD HEATH CHARITABLE FOUNDATION
TRUSTEES' REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2021
(CONTINUED)

Review of activities in 2021

Sadly, the exhibition of sculptures by Martin Jennings – the major exhibition by this well-known sculptor, scheduled to take place in 2021 and already postponed from 2020 – had to be delayed until 2022. Although extremely frustrating (both for Martin Jennings and the Foundation) the delay will permit full use of the newly extended and refurbished exhibition room, with additional space and improved lighting. The exhibition will include the bust of Sir Edward – sculpted by Martin Jennings in 1992 – which stands within the Drawing Room at Arundells.

The eagerly anticipated Edward Heath Annual Lecture, the principal event in the Foundation's calendar and scheduled to be given in Salisbury Cathedral by the Rt Hon Lord (Ken) Clarke of Nottingham CH KC during the summer of 2021, had to again be postponed. Lord Clarke has kindly agreed to deliver his lecture at the end of June 2022.

The Edward Heath University Lecture Programme commenced in 2021, with the first event being held at Nottingham University. The Rt Hon the Lord Heseltine CH delivered this a lecture titled 'Edward Heath's achievement in securing UK membership of the European Union and the consequences of Brexit'. The event was Chaired by the Rt Hon the Lord Clarke of Nottingham CH KC and very well received by all who attended. A lively question and answer session followed, and it was encouraging to see so many students from the university present; not only within the audience, but actively engaged with the discussion that followed.

Plans for 2022

To re-open the house and garden in mid-March and to hopefully see visitor numbers continue to build upon the positive interest and uplift experienced in 2021.

To finalise and submit an application to the National Heritage Lottery Fund for financial support for the Foundation's 'Arundells – Fit for the Future' project. If successful, the project will focus upon local community engagement and enrichment opportunities and the establishment of firm links with a range of local schools and community groups who may currently view Arundells as being of little value or benefit to them.

This will include military veterans, dementia and memory loss support groups, those with additional physical and mental health needs, and music or art workshops for young people from a wide range of age groups and schools.

The development of a community garden would lie at the heart of the project, as well as a consultancy review of the organisational structure of the Foundation. The project would also examine the staffing structure, and the strengths and weaknesses of the current modus operandi. Marketing improvements, the identification of new audience evaluation and development pathways, and how the collection can be more appropriately (and successfully) interpreted and displayed for presentation to visitors / made available for research and teaching both on site and by remote access. Recommendations for change would flow from this exercise, the key objective being to ensure that the Foundation is as resilient and well placed as it can be to meet future objectives.

The remaining one third of the former stable block, until recently leased by Scottish and Southern Electricity and used as a local substation, will be refurbished and seamlessly incorporated as an extension to the current exhibition space at the beginning of 2022. The additional area will not only provide greater exhibition space, but allow more seating capacity for lectures and talks, the development of craft and similar workshops, and an onsite classroom for visiting school pupils.

A full event programme will be reactivated in 2022 – with a wide mix and range of lectures and talks, theatrical productions and concerts.

The trustees and staff move into 2022 with great optimism for the future. Much good work is being completed and this will continue apace.

SIR EDWARD HEATH CHARITABLE FOUNDATION
TRUSTEES' REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2021
(CONTINUED)

Financial Review

Visitor income increased to a total of £40,642 (2020: £4,860). The charity received donations of £38,087 (2020: £90,854), £1,686 of which were for restricted purposes (2020: £1,894). The charity also generated income of £19,607 (2020: £1,838) from running other events. The charity made use of all available government grants, which totalled £33,371 (2020: £59,531). A successful insurance claim was made against the fall in income associated with the pandemic, £87,236 of this claim is shown as income for 2021 (2020: £58,206).

Expenditure increased to £197,110 compared to £164,043 in 2020.

Overall there was a net increase in funds of £28,457 compared with £58,924 in 2020.

The charity has £736 in restricted funds at the year end, which relate to grants provided with a defined purpose. Unrestricted funds increased to £4,184,146. The fixed assets total £4,140,661 of which the vast majority amounting to £4,111,655 consist of Arundells and its contents. This therefore leaves £117,127 of unrestricted funds for the charity's activities, including the maintenance of Arundells.

Investment Powers and Policy

The charity has the power to invest in any way the Trustees see fit. The charity's investments are, however, minimal.

Reserves Policy

The Trustees' policy is that the charity's free reserves (that is, excluding Arundells and its contents) should not be allowed to fall to a level which would imperil an orderly closure of the charity's operations.

TRUSTEES RESPONSIBILITIES IN RELATION TO THE FINANCIAL STATEMENTS

The law applicable to charities requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the charity's financial activities during the year and of its financial position at the end of the year. In preparing the financial statements giving a true and fair view, the Trustees should follow best practice and:

- Select suitable accounting policies and then apply them consistently.
- Make judgements and estimates that are reasonable and prudent.
- State whether applicable accounting standards and statements of recommended practice have been followed, subject to any departures disclosed and explained in the financial statements: and
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The Trustees are responsible for keeping accounting records which disclose with reasonable accuracy the financial position of the charity and which enable them to ascertain the financial position of the charity and which will enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Report) Regulations and the provisions of the trust deed. The Trustees are responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the Trustees and signed on their behalf

Peter Batey CMG OBE- Chairman

Date:

20.5.2022

P. G. Batey

INDEPENDENT AUDITORS' REPORT TO
THE TRUSTEES OF THE SIR EDWARD HEATH CHARITABLE FOUNDATION

Opinion

We have audited the financial statements of The Sir Edward Heath Charitable Foundation for the year ended 31 December 2021, which comprise of the Statement of Financial Activities, the Balance Sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102: The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2021, and of the incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been properly prepared in accordance with the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing(UK) (ISAs(UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRCs 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 directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

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

Other information

The trustees are responsible for the other information. The other information comprises information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatements of this other information, we are required to report that fact.

We have nothing to report in this regard.

INDEPENDENT AUDITORS' REPORT TO
THE TRUSTEES OF THE SIR EDWARD HEATH CHARITABLE FOUNDATION

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees annual report.

We have nothing to report in respect of the following matters in relation to which the Charities Act 2011 requires us to report to you if, in our opinion:

- sufficient accounting records have not been kept;
- the financial statements are not in agreement with the accounting records and returns; or
- we have not obtained all the information and explanations necessary for the purposes of our audit.

Responsibilities of Trustees

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

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

Auditors responsibilities for the audit of the financial statements

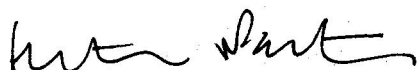
Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in 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:

We ensured the engagement team collectively had appropriate competence and capabilities to recognise non-compliance with applicable laws and regulations. We identified the key laws applicable to the charity as those established in the Charity's constitution and wider Charity law, employment law and Health and Safety regulations. We assessed the susceptibility of the charity's accounts to material mis-statement by making enquiries of management and reviewing internal controls.

A further description of our responsibilities for the audit of the financial statements is located on the FRC website (www.frc.org.uk/auditorsresponsibilities) This description forms part of our auditors report.

This report is made solely to the charity's trustees, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Fletcher & Partners
Chartered Accountants and Statutory Auditors.

Crown Chambers, Bridge Street,
Salisbury, SP1 2LZ

31 October 2022

Fletcher & Partners is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

SIR EDWARD HEATH CHARITABLE FOUNDATION
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2021

	Note	Unrestricted Funds 2021	Restricted Funds 2021	Total Funds 2021	Total Funds 2020
INCOME FROM:					
Donations	2	36,401	1,686	38,087	90,854
Investments	3	-	-	-	48
Charitable activities					
Visitor income		40,642	-	40,642	4,860
Visitor merchandise income		3,960	-	3,960	40
Events		19,607	-	19,607	1,838
Sundry income		76	-	76	6,416
Other trading activities					
Private lettings		2,200	-	2,200	1,800
Other Income					
Government grants		33,371	-	33,371	59,531
Insurance claims		87,236	-	87,236	58,206
TOTAL INCOME		£ 223,493	£ 1,686	£ 225,179	£ 223,593
EXPENDITURE ON:					
Raising funds	4a	-	-	-	7,362
Charitable activities	4b	196,160	950	197,110	156,681
TOTAL EXPENDITURE		£ 196,160	£ 950	£ 197,110	£ 164,043
Net gain / (losses) on investments		388	-	388	(626)
Net income/(expenditure)		27,721	736	28,457	58,924
Transfers between funds		-	-	-	-
NET MOVEMENT IN FUNDS		27,721	736	28,457	58,924
Total funds brought forward		£ 4,156,425	£ -	£ 4,156,425	£ 4,097,501
Total funds carried forward		£ 4,184,146	£ 736	£ 4,184,882	£ 4,156,425

The notes on pages 10 to 15 form part of these accounts

SIR EDWARD HEATH CHARITABLE FOUNDATION
BALANCE SHEET
AS AT 31 DECEMBER 2021

	Note	2021	2020
FIXED ASSETS:			
Tangible Assets	7	27,180	30,575
Heritage Assets	8	4,111,718	4,115,294
Investments	9	1,763	1,375
		<u>4,140,661</u>	<u>4,147,244</u>
CURRENT ASSETS:			
Debtors	10	96,451	77,226
Cash at bank and in hand		<u>33,335</u>	<u>14,549</u>
		129,786	91,775
LIABILITIES:			
CREDITORS: Amounts falling due within one year	11	<u>12,659</u>	<u>9,688</u>
NET CURRENT ASSETS		<u>117,127</u>	<u>82,087</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		4,257,788	4,229,331
NON-CURRENT LIABILITIES			
Loan	12	<u>72,906</u>	<u>72,906</u>
TOTAL NET ASSETS		<u>£4,184,882</u>	<u>£4,156,425</u>
THE FUNDS OF THE CHARITY:			
Unrestricted funds - General Fund		4,184,146	4,156,425
Restricted funds		<u>736</u>	<u>-</u>
TOTAL CHARITY FUNDS		<u>£4,184,882</u>	<u>£4,156,425</u>

Signed on behalf of the Board of Trustees

Peter Batey CMG OBE- Chairman

Approved by the Trustees:

20.8.2022

P. G. B.

The notes on pages 10 to 15 form part of these accounts

SIR EDWARD HEATH CHARITABLE FOUNDATION
NOTES FORMING PART OF THE FINANCIAL STATEMENTS
AS AT 31 DECEMBER 2021

1. PRINCIPAL ACCOUNTING POLICIES

a. Basis of Accounting

The financial statements of the Charity are prepared in accordance with the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) published on 16 July 2014, the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011. No adjustments were required as a result of the transition to these standards. The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes to these accounts.

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

There are no material uncertainties about the charity's ability to continue as a going concern, see note 15 for further information.

b. Fund Structure

Unrestricted funds comprise those funds which the trustees are free to use in accordance with the charitable objects.

Restricted funds are funds which can only be used for particular purposes within the objects of the Trust.

Restrictions arise either when they are specified by the donor or when funds are raised for a specific purpose.

c. Income

Voluntary income including donations, gifts and legacies and grants that provide core funding or on general nature are recognised where there is entitlement, certainty of receipt and the amount can be measured with sufficient reliability.

Visitor income is recognised at the date the visit takes place. Deposits received in advance are treated as deferred income in the accounts.

Investment income is recognised on a receivable basis.

d. Expenditure

Expenditure is accounted for on an accruals basis.

Charitable activities include all expenditure associated with the maintenance of Arundells, and includes governance costs.

Governance costs comprise the costs of audit, legal advice and compliance with constitutional and statutory requirements.

e. Tangible Fixed Assets

Fixed assets are stated at cost less accumulated depreciation. Individual assets costing £500 or more are capitalised and depreciation is calculated to write off the costs over their expected useful economic lives as follows:

Fixtures and Fittings

10% straight line basis

f. Heritage Assets

No depreciation is provided on the assets acquired through the original gift from the Estate of Sir Edward Heath.

It is the policy of the Foundation to carry out annually a full repair and maintenance programme such that the residual values of these assets, based on prices prevailing at the date of acquisition or the 2005 probate value, as applicable, are at least equal to their carrying value. Significant repairs that will reoccur on a cyclical basis will be capitalised and depreciated over their expected lifetime. Carrying values are reviewed annually and provision made, if necessary, for any impairment in value. The Trustees have no intention to acquire or dispose of any heritage assets in the near future.

g. Investments

Fixed asset investments are held to generate income. Investments are stated at market value (mid market price) as at the balance sheet date. The Statement of Financial Activities includes the net gains and losses arising on revaluation and disposals throughout the year.

Other recognised gains and losses

All gains and losses are taken to the Statement of Financial Activities as they arise. Realised gains and losses on investments are calculated as the difference between the sale proceeds and opening market value (or purchase date if later). Unrealised gains and losses are calculated as the difference between the market value at the year end and opening market value (or purchase date if later).

SIR EDWARD HEATH CHARITABLE FOUNDATION
NOTES TO THE ACCOUNTS (CONTINUED)
AS AT 31 DECEMBER 2021

1. PRINCIPAL ACCOUNTING POLICIES (CONTINUED)

i. Debtors

Debtors are measured at the amounts the charity anticipates it will receive from a debt or the amount it has paid in advance for goods or services.

j. Cash at bank and in hand

Cash at bank and in hand includes cash and cash on deposit.

k. Liabilities

Liabilities are measured at the amounts the charity anticipates it will pay to settle a debt or the amount it has received as an advance payment for goods or services it must provide.

l. Financial Instruments

The charity only has financial assets and liabilities of a kind that qualify as basic financial instruments. They are initially recognised at transaction value and subsequently measured at their settlement value.

m. Pension Costs

The charity operates a defined contribution scheme for its employees. Contributions are charged in the accounts as incurred.

2. INCOME FROM DONATIONS

	Unrestricted 2021	Restricted 2021	Total 2021	Total 2020
Income from donations	36,401	950	37,351	90,854
Income from sponsorship	-	-	-	-
Income from grants	-	736	736	-
Membership from Friends	-	-	-	-
	<u>£ 36,401</u>	<u>£ 1,686</u>	<u>£ 38,087</u>	<u>£ 90,854</u>
	<u>2020</u>	<u>2020</u>	<u>2020</u>	<u>2019</u>
Income from donations	88,960	1,894	90,854	165,139
Income from sponsorship	-	-	-	-
Income from grants	-	-	-	-
Membership from Friends	-	-	-	295
	<u>£ 88,960</u>	<u>£ 1,894</u>	<u>£ 90,854</u>	<u>£ 165,434</u>

3. INCOME FROM INVESTMENTS

	2021	2021	2021	2020
Income from listed investments	-	-	-	48
	<u>£ -</u>	<u>£ -</u>	<u>£ -</u>	<u>£ 48</u>

All investment income is unrestricted.

4. EXPENDITURE ON

a. RAISING FUNDS

	2021	2021	2021	2020
Fundraising consultancy expenditure	-	-	-	7,362
Fundraising trading expenditure	-	-	-	-
	<u>£ -</u>	<u>£ -</u>	<u>£ -</u>	<u>£ 7,362</u>

SIR EDWARD HEATH CHARITABLE FOUNDATION
NOTES TO THE ACCOUNTS (CONTINUED)
AS AT 31 DECEMBER 2021

4. EXPENDITURE ON (CONTINUED)
b. CHARITABLE ACTIVITIES

	2021	2021	2021	2020
Maintenance and running of Arundells	125,575	950	126,525	111,269
Event costs	14,253	-	14,253	281
Governance costs (Note 5)	5,618	-	5,618	4,795
Expenditure relating to the opening of Arundells to the public	50,714	-	50,714	40,336
	<u>£ 196,160</u>	<u>£ 950</u>	<u>£ 197,110</u>	<u>£ 156,681</u>
	2020	2020	2020	2019
Maintenance and running of Arundells	96,240	15,029	111,269	128,325
Event costs	281	-	281	20,075
Governance costs	4,795	-	4,795	11,663
Expenditure relating to the opening of Arundells to the public	40,336	-	40,336	39,788
	<u>£ 141,652</u>	<u>£ 15,029</u>	<u>£ 156,681</u>	<u>£ 199,851</u>

5. GOVERNANCE COSTS

	Unrestricted	Restricted	Total	Total
	2021	2021	2021	2020
Auditors' remuneration : audit	2,000	-	2,000	2,000
: for other services	2,151	-	2,151	2,121
Legal fees	754	-	754	-
Trustees' expenses	713	-	713	674
	<u>£ 5,618</u>	<u>£ -</u>	<u>£ 5,618</u>	<u>£ 4,795</u>

Trustees received no remuneration or benefits (2020: £nil). No trustees (2020: Nil) were reimbursed any (2020: £Nil) travelling expenses or any other expenses incurred on the charity's behalf. Trustee indemnity insurance of £713 (2020: £674) was paid during the year.

In common with many other businesses of our size and nature we use our auditors to assist with the preparation of the financial statements and some tax compliance.

6. STAFF COSTS

	2021	2020
Salaries and wages	103,222	86,556
Social security costs	3,199	2,256
Pension costs	3,542	3,417
	<u>£109,963</u>	<u>£92,229</u>

The staff costs are wholly chargeable to charitable expenditure. No employee had emoluments (not including employer's National Insurance Contributions or employer's pension contributions) in excess of £60,000 (2020 - nil).

The total remuneration paid to key management personnel (including employer's National Insurance Contributions or employer's pension contributions) in the year was £51,330 (2020: £47,596).

The average headcount of employees, including part time , analysed by function, were:

	2021	2020
Administration, curating and maintenance	4	4
Guides and reception staff	5	5
	<u>9</u>	<u>9</u>

SIR EDWARD HEATH CHARITABLE FOUNDATION
NOTES TO THE ACCOUNTS (CONTINUED)
AS AT 31 DECEMBER 2021

7. TANGIBLE FIXED ASSETS

		Fixtures & Fittings	Total
COST			
At 1 January 2021		44,752	44,752
Additions		1,200	1,200
Disposals		-	-
Transfer		-	-
At 31 December 2021		£ 45,952	£ 45,952
DEPRECIATION			
At 1 January 2021		14,177	14,177
Charge for the year		4,595	4,595
Disposals		-	-
At 31 December 2021		£ 18,772	£ 18,772
NET BOOK VALUE			
At 31 December 2021		£ 27,180	£ 27,180
At 31 December 2020		£ 30,575	£ 30,575

8. HERITAGE ASSETS

	Freehold House	House Contents	Depreciable Maintenance	Total
COST				
At 1 January 2021	3,054,252	983,490	80,226	4,117,968
Additions	-	-	1,899	1,899
Disposals	-	-	-	-
Transfer	-	-	-	-
At 31 December 2021	£ 3,054,252	£ 983,490	£ 82,125	£ 4,119,867
DEPRECIATION				
At 1 January 2021	-	-	2,674	2,674
Charge for the year	-	-	5,475	5,475
Disposals	-	-	-	-
At 31 December 2021	-	-	8,149	8,149
NET BOOK VALUE				
At 31 December 2021	£ 3,054,252	£ 983,490	£ 73,976	£ 4,111,718
At 31 December 2020	£ 3,054,252	£ 983,490	£ 77,552	£ 4,115,294

No capital expenditure has been contracted for at 31 December 2021.

These assets comprise Arundells and its contents which the trustees consider constitute heritage assets within the definition of FRS 102 section 34. Arundells, which is located in Salisbury Cathedral Close, was acquired by and lived in by Sir Edward Heath during the latter part of his life; and the contents consist of the furniture, works of art and other articles acquired by Sir Edward over his lifetime.

9. FIXED ASSET INVESTMENTS

Listed investments

Market value at 1 January 2021	1,375
Net gain on revaluation	388
Market value at 31 December 2021	£1,763

SIR EDWARD HEATH CHARITABLE FOUNDATION
NOTES TO THE ACCOUNTS (CONTINUED)
AS AT 31 DECEMBER 2021

10. DEBTORS

	2021	2020
Other debtors	79,922	66,956
Prepayments and accrued income	16,529	10,270
	<u>£96,451</u>	<u>£77,226</u>

11. CREDITORS: Amounts falling due within one year

	2021	2020
Accruals	10,309	8,149
Other creditors	2,350	1,539
	<u>£12,659</u>	<u>£9,688</u>

12. NON-CURRENT LIABILITIES:

	2021	2020
Loans	72,906	72,906
	<u>£72,906</u>	<u>72,906</u>

13. ANALYSIS OF NET ASSETS BETWEEN FUNDS

<u>2021</u>	Unrestricted Fund	Restricted Fund	Total Funds
Fixed assets	4,140,661	-	4,140,661
Cash at bank and in hand	32,599	736	33,335
Other current assets	96,451	-	96,451
Creditors amounts falling due within one year	(12,659)	-	(12,659)
Creditors amounts falling due beyond one year	(72,906)	-	(72,906)
	<u>£4,184,146</u>	<u>736</u>	<u>£4,184,882</u>
 <u>2020</u>			
<i>Fixed assets</i>	4,147,244	-	4,147,244
<i>Cash at bank and in hand</i>	14,549	-	14,549
<i>Other current assets</i>	77,226	-	77,226
<i>Creditors amounts falling due within one year</i>	(9,688)	-	(9,688)
<i>Creditors amounts falling due beyond one year</i>	(72,906)	-	(72,906)
	<u>£4,156,425</u>	<u>-</u>	<u>£4,156,425</u>

14. RELATED PARTY TRANSACTIONS

Donations (excluding gift aid) of £34,314 (2020: 72,232) are owed to the generosity of the trustees.

As at 31 December 2021 the charity owed P. Batey £72,906 (2020: £72,906), being a loan supplied to fund required repairs and redecorations to the exterior of Arundells.

SIR EDWARD HEATH CHARITABLE FOUNDATION
NOTES TO THE ACCOUNTS (CONTINUED)
AS AT 31 DECEMBER 2021

15. PRIOR YEAR STATEMENT OF FINANCIAL ACTIVITIES

	Note	Unrestricted Funds 2020	Restricted Funds 2020	Total Funds 2020	Total Funds 2019
INCOME FROM:					
Donations		88,960	1,894	90,854	165,434
Investments	3	48	-	48	160
Charitable activities					
Visitor income		4,860	-	4,860	42,339
Visitor merchandise income		40	-	40	975
Events		1,838	-	1,838	31,052
Sundry income		6,416	-	6,416	21
Other trading activities					
Private lettings		1,800	-	1,800	9,553
Other Income					
Government grants		59,531	-	59,531	-
Insurance claims		58,206	-	58,206	-
TOTAL INCOME		<u>£ 221,699</u>	<u>£ 1,894</u>	<u>£ 223,593</u>	<u>£ 249,534</u>
EXPENDITURE ON:					
Raising funds	4a	7,362	-	7,362	37,536
Charitable activities	4b	141,652	15,029	156,681	199,851
TOTAL EXPENDITURE		<u>£ 149,014</u>	<u>£ 15,029</u>	<u>£ 164,043</u>	<u>£ 237,387</u>
Net losses on investments		(626)	-	(626)	(475)
Net income/(expenditure)		72,059	(13,135)	58,924	11,672
Transfers between funds		-	-	-	-
NET MOVEMENT IN FUNDS		72,059	(13,135)	58,924	11,672
Total funds brought forward		<u>£ 4,084,366</u>	<u>£ 13,135</u>	<u>£ 4,097,501</u>	<u>£ 4,085,829</u>
Total funds carried forward		<u>£ 4,156,425</u>	<u>£ -</u>	<u>£ 4,156,425</u>	<u>£ 4,097,501</u>

THE SIR EDWARD HEATH CHARITABLE FOUNDATION

England & Wales - Charity number 1112773

Accounts

SIR EDWARD HEATH CHARITABLE FOUNDATION
REPORT AND FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2020

Registered Charity No: 1112773

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- 2. - 4. Report of the Trustees
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- 7. Statement of Financial Activities
- 8. Balance Sheet
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FLETCHER & PARTNERS
CHARTERED ACCOUNTANTS
SALISBURY

SIR EDWARD HEATH CHARITABLE FOUNDATION
TRUSTEES' REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2020

Trustees:

Mr L Seligman
Mr J Elder
Mr E Bickham
Mr P Batey CMG OBE (Chairman)
Colonel G MacDougall
Mr A Teasdale
Mr M McManus
The Lady Susan of Mar
Lord MacGregor of Pulham Market OBE
Mr L Austin
Mr N Carmichael

Officers

Manager Mr I Smith MRICS

Address:

Arundells
59 The Close
Salisbury
SP1 2EN

Advisers

Auditors: Fletcher & Partners, Crown Chambers, Bridge Street, Salisbury SP1 2LZ

Bankers: NatWest, 48 Blue Boar Row, Salisbury, SP1 1DF

Solicitors: Wilsons Solicitors LLP, Alexandra House, St Johns Street, Salisbury, SP1 2SB

Registered Number

Charity No: 1112773

SIR EDWARD HEATH CHARITABLE FOUNDATION
TRUSTEES' REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2020

STRUCTURE, GOVERNANCE AND MANAGEMENT

Introduction by Peter Batey CMG OBE, Chairman

In common with other charities that open houses to the public, 2020 was a difficult year for Arundells and the Sir Edward Heath Charitable Foundation due to Covid-19. Our 2020 visitor season was almost completely wiped out, as were our two other principal income streams, own own programme of events (including exhibitions, lectures, seminars, concerts and dramatic performances) and events held by other organisations and groups at Arundells and in its beautiful gardens (including dinners, receptions, seminars etc). We are most grateful for the government support which we received in the hard times.

Nevertheless the bounce-back in 2021 has been most encouraging despite Covid restrictions and the need for continued caution even after most restrictions were lifted in July. The outlook for 2022 is promising, provided that Covid can be contained.

During 2020 and 2021, the trustees have focussed on developing the Foundation's educational activities, in line with our charitable remit. In 2021 we plan to launch a new Edward Heath University Lectures series to mark the 50th anniversary of the Heath government. This will be a five-year programme of political history lectures on the problems faced by the 1970-74 government and their resonance today - so many of the same issues remain alive and relevant in the 2020s.

The first lecture is scheduled to take place on 3rd November 2021 at the University of Nottingham. Michael Heseltine will address the issue of Europe, with Kenneth Clarke in the chair. Britain's relationship with Europe remains as contentious today as it was in the 1970s.

On 4th May 2022 Chris Patten will give the second lecture at Newcastle University on Britain's relationship with China. Later in 2022 at Edinburgh University, Malcolm Rifkind will discuss Devolution and Federalism, issues that are as alive today as they were half a century ago.

Subsequent lectures are planned for Liverpool, London and Oxford universities to address questions with which the Heath government wrestled that continue to confront Britain today. These will include local government finance and taxation, Northern Ireland, energy supply and industrial productivity.

The trustees plan to work additionally with universities in Wales and Northern Ireland, so that the University Lecture series embraces the whole of the United Kingdom.

In the mean time the trustees and management committee continue to work to improve accessibility to minority and disadvantaged groups at Arundells. As part of this effort we are planning to complete the renovation of the old stables during our winter closed season in the early months of 2022, enabling us to extend and enhance our exhibition and seminar facilities.

Governing Document

The Foundation was established under the will of the Right Honourable Sir Edward Heath KG MBE proved in the High Court of Justice on 18th January 2006, as amended by a Deed of Amendment dated 1st February 2007.

Appointment, Training and Induction of Trustees

The Trustees have the power to appoint new Trustees and when making any appointments the Trustees have regard to the requirement for special skills and the needs of the foundation. New Trustees are made aware of their legal obligations under charity law and the aims and objectives of the charity.

Organisation

The Trustees administer the charity and have regular meetings, which cover matters relating to the administration and managing of the trust.

Risk Management

The charity has appraised its risks. The key headings under which risks fall have been identified, and work continues to be done to ensure that adequate controls exist to mitigate the effect of those identified risks.

SIR EDWARD HEATH CHARITABLE FOUNDATION
TRUSTEES' REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2020
(CONTINUED)

OBJECTIVES AND ACTIVITIES

Objects and activities of the Charity

The principal activities of the Charity are:

- The preservation for the public benefit of Arundells and its associated amenities as a building of both
- The preservation of the furniture, pictures, and memorabilia ordinarily kept at Arundells and the
- The advancement of education through access to Arundells and study and research of his papers.
- The advancement of education to the public in the artistic appreciation of music.

Such other purposes which are exclusively charitable according to the law of England and Wales.

In setting our objectives and planning our activities the Trustees have given careful consideration to the

Review of activities in 2020

The Covid pandemic inevitably resulted in an extremely difficult and frustrating year, with the enforced closure of Arundells to all visitors and the cancellation or postponement of an extensive and diverse programme of events, functions, and private hospitality bookings. This was particularly hard given the drive to build upon the wide range of talks, concerts, seminars, theatrical productions, and corporate initiatives that had shown such promise in 2019.

One of the events postponed was the annual Sir Edward Heath Lecture; a key date in the Foundation's calendar and which, in 2020, would have celebrated the 50th anniversary of Sir Edward's victory in the 1970 General Election. Lord Clarke of Nottingham CH QC PC (Ken Clarke) had kindly agreed to be the principal speaker on this occasion. We sincerely hope that it will be possible to reschedule this lecture to an appropriate date in the future, although Covid restrictions may dictate this being in 2022 rather than in 2021.

The Morning Cloud Sailing talks also became a victim of the enforced closure, as well as evening or lunchtime lectures by such high profile speakers as Lord Deben PC (John Gummer) and Dominic Grieve QC PC, the former Attorney General.

It proved possible to open the house and garden to visitors at weekends during September, with extensive Covid related precautions in place to minimise the risk to visitors, staff, and volunteer stewards. These measures included the enforcement of social distancing requirements, the wearing of face coverings, a limitation upon numbers within the house at any one time and the introduction of a one way system. Numbers were very encouraging, with many people enjoying long weekend breaks in and around Salisbury following the easing of the first period of lockdown restrictions and the reopening of overnight accommodation, tourist, and leisure attractions.

A production of The Three Musketeers by the 'This is My Theatre Company' was staged on the one evening in September within the garden at Arundells. This was popular – and well supported – despite the Covid social distancing restrictions imposing a limit upon the number of people who were able to attend.

The major exhibition for 2020 – featuring works by the well-known sculptor Martin Jennings – was also sadly postponed. It is again hoped to hold this in 2021.

The disappointment of not being able to stage the exhibition and planned events programme, to not be able to welcome more visitors, or develop a greater range of opportunities for companies and individuals wishing to host private functions at Arundells, was felt deeply by all involved – trustees, staff, and volunteers alike.

The trustees of the Foundation hugely appreciate the ongoing support and help so tirelessly given by the many volunteers who make the opening of Arundells possible. From stewarding the rooms for visitors, to helping at numerous events and providing practical support over the winter months with cleaning and conservation tasks.

On a positive note, 2020 saw the redecoration of the exterior of Arundells and the ancillary buildings. This included necessary repair work to the sash windows (including the complete replacement of three) and the stonework. Work was completed to a high standard and Arundells has benefited accordingly.

Plans for Future Periods

It may well not be possible to reopen Arundells to visitors as early in 2021 as we would like. Covid restrictions permitting, 2021 and 2022 will see the resurgence of an enhanced events programme – with garden theatre, piano concerts, a summer evening of jazz music and a wide ranging series of talks by keynote speakers. This will include the relaunch of the popular Morning Cloud series of sailing talks and the rearranged annual Edward Heath lecture.

Private and corporate hospitality opportunities will continue to be developed and there will, when possible, be a continuing drive to establish productive links with the local community, a range of schools, and disadvantaged social groups. Enrichment activities – making as much use as possible of the garden as well as the house – will be central to this objective.

SIR EDWARD HEATH CHARITABLE FOUNDATION
TRUSTEES' REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2020
(CONTINUED)

Financial Review

There was a fall in visitor income to £4,860 (2019: £42,339). The charity received donations of £90,854 (2019: £165,434), £1,894 of which were for restricted purposes (2019: £10,169). The charity also generated income of £1,838 (2019: £31,052) from running other events. The charity made use of all available government grants which totalled £59,531 in 2020. A successful insurance claim was made against the fall in income associated with the pandemic, £58,206 of this claim is shown as income for 2020.

Expenditure decreased to £164,043 from £237,387 in 2019.

Overall there was net income of £58,924 compared with £11,672 in 2019.

The charity held no restricted funds at the year end. Unrestricted funds increased to £4,156,425. The fixed assets total £4,147,244 of which the vast majority amounting to £4,115,294 consist of Arundells and its contents. This therefore leaves £82,087 of unrestricted funds for the charity's activities, including the maintenance of Arundells.

Investment Powers and Policy

The charity has the power to invest in any way the Trustees see fit. The charity's investments are, however, minimal.

Reserves Policy

The Trustees' policy is that the charity's free reserves (that is, excluding Arundells and its contents) should not be allowed to fall to a level which would imperil an orderly closure of the charity's operations.

TRUSTEES RESPONSIBILITIES IN RELATION TO THE FINANCIAL STATEMENTS

The law applicable to charities requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the charity's financial activities during the year and of its financial position at the end of the year. In preparing the financial statements giving a true and fair view, the Trustees should follow best practice and:

- Select suitable accounting policies and then apply them consistently.
- Make judgements and estimates that are reasonable and prudent.
- State whether applicable accounting standards and statements of recommended practice have been followed, subject to any departures disclosed and explained in the financial statements: and
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The Trustees are responsible for keeping accounting records which disclose with reasonable accuracy the financial position of the charity and which enable them to ascertain the financial position of the charity and which will enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Report) Regulations and the provisions of the trust deed. The Trustees are responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the Trustees and signed on their behalf

Peter Batey CMG OBE- Chairman

Date 23 October 2021

INDEPENDENT AUDITORS' REPORT TO
THE TRUSTEES OF THE SIR EDWARD HEATH CHARITABLE FOUNDATION

Opinion

We have audited the financial statements of The Sir Edward Heath Charitable Foundation for the year ended 31 December 2020, which comprise of the Statement of Financial Activities, the Balance Sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102: The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2020, and of the incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been properly prepared in accordance with the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing(UK) (ISAs(UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRCs 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 directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

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

Other information

The trustees are responsible for the other information. The other information comprises information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatements of this other information, we are required to report that fact.

We have nothing to report in this regard.

**INDEPENDENT AUDITORS' REPORT TO
THE TRUSTEES OF THE SIR EDWARD HEATH CHARITABLE FOUNDATION**

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees annual report.

We have nothing to report in respect of the following matters in relation to which the Charities Act 2011 requires us to report to you if, in our opinion:

- sufficient accounting records have not been kept;
- the financial statements are not in agreement with the accounting records and returns; or
- we have not obtained all the information and explanations necessary for the purposes of our audit.

Responsibilities of Trustees

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

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

Auditors responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in 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:

We ensured the engagement team collectively had appropriate competence and capabilities to recognise non-compliance with applicable laws and regulations. We identified the key laws applicable to the charity as those established in the Charity's constitution and wider Charity law, employment law and Health and Safety regulations. We assessed the susceptibility of the charity's accounts to material mis-statement by making enquiries of management and reviewing internal controls.

A further description of our responsibilities for the audit of the financial statements is located on the FRC website (www.frc.org.uk/auditorsresponsibilities) This description forms part of our auditors report.

This report is made solely to the charity's trustees, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Fletcher & Partners
Chartered Accountants and Statutory Auditors.

Crown Chambers, Bridge Street,
Salisbury, SP1 2LZ
29 October 2021

Fletcher & Partners is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

SIR EDWARD HEATH CHARITABLE FOUNDATION
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2020

	Note	Unrestricted Funds 2020	Restricted Funds 2020	Total Funds 2020	Total Funds 2019
INCOME FROM:					
Donations		88,960	1,894	90,854	165,434
Investments	3	48	-	48	160
Charitable activities					
Visitor income		4,860	-	4,860	42,339
Visitor merchandise income		40	-	40	975
Events		1,838	-	1,838	31,052
Sundry income		6,416	-	6,416	21
Other trading activities					
Private lettings		1,800	-	1,800	9,553
Other Income					
Government grants		59,531	-	59,531	-
Insurance claims		58,206	-	58,206	-
TOTAL INCOME		<u>£ 221,699</u>	<u>£ 1,894</u>	<u>£ 223,593</u>	<u>£ 249,534</u>
EXPENDITURE ON:					
Raising funds	4a	7,362	-	7,362	37,536
Charitable activities	4b	141,652	15,029	156,681	199,851
TOTAL EXPENDITURE		<u>£ 149,014</u>	<u>£ 15,029</u>	<u>£ 164,043</u>	<u>£ 237,387</u>
Net losses on investments		(626)	-	(626)	(475)
Net income/(expenditure)		72,059	(13,135)	58,924	11,672
Transfers between funds		-	-	-	-
NET MOVEMENT IN FUNDS		72,059	(13,135)	58,924	11,672
Total funds brought forward		<u>£ 4,084,366</u>	<u>£ 13,135</u>	<u>£ 4,097,501</u>	<u>£ 4,085,829</u>
Total funds carried forward		<u>£ 4,156,425</u>	<u>£ -</u>	<u>£ 4,156,425</u>	<u>£ 4,097,501</u>

The notes on pages 9 to 12 form part of these accounts

SIR EDWARD HEATH CHARITABLE FOUNDATION
BALANCE SHEET
AS AT 31 DECEMBER 2020

	<u>Note</u>	<u>2020</u>	<u>2019</u>
FIXED ASSETS:			
Tangible Assets	7	30,575	35,050
Heritage Assets	8	4,115,294	4,036,942
Investments	9	1,375	2,001
		<u>4,147,244</u>	<u>4,073,993</u>
CURRENT ASSETS:			
Debtors	10	77,226	18,398
Cash at bank and in hand		<u>14,549</u>	<u>15,256</u>
		91,775	33,654
LIABILITIES:			
CREDITORS: Amounts falling due within one year	11	<u>9,688</u>	<u>10,146</u>
NET CURRENT ASSETS		<u>82,087</u>	<u>23,508</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		4,229,331	4,097,501
NON-CURRENT LIABILITIES			
Loan	14	<u>72,906</u>	<u>-</u>
TOTAL NET ASSETS		<u>£4,156,425</u>	<u>£4,097,501</u>
THE FUNDS OF THE CHARITY:			
Unrestricted funds - General Fund		4,156,425	4,084,366
Restricted funds		-	13,135
TOTAL CHARITY FUNDS		<u>£4,156,425</u>	<u>£4,097,501</u>

Signed on behalf of the Board of Trustees

Peter Batey CMG OBE- Chairman

Approved by the Trustees:

23 October 2021

The notes on pages 9 to 12 form part of these accounts

SIR EDWARD HEATH CHARITABLE FOUNDATION
NOTES FORMING PART OF THE FINANCIAL STATEMENTS
AS AT 31 DECEMBER 2020

1. PRINCIPAL ACCOUNTING POLICIES

a. Basis of Accounting

The financial statements of the Charity are prepared in accordance with the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) published on 16 July 2014, the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011. No adjustments were required as a result of the transition to these standards. The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes to these accounts.

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

There are no material uncertainties about the charity's ability to continue as a going concern, see note 15 for further information.

b. Fund Structure

Unrestricted funds comprise those funds which the trustees are free to use in accordance with the charitable objects.

Restricted funds are funds which can only be used for particular purposes within the objects of the Trust. Restrictions arise either when they are specified by the donor or when funds are raised for a specific purpose.

c. Income

Voluntary income including donations, gifts and legacies and grants that provide core funding or on general nature are recognised where there is entitlement, certainty of receipt and the amount can be measured with sufficient reliability.

Visitor income is recognised at the date the visit takes place. Deposits received in advance are treated as deferred income in the accounts.

Investment income is recognised on a receivable basis.

d. Expenditure

Expenditure is accounted for on an accruals basis.

Charitable activities include all expenditure associated with the maintenance of Arundells, and includes governance costs.

Governance costs comprise the costs of audit, legal advice and compliance with constitutional and statutory requirements.

e. Tangible Fixed Assets

Fixed assets are stated at cost less accumulated depreciation. Individual assets costing £500 or more are capitalised and depreciation is calculated to write off the costs over their expected useful economic lives as follows:

Fixtures and Fittings	10% straight line basis
-----------------------	-------------------------

f. Heritage Assets

No depreciation is provided on the assets acquired through the original gift from the Estate of Sir Edward Heath. It is the policy of the Foundation to carry out annually a full repair and maintenance programme such that the residual values of these assets, based on prices prevailing at the date of acquisition or the 2005 probate value, as applicable, are at least equal to their carrying value. Significant repairs that will reoccur on a cyclical basis will be capitalised and depreciated over their expected lifetime. Carrying values are reviewed annually and provision made, if necessary, for any impairment in value. The Trustees have no intention to acquire or dispose of any heritage assets in the near future.

g. Investments

Fixed asset investments are held to generate income. Investments are stated at market value (mid market price) as at the balance sheet date. The Statement of Financial Activities includes the net gains and losses arising on revaluation and disposals throughout the year.

Other recognised gains and losses

All gains and losses are taken to the Statement of Financial Activities as they arise. Realised gains and losses on investments are calculated as the difference between the sale proceeds and opening market value (or purchase date if later). Unrealised gains and losses are calculated as the difference between the market value at the year end and opening market value (or purchase date if later).

i. Debtors

Debtors are measured at the amounts the charity anticipates it will receive from a debt or the amount it has paid in advance for goods or services.

j. Cash at bank and in hand

Cash at bank and in hand includes cash and cash on deposit.

SIR EDWARD HEATH CHARITABLE FOUNDATION
NOTES TO THE ACCOUNTS (CONTINUED)
AS AT 31 DECEMBER 2020

1. PRINCIPAL ACCOUNTING POLICIES (CONTINUED)

k. Liabilities

Liabilities are measured at the amounts the charity anticipates it will pay to settle a debt or the amount it has received as an advance payment for goods or services it must provide.

l. Financial Instruments

The charity only has financial assets and liabilities of a kind that qualify as basic financial instruments. They are initially recognised at transaction value and subsequently measured at their settlement value.

m. Pension Costs

The charity operates a defined contribution scheme for its employees. Contributions are charged in the accounts as incurred.

2. INCOME FROM DONATIONS

	Unrestricted 2020	Restricted 2020	Total 2020	Total 2019
Income from donations	88,960	1,894	90,854	165,139
Income from sponsorship	-	-	-	-
Income from grants	-	-	-	-
Membership from Friends	-	-	-	295
	<u>£ 88,960</u>	<u>£ 1,894</u>	<u>£ 90,854</u>	<u>£ 165,434</u>

3. INCOME FROM INVESTMENTS

Income from listed investments	48	-	48	160
	<u>£ 48</u>	<u>£ -</u>	<u>£ 48</u>	<u>£ 160</u>

All investment income is unrestricted.

4. EXPENDITURE ON

a. RAISING FUNDS

Fundraising expenditure	7,362	-	7,362	34,926
Fundraising trading expenditure	-	-	-	2,610
	<u>£ 7,362</u>	<u>£ -</u>	<u>£ 7,362</u>	<u>£ 37,536</u>

b. CHARITABLE ACTIVITIES

Maintenance and running of Arundells	96,240	15,029	111,269	128,325
Expenditure relating to the opening of Arundells to the public	40,336	-	40,336	39,788
Event costs	281	-	281	20,075
Governance costs (Note 5)	4,795	-	4,795	11,663
	<u>£ 141,652</u>	<u>£ 15,029</u>	<u>£ 156,681</u>	<u>£ 199,851</u>

5. GOVERNANCE COSTS

Auditors' remuneration : audit	2,000	-	2,000	2,000
: for other services	2,121	-	2,121	2,331
Legal fees	-	-	-	6,725
Trustees' expenses	674	-	674	607
	<u>£ 4,795</u>	<u>£ -</u>	<u>£ 4,795</u>	<u>£ 11,663</u>

Trustees received no remuneration or benefits (2019 - £nil). No trustees (2019: Nil) were reimbursed any (2019: £Nil) travelling expenses or any other expenses incurred on the charity's behalf. Trustee indemnity insurance of £674 (2019: £607) was paid during the year.

In common with many other businesses of our size and nature we use our auditors to assist with the preparation of the financial statements and some tax compliance.

SIR EDWARD HEATH CHARITABLE FOUNDATION
NOTES TO THE ACCOUNTS (CONTINUED)
AS AT 31 DECEMBER 2020

6. STAFF COSTS

	2020	2019
Salaries and wages	86,556	92,097
Social security costs	2,256	3,234
Pension costs	3,417	3,122
	<u>£92,229</u>	<u>£98,453</u>

The staff costs are wholly chargeable to charitable expenditure. No employee had emoluments in excess of £60,000 (2019 - nil).

The total remuneration paid to key management personnel in the year was £45,451. (2020: £43,910)

The average headcount of employees, including part time, analysed by function, were:

	2020	2019
Administration, curating and maintenance	4	3
Guides and reception staff	5	6
	<u>9</u>	<u>9</u>

7. TANGIBLE FIXED ASSETS

	Fixtures & Fittings	Total
COST		
At 1 January 2020	44,752	44,752
Additions	-	-
Disposals	-	-
Transfer	-	-
	<u>£ 44,752</u>	<u>£ 44,752</u>
At 31 December 2020	£ 44,752	£ 44,752
DEPRECIATION		
At 1 January 2020	9,702	9,702
Charge for the year	4,475	4,475
Disposals	-	-
	<u>£ 14,177</u>	<u>£ 14,177</u>
At 31 December 2020	£ 14,177	£ 14,177
NET BOOK VALUE		
At 31 December 2020	<u>£ 30,575</u>	<u>£ 30,575</u>
At 31 December 2019	<u>£ 35,050</u>	<u>£ 35,050</u>

8. HERITAGE ASSETS

	Freehold House	House Contents	Depreciable Maintenance	Total
COST				
At 1 January 2020	3,053,452	983,490	-	4,036,942
Additions	800	-	80,226	81,026
Disposals	-	-	-	-
Transfer	-	-	-	-
	<u>£ 3,054,252</u>	<u>£ 983,490</u>	<u>£ 80,226</u>	<u>£ 4,117,968</u>
At 31 December 2020	£ 3,054,252	£ 983,490	£ 80,226	£ 4,117,968
DEPRECIATION				
At 1 January 2020	-	-	-	-
Charge for the year	-	-	2,674	2,674
Disposals	-	-	-	-
	<u>-</u>	<u>-</u>	<u>2,674</u>	<u>2,674</u>
At 31 December 2020	-	-	2,674	2,674
NET BOOK VALUE				
At 31 December 2020	<u>£ 3,054,252</u>	<u>£ 983,490</u>	<u>£ 77,552</u>	<u>£ 4,115,294</u>
At 31 December 2019	<u>£ 3,053,452</u>	<u>£ 983,490</u>	<u>£ -</u>	<u>£ 4,036,942</u>

No capital expenditure has been contracted for at 31 December 2020.

SIR EDWARD HEATH CHARITABLE FOUNDATION
NOTES TO THE ACCOUNTS (CONTINUED)
AS AT 31 DECEMBER 2020

8. HERITAGE ASSETS (CONTINUED)

These assets comprise Arundells and its contents which the trustees consider constitute heritage assets within the definition of FRS 102 section 34. Arundells, which is located in Salisbury Cathedral Close, was acquired by and lived in by Sir Edward Heath during the latter part of his life; and the contents consist of the furniture, works of art and other articles acquired by Sir Edward over his lifetime.

9. FIXED ASSET INVESTMENTS

Listed investments

Market value at 1 January 2020	2,001
Net loss on revaluation	(626)
Market value at 31 December 2020	<u>£1,375</u>

10. DEBTORS

	<u>2020</u>	<u>2019</u>
Other debtors	66,956	7,969
Prepayments and accrued income	10,270	10,429
	<u>£77,226</u>	<u>£18,398</u>

11. CREDITORS: Amounts falling due within one year

	<u>2020</u>	<u>2019</u>
Accruals	8,149	8,167
Other creditors	1,539	1,979
	<u>£9,688</u>	<u>£10,146</u>

NON-CURRENT LIABILITIES:

	<u>2020</u>	<u>2019</u>
Loans	72,906	-
	<u>£72,906</u>	<u>-</u>

13. Analysis of net assets between funds

	<u>Unrestricted Fund</u>	<u>Restricted Fund</u>	<u>Total Funds</u>
Fixed assets	4,147,244	-	4,147,244
Cash at bank and in hand	14,549	-	14,549
Other current assets	77,226	-	77,226
Creditors amounts falling due within one year	(9,688)	-	(9,688)
Creditors amounts falling due beyond one year	(£72,906)	-	(72,906)
	<u>£4,156,425</u>	<u>-</u>	<u>£4,156,425</u>

14. RELATED PARTY TRANSACTIONS

Donations of £72,232 (excluding gift aid) were received from trustees during the year.

As at 31 December 2020 the charity owed P. Batey £72,906, being a loan supplied to fund required repairs and redecorations to the exterior of Arundells.

15. COVID-19 PANDEMIC

The COVID-19 pandemic was declared early in 2020 and these accounts reflect the consequences for the charity of the actions taken by the UK Government in its attempts to mitigate the effects. These included the closing of Arundells to the public and a substantial reduction in income from other fundraising events. It is expected that the effects of COVID -19 will continue to be felt throughout 2021 and beyond.

From a financial viewpoint the charity has attempted to manage the situation by curtailing its activities, reducing costs where possible (including agree that staff should be put on furloughing or short-time working where appropriate), and taking advantage of Government assistance including the Coronavirus Job Retention Scheme and the provisions for the deferral of tax payments.

While the effect on the charity's activities and its finances has been substantial, at the end of 2020 the financial position was markedly stronger than at the start, with net current assets of £82,087. As a consequence the Trustees consider that the charity will continue to operate for the foreseeable future and that it is therefore correct to prepare the accounts on the going concern basis.