

THE VAUGHAN WILLIAMS CHARITABLE TRUST

REGISTERED CHARITY NO: 1123968

ACCOUNTS

FOR THE YEAR ENDED 31 DECEMBER 2021

THE VAUGHAN WILLIAMS CHARITABLE TRUST

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THE VAUGHAN WILLIAMS CHARITABLE TRUST
TRUSTEES ANNUAL REPORT
FOR THE YEAR ENDED 31 DECEMBER 2021

Reference and Administrative Information

Charity Name	The Vaughan Williams Charitable Trust Registered Charity No: 1123968 (England & Wales)
Governing Instrument	Deed of trust dated 9 October 2000 as amended 24 September 2001 as amended 27 September 2012
Trustees	Ms Sally Groves (Chair) Dr Nicolas Bell Mr Andrew Dixon Miss Eva Hornstein Dr Joyce Kennedy (Died 1 July 2021) Mr Bernie Watson
Principal Office of the Charity	10 Queen Street Place London EC4R 1AG
Director	Mr Hugh Cobbe Fox House North End Newbury RG20 0AY
Secretary to the Board of Trustees	Mr Nicholas Williams
Accountants	Haysmacintyre LLP 10 Queen Street Place London EC4R 1AG
Auditor	Leonard Jones & Co 1 Printing House Yard London E2 7PR
Banker	Allied Irish Bank Mayfair Branch 10 Berkeley Square London W1J 6AA CAF Bank Ltd 25 Kings Hill Avenue West Malling Kent, ME19 4JQ
Investment Manager	Investec Wealth & Investment 30 Gresham Street London EC2V 7QN
Website	www.vwct.org.uk

THE VAUGHAN WILLIAMS CHARITABLE TRUST

TRUSTEES ANNUAL REPORT (Continued)

Report of the trustees for the year ended 31 December 2021

The trustees of the Vaughan Williams Charitable Trust present their Report and accounts for the year ended 31 December 2021, comparative period for the trust is for the 14 month period 31 December 2020. The trustees have agreed with their sister charity the RVW Trust (Charity No. 1066977) to merge the assets of their respective charities into a new Charitable Incorporated Organisation, the Vaughan Williams Foundation (No: 1193080). The charity will become active on 1 January 2023. 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 the Statement of Recommended Practice, Accounting and Reporting by Charities (Second Edition, effective 1 January 2019).

Structure, Governance and Management

The Charity is an unincorporated trust, constituted under a trust deed dated 9 October 2000 and a supplementary deed dated 27 September 2012 and is a registered charity, number 1123968.

New trustees, when required, will be found by the existing trustees. When recruiting new trustees the trustees look for individuals with skills and experience which are of value to the Trust and which are not necessarily represented by existing trustees. Any potential trustees will be interviewed by the existing trustees and if appointed will be provided with a pack of information including accounts and a copy of the trust deed. The trustees' professional advisors all organise events such as seminars, which trustees have the opportunity to attend. The trustees, who meet twice a year, administer the affairs of the charity. They consider recommendations and make final decisions on the award of grants. Day to day processing of applications is delegated to the Director.

Risk Management

The trustees have assessed the major risks to which the Trust is exposed, in particular those risks related to the operation and finances of the Trust, and are satisfied that systems are in place to mitigate exposure to the major risks, although it is recognised that systems can only provide reasonable, not absolute, assurance. These systems are reviewed at least once every year.

The Trustees have identified specific risks pertaining to Governance, Operational delivery, Finance, Reputation, Environment and Compliance. These risks have been mitigated through the Trust's procedures, policies and reporting structures and are monitored by the board through an annual review process.

Going Concern

At 31 December 2021 the Trust had Investments totalling £3,643,218 and bank balances, after taking into account debtors and creditors, of £220,594.

Consequently, the Trustees do not consider that there are any material uncertainties about the Charity's ability to meet its ongoing liabilities as they fall due. The Trustees do, however, intend to transfer all of the assets, liabilities and activities of the Charity into a new charity, The Vaughan Williams Foundation, with effect from 1 January 2023. The intention is to merge the charity's assets, liabilities and activities with another similar charity's assets, liabilities and activities that it is intended will be transferred simultaneously into The Vaughan Williams Foundation. Accordingly, the Charity does not meet the definition of a going concern within paragraph 3.8 of FRS 102 in that it will not continue to operate for 12 months from the date of approval of these financial statements. Accordingly, these financial statements are prepared on a basis other than the going concern basis, although trustees do not consider any further liabilities will arise as a result of the intended transfer; and as the Charity's fixed assets will be transferred into the new charity and continue as such in that entity, Trustees do not feel it appropriate to reclassify fixed assets as current assets. The financial statements are therefore materially equivalent to how they would have been presented had they been prepared under the going concern basis of accounting.

Objects and grant policy

The Trust's primary object is to promote knowledge about Ralph Vaughan Williams and performance of his works. It does this by making grants in support of eligible projects.

THE VAUGHAN WILLIAMS CHARITABLE TRUST

TRUSTEES ANNUAL REPORT (Continued)

Objects and grant policy (con't)

The trustees have decided that for the present, grant-giving will be confined to their primary object: the advancement anywhere in the world of the education of the public in the knowledge, understanding and appreciation of the life and works of the late Ralph Vaughan Williams, and similarly for the works of his widow, the late Ursula Vaughan Williams.

The Trust has general charitable purposes set out in its trust deed. The Trust's grant-making policy (which is set out in general guidelines for applicants) is as follows:

1. The publication of hitherto unpublished works of Ralph Vaughan Williams or the origination by existing publishers of new scores and performing material for works already published.
2. The performance of works by VW, either where they are rarely performed (such as the operas) or where the context is special, such as local music societies or festivals.
3. The recording of neglected VW works, especially the creation of DVDs of the operas.
4. Research into the music of VW.
5. The acquisition by public institutions of VW research material, such as autograph manuscripts or original correspondence.

Financial Position and Results of the year

Net unrestricted income totalled £12,466 (2020: £177,810). The value of the Expendable Endowment at 31 December 2021 was £4,518,174 (2020: £4,235,281). The value of investments at 31 December 2021 was £3,643,218 (2020: £3,221,244). The comparatives relate to the 14 month period ended 31 December 2020.

Investment Power

Under section 3 Trustee Act 2000, the Trustees have a general power of investment. This means that they can make any kind of investment that they could make if they were absolutely entitled to the assets of the trust.

Investment Policy

Under section 15 Trustee Act 2000, the trustees are obliged to have in place an investment policy statement giving guidance as to how the investment functions which they are delegating to their investment managers should be exercised. This statement must be reviewed regularly.

The Trustees have engaged Investec Wealth & Investment as their fund managers, and have specified in their investment policy statement that they intend that the real value of the Trust Fund should be maintained over the long term by investment in a portfolio comprised of good quality and diverse equities, well managed investment trusts, bonds and cash. The managers are instructed to prioritise achieving capital growth over income in the period between now and 2028 (see "reserves policy" below), and to adopt a medium to high risk investment strategy.

The managers' performance is to be reviewed regularly against the following bespoke benchmark:

40% FTSE All Share index
10% FTSE British Government All Stocks index
40% FTSE World Excl UK index
5% IPD Monthly index
5% Bank of England Base rate + 2%.

Investment Performance

In the 12 months to 31 December 2021, (the investment reports are prepared once per quarter), the fund increased by 11.46% against the benchmark of 16.36%. Global equity markets produced strong returns over the 12 months, helped by the reopening of the global economy as Covid restrictions were lifted and vaccines rolled out to populations. Many of the companies and sectors hit hardest by the restrictions from the pandemic (which weren't held by the manager) saw their share prices rise the most on the back of this which resulted in the underperformance of the portfolio relative to the benchmark over the period.

THE VAUGHAN WILLIAMS CHARITABLE TRUST

TRUSTEES ANNUAL REPORT (Continued)

Reserves Policy

The Trust's main source of income is its copyright interests in the works of Ralph Vaughan Williams, which aim to produce an income of over £200,000 per annum, and will expire on 31 December 2028.

The Trustees' aim is to accumulate in the region of £6M of investments by 2028, in order to make running the Trust economically viable in the longer term. In order to achieve this, the Trustees have decided to retain and invest all income arising from the Trust's investment portfolio as well as 20% of the copyright income until 2028, with the aim of producing an income portfolio of £220,000 per annum by 2028.

The policy to accumulate income into a capital fund requires the approval of the Charity Commission. The trustees have approved a deed to give themselves power to create an expendable endowment by accumulating all or any part of the Trust's annual income and investing it as capital. Approval was received on 27 September 2012 from the Charity Commission.

Key Management Personnel

The trustees consider the board of trustees and the director comprise the key management personnel of the charity in charge of directing and controlling, running and operating the Trust on a day to day basis. All trustees give of their time freely and no trustee received remuneration in the year. Details of trustees expenses and related party transactions are disclosed in note 10 to the accounts.

Public Benefit

The Trustees confirm that they have complied with the duty in section 4 of the Charities Act 2011 to have due regard to public benefit guidance published by the Commission in determining the activities undertaken by the Charity.

Objectives, Activities and Achievements in the Year

The major assets of the Trust are the Investments and copyright interests held by the late Ursula Vaughan Williams and bequeathed by her to the Trust. These subsist in the works of her deceased husband, the composer Ralph Vaughan Williams, and in her own literary works. The Trust maintains close working relationships with the various publishers of Vaughan Williams's music and has provided, and continues to provide, financial support for the making of new editions of existing works and for the publication of hitherto unpublished works. In the year under review no works were published for the first time but work was completed on new editions of Sir John in Love and Folk Songs of the Four Seasons (Oxford University Press), on the reconstruction of the Sonata for Horn and Piano of c.1900 (Boosey & Hawkes), and of A Sea Symphony (Stainer & Bell) in readiness for publication in 2022 during the celebration of the 150th anniversary of the birth of Vaughan Williams.

While the objects of the Charity are widely drawn, the Trustees have a policy to limit the scope of grants to supporting performances of and educating the public about the music of Vaughan Williams himself, subject to some support being directed towards the literary works of Ursula Vaughan Williams and to a small extent towards wildlife preservation. The continued effects of the COVID pandemic during the year had an effect on live performances so that many of the events for which grants were offered were unable to take place as planned. In many cases they were postponed to 2022 or even 2023, and the Trust agreed that the grant offered would still be available when they eventually took place. A list of grants made during the year is given in Note 12 to the accounts. The following list of the largest grants includes grants for events which were not due to take place until after 31st December 2021. The largest grants were made or committed to: Ralph Vaughan Williams Society for a recording on its Albion label of Pan's Anniversary (£10,000); Newbury Spring Festival for a performance of Vaughan Williams's Fourth Symphony, a concert of Vaughan Williams's music for brass band and a lecture on the English Hymnal (£10,000); the London Philharmonic Orchestra for its contribution in various concerts to the anniversary celebrations (£6,000); the City of London Choir for a Vaughan Williams concert in the Barbican Hall (£5,000); the Investec International Music Festival for the Vaughan Williams component (£5,000); the Suffolk Philharmonic Orchestra for its project 'Lark's Flight over Suffolk' (£5,000); Norfolk and Norwich Festival for a performance of Five Tudor Portraits (£5,000); the Opus One Berks Chamber Choir of Reading, Pennsylvania for a concert entitled 'A celebration of Vaughan Williams' (£4,000); Paul Hindmarsh Music for a recording of brass band music by Vaughan Williams (£3,000); the groups Broomdasher and Coracle for a series of performances entitled 'From Pub to Pulpit' (£3,000). There were also 27 smaller grants.

THE VAUGHAN WILLIAMS CHARITABLE TRUST

TRUSTEES ANNUAL REPORT (Continued)

Objectives, Activities and Achievements in the Year (con't)

During the year the Trustees continued to oversee preparations for the celebration of the 150th anniversary of Vaughan Williams's birth in 2022 with the valuable assistance of a freelance coordinator to provide focus for intending concert-givers, and also a professional media consultant. During the year the Vaughan Williams Foundation, which is intended to take over the functions of both the Vaughan Williams Charitable Trust and the RVW Trust at the end of 2022, was registered with the Charity Commission and an initial board of trustees, drawn from the existing trustees of the Vaughan Williams Charitable Trust and the RVW Trust, was appointed.

Fundraising Activity

The Trust's income is from its investment portfolio and royalties. No fundraising activity is undertaken.

Plans for the Future

The Board of Trustees have agreed to merge the assets of their charity with its sister charity RVW Trust into a new Charitable Incorporated Organisation, the Vaughan Williams Foundation (No: 1193080). The charity will become active on 1 January 2023.

Statement of Trustees' Responsibilities

The purpose of this statement is to distinguish the trustees' responsibilities for the financial statements from those of the auditors as stated in their report.

The Charities Act 2011 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 year end.

In preparing the financial statements trustees should follow best practice and:

1. select suitable accounting policies and apply them consistently;
2. make judgements and estimates that are reasonable and prudent;
3. follow the recommendations of the Charity Commission and of the accounting profession with regard to form and content of the financial statement, or to disclose and explain any departures therefrom; and
4. prepare the financial statements on the going concern basis unless it is inappropriate to assume that the charity will be able to continue to meet its objectives.

The trustees are responsible for keeping accounting records which are such as to disclose, with reasonable accuracy, the financial position of the charity at any time, and to enable the trustees to ensure that the financial statements comply with the disclosures regulations and the trust deed. They are also responsible for safeguarding the charity's assets, and hence for taking reasonable steps for the prevention and detection of error, fraud and other irregularities.

The trustees also confirm that they have made all necessary enquiries and taken such steps as they ought, to ensure that they become aware of any relevant audit information and that they confirm that the Charitable Trust's auditors have been made aware of such information.

Signature and Declaration

I declare, in my capacity of charity trustee, that the trustees have approved the report above and have authorised me to sign it on their behalf.

Bernie Watson

Signature..... Date: 4 October 2022

..

B A Watson

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE VAUGHAN WILLIAMS CHARITABLE TRUST

Opinion

We have audited the financial statements of The Vaughan Williams Charitable Trust for the year ended 31 December 2021, which comprise the Statement of Financial Activities, the Balance Sheet and the related notes, including a summary of the principal 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 2021 and of the charity's income and expenditure 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 have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder. 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.

Emphasis of matter – basis of preparation of financial statements

- We draw attention to note 1b to the financial statements, which explains that the trustees intend to merge the charity with another charity and to achieve this by transferring the assets, liabilities and activities of the charity into a new charity. Accordingly, the financial statements have been prepared on a basis other than the going concern basis, as also described in note 1b. Our opinion is not modified in respect of this matter

Other information

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the 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 (Accounts and Reports) Regulations 2008 (Charities Act 2011, Section 144) require us to report to you if, in our opinion:

- the information given in the Trustees' Annual Report is inconsistent in any material respect with the financial statements; 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.

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE VAUGHAN WILLIAMS CHARITABLE TRUST

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities set out on page 5, the trustees are responsible for the preparation of financial statements and for being satisfied that they give a true and fair view and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the 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.

Auditor's responsibilities for the audit of the financial statements

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

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue 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.

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:

The extent to which the audit was considered capable of detecting irregularities including fraud

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- the engagement partner ensured that the engagement team had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified the laws and regulations applicable to the charity through discussions with trustees and key management personnel, and from our commercial knowledge and experience of Charity sector;
- we focused on key laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the company, including the Charities Act 2011, Charities (Accounts and Reports) Regulations 2008, tax legislation, copyright law and the Bribery Act; and
- we also considered those laws and regulations that do not have a direct effect on the financial statements but which may be fundamental to the charity's ability to operate or avoid a material penalty. These included Charity Commission for England & Wales regulations and anti-money laundering regulations;
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of trustees and key management personnel ; and
- identified laws and regulations were communicated within the audit team and the team remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the charity's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of trustees and key management personnel as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud;
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures to identify any unusual or unexpected relationships;
- tested and reviewed the nominal ledger entries, including journal entries, to identify unusual transactions.

**INDEPENDENT AUDITOR'S REPORT
TO THE TRUSTEES OF THE VAUGHAN WILLIAMS CHARITABLE TRUST**

The extent to which the audit was considered capable of detecting irregularities including fraud (con't)

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to underlying supporting documentation;
- reading the minutes of trustee meetings;
- enquiring of trustees and key management personnel as to actual and potential litigation and claims;
- reviewing legal and professional fee invoices for indications actual or potential disputes and claims; and
- enquiring whether there was any non-routine correspondence with regulatory bodies including HM Revenue & Customs and the Charity Commission in England & Wales.

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the directors and other management and the inspection of regulatory and legal correspondence, if any.

Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

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.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with The Charities Act 2011. Our audit work has been undertaken so that we might state to the 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's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Leonard Jones & Co

Signature.....

Leonard Jones & Co

Chartered Accountants and Statutory Auditors

Leonard Jones & Co is eligible to act as an auditor in terms of
section 1212 of the Companies Act 2006

Dated: 5 October 2022

1 Printing House Yard

London E2 7PR

THE VAUGHAN WILLIAMS CHARITABLE TRUST

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2021

	Note	Unrestricted Funds £	2021 Expendable Endowment £	Total £	2020 (14 month period) Total (see page 16) £
INCOME FROM:					
Investments	2	81,309	-	81,309	84,304
Royalties	3	168,326	-	168,326	272,420
Total Income		<u>249,635</u>	<u>-</u>	<u>249,635</u>	<u>356,724</u>
EXPENDITURE ON:					
Raising funds	10	-	21,964	21,964	25,274
Charitable Activities					
Grants made and publishing costs	11 & 12	119,528	-	119,528	69,171
Support costs (including governance costs)	9 & 10	117,641	-	117,641	109,743
Total Expenditure		<u>237,169</u>	<u>21,964</u>	<u>259,133</u>	<u>204,188</u>
Net income/(expenditure) before gains and losses on investments		12,466	(21,964)	(9,498)	152,536
Other recognised gains/(losses)					
Net gains on investments		-	313,041	313,041	200,587
Copyright write down	5	-	(123,158)	(123,158)	(143,684)
Net income		<u>12,466</u>	<u>167,919</u>	<u>180,385</u>	<u>209,439</u>
Transfer between funds	13	(114,974)	114,974	-	-
NET MOVEMENT IN FUNDS		<u>(102,508)</u>	<u>282,893</u>	<u>180,385</u>	<u>209,439</u>
TOTAL FUNDS BROUGHT FORWARD		<u>289,724</u>	<u>4,235,281</u>	<u>4,525,005</u>	<u>4,315,566</u>
TOTAL FUNDS CARRIED FORWARD	8	<u>187,216</u>	<u>4,518,174</u>	<u>4,705,390</u>	<u>4,525,005</u>

The notes on pages 11 to 16 form part of these accounts

THE VAUGHAN WILLIAMS CHARITABLE TRUST

BALANCE SHEET AS AT 31 DECEMBER 2021

	Note	2021	2020
		£	£
FIXED ASSETS			
Investments	4	3,643,218	3,221,244
Copyright valuation	5	841,578	964,736
		<u>4,484,796</u>	<u>4,185,980</u>
CURRENT ASSETS			
Debtors	6	28,177	38,978
Cash at bank and in hand		302,002	352,828
		<u>330,179</u>	<u>391,806</u>
Creditors: amounts falling due within one year			
Creditors	7	109,585	52,781
		<u>109,585</u>	<u>52,781</u>
NET CURRENT ASSETS		220,594	339,025
TOTAL NET ASSETS		<u>4,705,390</u>	<u>4,525,005</u>
THE FUNDS OF THE CHARITY			
Unrestricted funds	8	187,216	289,724
Expendable endowment	8	4,518,174	4,235,281
		<u>4,705,390</u>	<u>4,525,005</u>

Approved by the board of trustees on 4 October 2022 and signed on its behalf by;

Bernie Watson

.....
B A Watson, Trustee

The notes on pages 11 to 16 form part of these accounts

THE VAUGHAN WILLIAMS CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

1 Principal Accounting Policies

(a) Basis of accounting

The financial statements have been prepared in accordance with Accounting and Reporting by Charities; Statement of Recommended Practice for Charities (Second Edition, effective 1 January 2019) and the Charities Act 2011. The Charity meets the definition of a public entity under FRS102. Assets and liabilities are initially recognised at historical costs or transaction value, unless otherwise stated in the relevant accounting policy.

(b) Going Concern

At 31 December 2021 the charity had investments totalling £3,643,218 and bank balances, after taking account of debtors and creditors, of £220,594. Consequently, the Trustees do not consider that there are any material uncertainties about the Charity's ability to meet its ongoing liabilities as they fall due. The Trustees do, however, intend to transfer all of the assets, liabilities and activities of the Charity into a new charity, The Vaughan Williams Foundation, with effect from 1 January 2023. The intention is to merge the charity's assets, liabilities and activities with another similar charity's assets, liabilities and activities that it is intended will be transferred simultaneously into The Vaughan Williams Foundation. Accordingly, the Charity does not meet the definition of a going concern within paragraph 3.8 of FRS 102 in that it will not continue to operate for 12 months from the date of approval of these financial statements. Accordingly, these financial statements are prepared on a basis other than the going concern basis, although trustees do not consider any further liabilities will arise as a result of the intended transfer; and as the Charity's fixed assets will be transferred into the new charity and continue as such in that entity, Trustees do not feel it appropriate to reclassify fixed assets as current assets. The financial statements are therefore materially equivalent to how they would have been presented had they been prepared under the going concern basis of accounting.

(b) Fund Accounting

Unrestricted funds comprise accumulated surpluses and deficits on general funds. They are available for use at the discretion of the Board of Trustees in furtherance of the general charitable objectives. The endowment funds represent fixed assets, of investments and copyrights, held by the Trust in order to generate income to be used to meet the charitable objectives of the trust both annually and in the future. Any gains or losses arising on the investments and copyrights form part of the fund.

(c) Investments

Investments are stated at their middle-market values ruling at the balance sheet date. All gains and losses, both realised and unrealised, are taken to the Statement of Financial Activities as they arise.

Income arising from these investments is accounted for when it is receivable.

(d) Depreciation

The copyright as set out in Note 5 to the accounts will be written off in equal instalments on a straight line basis from 1 November 2009 through to 2028 (when the copyright is due to expire).

(e) Grants

Donations are charged to the Statement of Financial Activities in the year when the donation is confirmed to the donee.

(f) Support Costs

These comprise staff and office costs. These costs support the grant-making activity and are so allocated. All support costs are allocated to grant making activity. This is because the cost of raising funds relates solely to investment manager's fees and does not attract other support costs.

(g) Governance costs

Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include costs related to statutory audit and legal fees.

(h) Royalties

Income arising from these is accounted for when it is receivable.

(i) Cash at bank and in hand

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

(j) Financial Instruments

The Trust only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using effective interest method.

THE VAUGHAN WILLIAMS CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

1 Principal Accounting Policies (cont)

(k) Material judgements and uncertainties

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported for assets and liabilities as at the balance sheet date and the amounts reported for revenues and expenses during the year. The nature of estimation means the actual outcomes could differ from those estimates. There are no judgements made that have a significant effect on the amounts recognised in the financial statements.

(l) Change of accounting reference date

The comparatives relate to the 14-month period ended 31 December 2020.

(m) General Information

The Charity is an unincorporated trust, constituted under a trust deed dated 9 October 2000 and a supplementary deed dated 27 September 2012 and is a registered charity, number 1123968, registered in England. The principal office of the charity is 10 Queen Street Place, London EC4R 1AG.

2	Investment Income	2021 £	2020 £
	UK listed investments	76,890	80,904
	Overseas quoted investments	4,340	3,164
	Investment managers interest	-	58
	Other income	79	178
		<u>81,309</u>	<u>84,304</u>
3	Royalty Income	2021 £	2020 £
	ALCS	92	163
	Boosey & Hawkes	10,559	17,656
	British Academy	10	3,781
	Chandos	16	62
	Chester Music Ltd	9,788	20,108
	Faber Music	6,528	5,389
	Hal Leonard Europe	365	782
	MCPS	110	550
	OUP	91,946	99,784
	OUP (U V W Account)	88	272
	PLR Authors	130	-
	PRS Ltd	34,453	85,628
	Stainer & Bell	14,241	38,245
		<u>168,326</u>	<u>272,420</u>
4	Investment Assets	2021 £	2020 £
	UK listed investments	2,308,315	2,168,862
	Overseas quoted investments	1,292,737	982,685
	Cash held as part of investment portfolio	42,166	69,697
		<u>3,643,218</u>	<u>3,221,244</u>

THE VAUGHAN WILLIAMS CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

4 Investment Assets (cont')

	£	£
Opening Market Value	3,221,244	2,896,471
Less: Proceeds on disposals of investments	(367,333)	(967,871)
Add: Acquisitions at cost	503,797	1,145,781
(Losses) on sale of investments	153	(93,668)
Net gain on revaluation at 31 December 2021	312,888	294,255
(Decrease)/increase in cash held as part of investment portfolio	(27,531)	(53,724)
Market value at 31st December 2021	3,643,218	3,221,244

5 Copyright Valuation

	2021 £	2020 £
Copyright original valuation	2,340,000	2,340,000
Depreciation at 1 January 2021	1,375,263	1,231,579
Depreciation for the period	123,159	143,684
At 31 December 2021	1,498,422	1,375,263
Net Book Value 31 December 2021	841,578	964,736

The £841,578 (2020: £964,736) represents the valuation of the copyright interests in the works of Ralph Vaughan Williams bequeathed to the charity by Ursula Vaughan Williams. The works come out of copyright in 2028 and will be written off over the life of the asset on a straight line basis in equal instalments for the nineteen years from 1 November 2009.

6 Debtors

	2021 £	2020 £
Royalties	28,177	35,943
Other	-	3,035
	28,177	38,978

7 Creditors: amounts falling due within one year

	2021 £	2020 £
Grants payable	71,380	16,330
Accruals	29,441	28,873
VAT	8,764	7,578
	109,585	52,781

8 Analysis of Balance Sheet Net Assets by Fund - 2021

	Expendable Endowment £	Unrestricted Funds £	Total £
Fixed assets	4,484,796	-	4,484,796
Current assets	33,378	296,801	330,179
Current liabilities	-	(109,585)	(109,585)
	4,518,174	187,216	4,705,390

THE VAUGHAN WILLIAMS CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

8 a. Analysis of Balance Sheet Net Assets by Fund - 2020

	Expendable Endowment £	Unrestricted Funds £	Total £
Fixed assets	4,185,980	-	4,185,980
Current assets	49,301	342,505	391,806
Current liabilities	-	(52,781)	(52,781)
	<u>4,235,281</u>	<u>289,724</u>	<u>4,525,005</u>

9 Support Costs (including Governance costs)

	2021 £	2020 £
Director's salary	36,022	40,224
Secretary's fees	9,519	11,116
Director's salary - Employer's National Insurance	1,957	1,957
Director's office & running costs	3,852	1,899
RVW 150 costs	42,487	23,900
	<u>93,837</u>	<u>79,096</u>
Governance costs	23,804	30,647
	<u>117,641</u>	<u>109,743</u>

The average number of employees during the year was one (2020: one). There were no employees with emoluments above £60,000.

10 Trustees' and Advisors' Remuneration and Expenses

Governance costs:

Fees paid to haysmacintyre and charged in the accounts for the year £20,860 (2020 : £24,360). The amount outstanding at 31 December 2021 is £5,220 (2020: £5,220).

No remuneration is paid either directly or indirectly to the trustees for their services as trustees. In the year to 31 December 2021 out of pocket travel expenses of £333 were paid to two trustees (2020 : £607 five trustees)

Fees paid to Leonard Jones & Co and charged in the accounts for the year for auditing services are £2,400 (2020 : £2,300).

Bank charges paid and charged in the accounts are £211 (2020 : £326)

Merger Costs paid and charged in accounts are £0 (2020 : £3,054)

Costs of Raising Funds:

Fees paid to Investec Wealth & Investment, and charged in the accounts are £21,964 (2020 : £25,274)

11 Publishing Costs

	2021 £	2020 £
Publishing costs	31,978	31,820
	<u>31,978</u>	<u>31,820</u>

THE VAUGHAN WILLIAMS CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

12 Grants made	2021 £	2020 £
Bristol Ensemble	-	500
Broomdasher	3,000	
Canterbury Singers	-	3,941
Carice Singers	1,500	-
Cecil Aronowitz Inter	(200)	200
Chamber Ensemble of London	-	500
Charterhouse School	2,000	-
Cheltenham Chamber Orchestra	-	550
Chiltern Arts	500	-
City of London Choir	5,000	-
Echo Ensemble	-	300
English Music Festival	-	3,000
Fairhaven Singers	2,000	-
Friends of the Choir	-	5,000
Help Musicians UK	1,000	-
Hereford Chamber Choir	-	2,000
Holst Birthplace Trust	500	-
Investec International Music Festival	5,000	-
Kendal South Choir	100	-
King's Lynn Festival	500	-
Kunst & Kultur	750	-
Little Projects, Gloucestershire	-	700
London Philharmonic Orchestra	6,000	-
Music in Action, Jersey	1,500	-
New Path Ltd	-	(900)
Newbury Spring Festival	2,500	-
Newbury Spring Festival	10,000	-
Norfolk & Norwich Festival Trust	5,000	-
Opera Holland Park	2,000	-
Opus One Berks Chamber Choir	4,000	-
Paul Hindmarsh Music	3,000	-
Pennine Spring Music	-	380
Piatti Quartet	1,250	-
Resonus Classics	-	5,000
Royal Northern College of Music	3,000	-
Royal Scottish National Orchestra	2,500	-
Rodenkirchen Chamber Choir and Orchestra	-	1,500
RVW Society/Albion Records	10,000	10,000
Sacred Stage	750	-
Southbank Sinfonia	1,000	-
Suffolk Philharmonic Orchestra	5,000	-
Symphonia Verbum Orchestra Ltd	350	-
The Black Mountains Chamber Music Trust	1,500	-
The Boydell Press	1,000	-
Thornbury Orchestra	350	-
Three Choirs Festival Association	-	2,500
Vox Philia	750	-
Waterperry Opera Festival	1,000	-
Whittington Music Festival	500	-
Yorkshire Philharmonic Choir	(2,000)	-
Grants made to individuals	4,950	2,180
	<hr/>	<hr/>
	87,550	37,351

THE VAUGHAN WILLIAMS CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

13 Transfer between funds

During the year £114,974 (2020: £138,788) was transferred from unrestricted funds to the expendable endowment fund this is to enable the charity to continue once the royalties expire on 31 December 2028. This was made of £81,309 (2020 : £ 84,304) Investment income and 20% of Royalty income of £33,665 (2020 : £54,484).

14 Comparative Statement of Financial Activities

(for the period of 14 months ended 31 December 2020)

	Unrestricted Funds £	2020 Expendable Endowment £	Total £
INCOME FROM:			
Investments	84,304	-	84,304
Royalties	272,420	-	272,420
Total Income	356,724	-	356,724
EXPENDITURE ON:			
Raising funds	-	25,274	25,274
Charitable Activities			
Grants made and publishing costs	69,171	-	69,171
Support costs (including governance costs)	109,743	-	109,743
Total Expenditure	178,914	25,274	204,188
Net income/(expenditure) before gains and losses on investments	177,810	(25,274)	152,536
Other recognised gains/(losses)			
Net (losses) on investments	-	200,587	200,587
Copyright write down (per Note 5)	-	(143,684)	(143,684)
Net Income	177,810	31,629	209,439
Transfer between funds	(138,788)	138,788	-
NET MOVEMENT IN FUNDS	39,022	170,417	209,439
TOTAL FUNDS BROUGHT FORWARD	250,702	4,064,864	4,315,566
TOTAL FUNDS CARRIED FORWARD	289,724	4,235,281	4,525,005