

Registered Charity No: 1115263

WILLIAM WALTON AND LA MORTELLA TRUST

Report and Financial Statements

For the year ended 31 December 2020

WILLIAM WALTON AND LA MORTELLA TRUST

Contents

Reports

Legal and administrative information	1
Report of the trustees	2-6
Independent auditor's report	7-9

Accounts

Statement of financial activities	10
Statement of financial position	11
Notes to the accounts	12-16

WILLIAM WALTON AND LA MORTELLA TRUST

Legal and administrative information

Patron	HRH The Prince of Wales, KG
Trustees	John F da Luz Camacho Alessandra Vinciguerra Caroline Howard
Registered Office	89 Judd Street London WC1H 9NE
Charity Registration Number	1115263
Auditors	TC Group 76 New Cavendish Street London W1G 9TB
Bankers	Charities Aid Foundation Bank Limited 25 Kings Hill Avenue Kings Hill West Malling Kent ME19 4JQ

WILLIAM WALTON AND LA MORTELLA TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 December 2020

The trustees present their report together with the financial statements of William Walton and La Mortella Trust for the year ended 31 December 2020. The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's trust deed, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102)" (as amended for accounting periods commencing from 1 January 2019).

Structure, governance and management

The Trust is governed by a Trust deed dated 26 June 2006 and is a registered charity, number 1115263. The Trust was established by an initial gift from Lady Walton following the death of her husband, Sir William Walton in 1983. Lady Walton died on March 21, 2010. The Trust does not actively fundraise and seeks to continue its work through careful stewardship of existing resources.

The Trustees are appointed by the Board and serve for three years after which period they may put themselves forward for re-appointment. The Trust Deed does not state a limit to the number of Trustees.

At the six monthly trustees' meetings the trustees agree the broad strategy and areas of activity for the Trust, including consideration of grant making, investment, reserves and risk management policies and performance. The day to day administration of grants and the processing and handling of applications prior to consideration by the Trustees is delegated to the Administrator.

Newly appointed trustees undergo an orientation session to brief them of their legal obligations under charity law, the content of the Trust Deed, and the decision making processes, the role of the Administrator and recent financial performance. Prior to taking up the post trustees meet the key persons associated with the running of the Trust.

Risk management

The Trustees have assessed the major risks to which the charity is exposed, in particular those relating to the specific operational areas of the charity and its finances. The Trustees believe that by monitoring reserve levels, by ensuring controls exist over key financial systems, and by examining the operational and business risks faced by the charity, they have established effective systems to mitigate those risks.

Objectives and activities

To promote public education and research (including publication of the useful results of such research) in the following areas:

The art of music

The flora of the Mediterranean and the tropics

The art of garden design and landscape architecture

To maintain, consolidate and extend the garden, collection of plants, and gardening in a sustainable, environmentally responsible way.

To enrich the museum and performance facilities (including but not limited to the recital hall and the Greek theatre) at La Mortella for the benefit of the public (and particularly for the benefit of young people and people who are not able-bodied).

WILLIAM WALTON AND LA MORTELLA TRUST

REPORT OF THE TRUSTEES (CONTINUED) FOR THE YEAR ENDED 31 December 2020

To establish and maintain a museum for the display of William Walton memorabilia, musical artefacts and other items of musical interest so as to promote public education in the works of Sir William Walton and his music.

The objectives for the year 2020 were:

- As 2020 marks the 10th anniversary of the death of Lady Walton, the Trustees in collaboration with the Italian Fondazione plan to organize a celebration of the life and achievement of the Founder, that will include the inauguration of a permanent display of clothes, jewels and hats; an exhibition of documents and photograph from the Archive; a symposium on her role in the international gardening scene with internationally renowned garden experts and a celebration concert. Preferred date for this is 21th March 2020. Various agencies and organizations have proposed a partnership on this plan and they are currently being reviewed.
- To keep organizing an interesting and varied program of concerts in collaboration with musical institutions throughout Europe;
- To continue the collaboration with the various institutions that organize the International Festival of Philosophy in Ischia
- To organize a gardening course for a restricted number of students, with the aim of developing high level master classes in the field of gardening and landscape architecture
- To keep developing sustainable gardening methods and inspiring the general public about the benefits of being good environmental stewards through responsible use of natural resources.
- To keep developing the collection of rare plants at La Mortella, providing the general public with information through printed material and increasing the importance of La Mortella as a centre for conservation, education and horticultural display for the benefit of the general public.

In reviewing our activities for the year and our plans for the future, we have had regard to the Charity Commission's general guidance on public benefit.

Grant-making policy

Grants will be made to those bodies who request support in research of the flora of the Mediterranean and the tropics, the art of music with relation to the work of William Walton, and to the art of garden design and landscape architecture.

It is intended that those who benefit from the charity's work will include young professional and amateur musicians, horticulturalists and landscape designers.

Achievements and performance

The beginning of the year 2020 looked normal and the Trustees were planning to celebrate the 10th anniversary of Lady Walton's death with a special series of events including concerts, a symposium, and the display of her clothes in the Museum at Ischia.

The William Walton Scholarship in collaboration with the School of Music of Fiesole-Florence was awarded to the Kaleidos Quartet, which as customary should have performed in a concert at La Mortella in the Spring.

WILLIAM WALTON AND LA MORTELLA TRUST

REPORT OF THE TRUSTEES (CONTINUED) FOR THE YEAR ENDED 31 December 2020

However every activity stopped with the outbreak of the pandemic. In March, when Italy and then UK went into national lockdown, everything came to a halt. In Ischia all employees in the gardens were forced to stay home. Only later in April the gardeners could return to work, albeit in part time, to allow the maintenance and survival of the botanical collections. The celebrations for Lady Walton's were cancelled, and the opening of the garden to the public and the concert programs had to be postponed.

It was possible to reopen the gardens only in mid June, provided that numbers of visitors were restricted. The local staff had to comply to all the anti-Covid measures, with a strong focus on cleaning and sanitization.

In September it was possible to resume chamber music concerts, albeit with half the audience, reservations required, distanced seats, registration and tracking of spectators. In total in 2020 we managed to organize 15 chamber music concerts.

The trustees had to cancel all commitments and meetings, and every activity went into a suspended state. It was decided to reevaluate the need to extend this temporary suspension as the situation evolved and to keep a constant and open flow of communication. .

Given the persistence of the pandemic, it was impossible to make plans for the future.

WILLIAM WALTON AND LA MORTELLA TRUST

REPORT OF THE TRUSTEES (CONTINUED) FOR THE YEAR ENDED 31 December 2020

Financial review

The financial results for the year ended 31 December 2020 are set out on pages 10 to 16.

Investment policy

The Trustees meet annually to assess the investment policy. The main objective is to reduce the risk associated with the Trust's investments.

At 31 December 2020, there was no investment.

Plans for the future

The plans for 2021 are: to keep evaluating the evolution of the pandemic and react accordingly. It is recommended that the staff in Ischia get their vaccination as soon as possible and that they prepare to reopen the garden if the Italian situation and legislation allow it. The Trustees plan to contact some musical institutions that have worked with in the past, to check their situation in view of the pandemic and help.

Trustees

The Trustees in office during the year were as follows:

John F da Luz Camacho
Alessandra Vinciguerra
Caroline Howard

Trustees' responsibilities statement

The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

WILLIAM WALTON AND LA MORTELLA TRUST

**REPORT OF THE TRUSTEES (CONTINUED)
FOR THE YEAR ENDED 31 December 2020**

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

Select suitable accounting policies and then apply them consistently.
Observe the methods and principles in the Charities SORP.
Make judgements and estimates that are reasonable and prudent.
Follow applicable accounting standards and statements of recommended practice, subject to any material departures disclosed and explained in the accounts.
Prepare the accounts on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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

Approved by the trustees and signed on their behalf:



John F. da Luz Camacho

Trustee

Approved by the Trustees on

25/3/22

WILLIAM WALTON AND LA MORTELLA TRUST

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF WILLIAM WALTON AND LA MORTELLA TRUST FOR THE YEAR ENDED 31 December 2020

Opinion

We have audited the financial statements of the William Walton and La Mortella Trust (the 'charity') for the year ended 31 December 2020 which comprise the Statement of Financial Activities, the Statement of Financial Position and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

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

Basis for opinion

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

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

WILLIAM WALTON AND LA MORTELLA TRUST

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF WILLIAM WALTON AND LA MORTELLA TRUST FOR THE YEAR ENDED 31 December 2020

Other information

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

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

We have nothing to report in this regard.

Matters on which we are required to report by exception

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

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

Responsibilities of trustees

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

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

WILLIAM WALTON AND LA MORTELLA TRUST

**INDEPENDENT AUDITOR'S REPORT (CONTINUED)
TO THE TRUSTEES OF WILLIAM WALTON AND LA MORTELLA TRUST
FOR THE YEAR ENDED 31 December 2020**

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 145 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

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

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

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



Mark Levy (Senior Statutory Auditor)
76 New Cavendish Street, London W1G 9TB
For and on behalf of
TC Group

Dated: 29 March 2022

TC Group are eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

WILLIAM WALTON AND LA MORTELLA TRUST

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 December 2020**

		2020	2019
		Unrestricted	Unrestricted
		Funds	Funds
	Notes	£	£
<u>Income and endowments from:</u>			
Donations and legacies	2	-	-
Investment	3	768	1,261
Other	4	231,301	271,670
Total income and endowments		232,069	272,931
<u>Expenditure on:</u>			
Charitable activities	5	(147,225)	(35,766)
Total expenditure		(147,225)	(35,766)
Net income and net movement in funds		84,844	237,165
Reconciliation of funds			
Balances brought forward			
At 1 January 2020		1,565,609	1,328,444
Balances carried forward			
At 31 December 2020		1,650,453	1,565,609
		=====	=====

All incoming and outgoing resources relate to the general fund, which is unrestricted.

WILLIAM WALTON AND LA MORTELLA TRUST

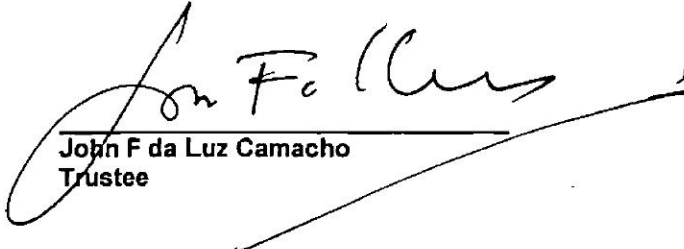
STATEMENT OF FINANCIAL POSITION
AS AT 31 December 2020

	Notes	2020 £	2019 £
Current assets			
Debtors due within one year	8	397,505	351,331
Cash at bank and in hand		1,263,404	1,222,414
Creditors: Amounts falling due within one year	9	(10,456)	(8,136)
Total assets less current liabilities		<u>1,650,453</u>	<u>1,565,609</u>
Represented by:			
Funds and reserves			
Unrestricted funds		<u>1,650,453</u>	<u>1,565,609</u>

All assets and liabilities relate to the general fund, which is unrestricted.

The Accounts were approved by the Trustees on
and signed on their behalf by:

25/3/22


John F da Luz Camacho
Trustee

WILLIAM WALTON AND LA MORTELLA TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 December 2020

1. Accounting policies

Charity information

William Walton and La Mortella Trust is a Charity registered in England and Wales. The registered address is 89 Judd Street London WC1H 9NE.

Accounting convention

The accounts have been prepared in accordance with the Charity's trust deed, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102)" (as amended for accounting period commencing from 1 January 2019).

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

The accounts have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

Going concern

At the time of approving the accounts, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. Thus the Trustees continue to adopt the going concern basis of accounting in preparing the accounts.

Charitable funds

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

Income

Incoming resources are recognised in the period in which the charity is entitled to receipt and the amount can be measured with reasonable certainty.

With the exception of income arising from donations, all income is credited to the statement of financial activities on a receivable basis.

Donations are credited to the statement of financial activities in the period in which they are received.

WILLIAM WALTON AND LA MORTELLA TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 December 2020

Expenditure

Expenditure is included in the statement of financial activities when incurred and includes attributable VAT which cannot be recovered.

Resources expended comprise the following:

- a. Charitable activities include grant payments, which are included in the statement of financial activities when approved and when the intended recipient has either received the funds or been informed of the decision to make the grant and has satisfied all related conditions. Grants where the beneficiary has not been informed or has to meet certain conditions before the grant is released are not accrued for but are noted as financial commitments in the notes to the accounts.
- b. Governance costs comprise the costs incurred by finance and human resources which are directly attributable to the management of the charity's assets, organisational procedures and the necessary legal procedures for compliance with statutory requirements.

Cash flow

The accounts do not include a cash flow statement because the charity, as a small reporting entity, is exempt from the requirement to prepare such a statement under Financial Reporting Standard 1 "Cash flow statements".

Cash and cash equivalents.

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS102 to all of its financial instruments.

Financial instruments are recognised in the Statement of Financial Position when the charity becomes part to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financial transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

WILLIAM WALTON AND LA MORTELLA TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 December 2020

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligation to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

2. Donations and legacies

	2020 £	2019 £
Donations	-	-
Legacies	-	-
	<u>-</u>	<u>-</u>
	=====	=====

3. Income from Investments

	2020 £	2019 £
Interest receivable	768	1,261
	<u>768</u>	<u>1,261</u>
	=====	=====

4. Other income

	2020 £	2019 £
Royalty income	231,301	271,670
	<u>231,301</u>	<u>271,670</u>
	=====	=====

5. Charitable activities

	2020 £	2019 £
Grants (see note 6)	125,700	16,000
Support costs (see note 7)	21,525	19,766
	<u>147,225</u>	<u>35,766</u>
	=====	=====

WILLIAM WALTON AND LA MORTELLA TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 December 2020

6. Grants

The charity makes grants to institutions in accordance with its grant making policy set out in the trustees' report.

	2020 £	2019 £
<u>Institutions</u>		
Fondazione William Walton e La		
Mortella – garden and educational activities	100,000	-
The William Walton Trust	20,000	15,000
Chatham's School of Music Walton Scholarship	2,500	-
Royal College of Music	2,000	-
Royal Opera House	400	-
Dr J H Williams	500	-
A J Kendall	300	-
Royal Central School of Speech and Drama	-	500
Youth Symphony Orchestra	-	500
	<u>125,700</u>	<u>16,000</u>
	=====	=====

7. Support costs

	2020 £	2019 £
Festival co-ordination	12,840	11,532
Partita arrangement fee	-	-
<u>Governance costs:</u>		
Audit fees	7,980	7,980
Miscellaneous expenses	705	254
	<u>21,525</u>	<u>19,766</u>
	=====	=====

8. Debtors: due within one year

	2020 £	2019 £
Charity repayment claim	397,505	351,331
	=====	=====

9. Creditors: amounts falling due within one year

	2020 £	2019 £
Accruals - Audit & Accountancy	8,136	8,136
- Professional fees	2,320	-
	<u>10,456</u>	<u>8,136</u>
	=====	=====

WILLIAM WALTON AND LA MORTELLA TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) **FOR THE YEAR ENDED 31 December 2020**

10. Trustees' remuneration expenses and arrangements

No trustees were reimbursed for expenses during the year (2019: £nil).

No remuneration was received by any of the trustees. No trustee had any beneficial interest in any contract with the charity during the year.

11. Taxation

William Walton and La Mortella Trust is a registered charity and therefore, is not liable to income tax or corporation tax on income or gains derived from its charitable activities, as they fall within the various exemptions available to registered charities.

12. Related party disclosures

The three trustees are also trustees of The William Walton Trust (registered charity number: 289605). During the year, the charity gave donations totalling £20,000 (2019: £15,000) to The William Walton Trust.

During the year, amounts totalling £100,000 (2019: £nil) were donated to Fondazione William Walton e La Mortella, a charity based in Italy associated with the Trust. One of the trustees is the president of the Italian charity, while another trustee is on the board of trustees of the Italian charity.