

Charity Registration No. 1139537

Company Registration No. 04029394 (England and Wales)

THE BRAUNSTONE FOUNDATION
ANNUAL REPORT AND CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

THE BRAUNSTONE FOUNDATION

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Henry Thompson Elaine Halford Edward Rogers Timothy Morton Bethan Lloyd Geoffrey Stagg
Secretary	Angela Wright (Chief Officer)
Charity number	1139537
Company number	04029394
Registered office and principal address	Business Box 3 Oswin Road Braunstone Leicester LE3 1HR
Auditor	David Mayfield FCA Mayfield & Co. 2 Merus Court Meridian Business Park Leicester LE19 1RJ
Bankers	Unity Trust Bank Plc Nine Brindley Place Birmingham B1 2HB
Solicitors	Weightmans LLP 71 Princess Road West Leicester LE1 6TR

THE BRAUNSTONE FOUNDATION

CONTENTS

	Page
Trustees report	1 – 13
Trustees Responsibility Statement	14
Independent auditor's report	15 – 17
Consolidated statement of financial activities	18-19
Consolidated balance sheet	20-21
Charity balance sheet	22-23
Consolidated statement of cash flows	24
Notes to the accounts	25– 46

THE BRAUNSTONE FOUNDATION

TRUSTEES REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2022

The trustees present their report and financial statements for the year ended 31 March 2022.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's governing document, the Companies Act 2006 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 (FRS 102)" (as amended for accounting periods commencing from 1 January 2016).

Objectives and activities

The Braunstone Foundation's charitable objects are to promote for the benefit of the public, urban regeneration in areas of social and economic deprivation (and in particular in Braunstone) by all or any of the following means:-

- a. the relief of those in need, by reason of youth, age, ill-health, disability, financial hardship or other disadvantages;
- b. the relief of unemployment;
- c. the advancement of education and training;
- d. the creation of employment and business opportunities through the provision of advice, workspace, buildings, and/or land for use on favourable terms;
- e. the provision of housing for those who are in conditions of need and the improvement of housing in the public sector or in charitable ownership provided that such power shall not extend to relieving any local authorities or other bodies of a statutory duty to provide or improve housing;
- f. the preservation of buildings or sites of historic or architectural importance;
- g. the provision of recreational facilities for the public at large or those who by reason of their youth, age, infirmity or disablement, financial hardship or social and economic circumstances, have need of such facilities;
- h. the protection or conservation of the environment;
- i. the provision of public health facilities and childcare;
- j. the promotion of public safety and prevention of crime; and
- k. the development of the capacity and skills of the members of the community in such a way that they are better able to identify, and help meet, their needs and to participate more fully in society.
- l. The promotion of any other recognisable charitable purposes.

During the year to 31 March 2022, the Foundation successfully delivered its work programme and continued to develop as a charitable body for the benefit of Braunstone and the City of Leicester.

How our services deliver public benefit:

The trustees have paid due regard to the Charity Commission guidance on public benefit reporting in deciding what activities the charity has undertaken this year.

Our Vision

"To be the Community Anchor for Braunstone, now and in the future, able to support our neighbourhood and its citizens to reach full potential by harnessing its strengths and responding to its needs. By making a difference."

The Foundation has continued to manage its assets to provide benefits to the local area and has, through a range of services, focused on continuing the investment made from previous regeneration investment programmes.

THE BRAUNSTONE FOUNDATION

TRUSTEES REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2022

The Foundation has focussed on:

- ensuring that the assets held were managed and protected appropriately for the benefit of the people of Braunstone;
- maximising the income-generated from these assets and managing these funds for the benefit of Braunstone;
- attracting additional funding into the area;
- delivering services on behalf of and for the benefit of residents in Braunstone and the rest of Leicester;
- ensuring that the NDC legacy is secured and maintained; and
- continuing to ensure the urban renewal and neighbourhood regeneration process in Braunstone is sustained in the long-term.

In effect, the Foundation performed the role of a local Community Anchor Organisation.

Achievements and Performance

Buildings:

During 2021/22 The Braunstone Foundation owned and managed six key buildings, along with four houses, and also leased two buildings from Leicester City Council (the Braunstone Park Lodge on a 125 year lease arrangement and the Community Asset Transfer of the Grove Community Hub on a 25 year lease).

Our full list of buildings are listed below:

Business Box

The Business Box is located in the Braunstone Business Zone (Oswin Road), and is a “managed office-space” (52 offices for rent), with meeting rooms, Virtual Tenancy packages and a range of customer support services. The facility is operated under the activities of B-Inspired Trading Company Ltd.

During the previous accounting period, 2020/21 the results from the business activity at the Business Box performed far better than had been feared at the beginning of the pandemic in early 2020. Thanks to exceptional management of the Business Box and Business Box+ facilities, the team brought in a full year of rental income at Business Box achieving a staggering 19.5% increase on the revised projected budget and only a 5% decrease on 2019/20 figures.

The work to support tenants facing financial pressures and operational difficulties during the pandemic paid off in terms of the continued good relations with existing tenants. In addition, the impact on work patterns and shift to hybrid working for many employers, seems to have placed the business model of the Business Box very well in the market. The flexible offer of easy terms for office rental, combined with a wide range of virtual tenancy options, has proved popular in the newly evolved environment. During much of 2021/2022 the facility was 100% occupied and the financial return for the year showed an overall 5% over-achievement on forecast budgets for rental income.

Whilst the return to face-to-face meetings has been very gradual and not returned to previous levels, the meeting room rentals have steadily increased over the financial year to March 2022, resulting in a 25% over-achievement on the forecast budget for the year.

The Board once again takes this opportunity to thank the team at the Business Box for all their incredible hard work and commitment.

THE BRAUNSTONE FOUNDATION

TRUSTEES REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2022

Business Box +

This is made up of Units 3 & 4 Forest Business Park based in the Braunstone Business Zone and the Braunstone Park Lodge (which was brought into the investment property portfolio during 2017 following the operational review of building usage), these are seen as "grow-on" office-spaces to the Business Box. These facilities also operate under the activities of the b Inspired Trading Company Limited.

Both units have been fully occupied during 2021/22 despite the impact of the pandemic.

Braunstone Health and Social Care Centre (Hockley Farm Road, Braunstone)

A full transfer of ownership of the Braunstone Health and Social Care Centre to the Braunstone Foundation from PA Housing took place on 03/07/18.

The Braunstone Health and Social Care Centre was funded and built with New Deal for Communities grant and has provided rental income since 2010 under an agreement, as a legacy of the *New Deal for Braunstone*. The building was owned and managed by a third party, PA Housing Group (formerly LHA and then Asra). The property underwent a full market valuation by our selected Surveyors, Innes England as part of the due diligence process for the transfer and has undergone an updated valuation during 2022.

The building has two main anchor tenants who have 25 year lease, the NHS and Leicester City Council, along with a third small tenant - Apple a Day Café. The Foundation manages the building, which houses a large GP Practice, Pharmacy, Café, a wide range of NHS clinics and office accommodation for NHS and Leicester City Council teams, delivering health and social care services.

Throughout the last year the building has transitioned from operating under strict restrictions due to the pandemic, to gradually resuming normal clinics and other services. The Pharmacy and local Café based there (The Apple-A-Day Café) have transitioned back to normal services.

These operational transitions and changes have been supported by our small facilities staff team at the Health Centre. The Board of Trustees once again wishes to take this opportunity to thank the team for all their hard work during the past year, to maintain a safe site for staff, patients and visitors to the building.

Gallards Hill Offices

During 2021/22 the building at Gallards Hill was used by the charity to house the Braunstone FoodShare (Foodbank), Braunstone Be-friending Scheme, outreach facilities for welfare and debt advice and support organisations e.g. CALS, Foodbank Plus scheme and Volunteer training. Further information on the services provided during 2021/22 appear later in this report.

45 Wellinger Way – Preloved@45 Community Shop CIC

The former Neighbourhood Support Base at 45 Wellinger Way was refurbished in spring 2021 and leased to the newly formed Preloved@45 Community Shop CIC, which opened its doors to the public in August 2021. This new community business was made possible by the effort and commitment of local people and the investment of Power to Change - *Empowering Places* programme (see more later in this report). The shop exists to provide Braunstone with affordable recycled donated clothes, accessories, household items, furniture and kitchen appliances.

The Directors of the Community Interest Company (CIC) are local people, as are all the volunteers. They give back to the community by helping individuals in crisis on referral, by providing essential clothing and other items, usually helping as part of a package of support with other services when local people are facing difficult circumstances. The shop provides the opportunity for volunteering with training and work experience and employs a small number of part-time staff.

THE BRAUNSTONE FOUNDATION

TRUSTEES REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2022

The Grove Community Hub (Cort Crescent, Braunstone)

As noted previously, the Foundation acquired the Grove building and associated outdoor facilities (M.U.G.A and 4 grass Football pitches on the adjacent Braunstone Park) in June 2019. Following successful grant awards by the Garfield Weston Foundation and Power to Change Trust, the building and M.U.G.A. underwent major refurbishment to create a Community Hub with a Hall/ Dance studio, training facilities, 3 x offices for let and created the space for community business development of a Social Bar and Community Café.

The building opened to the public at a highly successful launch event on 21st February, 2020 only to unfortunately have to close on 23rd March, 2020 due to the Covid-19 pandemic national lockdown. Following subsequent national and local lockdowns the Grove Community finally resumed to normal operations on 12th April, 2021. Therefore, this report provides a look back at the first full year of operation of the building and community businesses housed there (see more later in this report).

14-20 Winforde Crescent

These properties are rented out as social housing through an agreement with PA Housing Group.

Braunstone Park Lodge

The Lodge was acquired in May 2009 through a 125-year lease agreement with Leicester City Council. Following major refurbishment, the Lodge was occupied by Foundation staff until April 2017, at which point it was brought into the Investment property portfolio and is now let as part of the Business Box + offer. The property was let on leasehold throughout the 2021/2022 period.

Property valuation

The Trustees remain conscious of the changes in Statement of Recommended Practice which came into effect on 1st January 2019. Following a full property re-valuation May 2019 at "Fair Market Value", ordinarily a re-valuation would have been undertaken in 2021. However, the pandemic delayed this process and the charity instructed Innes England to carry out the valuations in early 2022.

The valuation was completed by the end of March 2022 by Innes England. The overall results of the valuation showed a healthy uplift of values across the range of properties, with total values up by 17%. This uplift served to reflect the current market and acknowledge the continued investment in repairs, maintenance and upgrading by the charity to ensure it fulfils its role as a steward for its assets.

The Grove Community Hub

As noted above, 2021/2022 was the first full operating year for the Grove Community Hub. The team at the Grove worked hard, under often difficult circumstances to transition from long periods of closure to fully opening up the building and trying to develop new business for the building and increase the offer for local people. During this time the long-time manager of the team at the Grove (formerly the Sports and Physical Activities Team), Sally Davis left the organisation in July 2021 after 14 years of service as she re-located from Leicester. The Board wishes to take this opportunity to thank Sally for all her hard work and dedication over many years and for overseeing the acquisition of the Grove Community Asset Transfer and managing the refurbishment and launch of the facility.

During the year all three offices for let were rented and the tenants have settled in very well. The popularity of the 4G pitch has steadily grown and now attracts a growing number of regular teams and groups hiring the facilities. The team at the Grove have developed excellent working relationships with LFC in the Community, who now offer regular free weekly sessions for local children and Young People, which are very popular. The Grove team also deliver free community sessions for a wide age range one evening a week, which is always popular.

Inside the building, the use of meeting rooms and the Hall have steadily increased as the year evolved, with some organisations now using the building very regularly for the delivery of training courses and sports and fitness groups.

THE BRAUNSTONE FOUNDATION

TRUSTEES REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2022

Throughout the whole year the team worked extensively with the emerging community businesses based at the Grove - notably: ER Dance and Fitness, The Penalty Box Social Bar, Parkside Community Café and FSD Academy, all of whom are now registered Community Interest Companies (CIC's). All the CIC's started trading in autumn 2021 and are developing at various level of success and rely on a mixture of part-time staff and volunteers to operate (see more later in this report).

In addition to this, we also delivered, sports and fitness activities to local Young People as part of our ongoing project with the Leicestershire Police and Crime Commissioner.

Work Live Leicestershire (WILL Project)

Work. Live. Leicestershire (WILL) is a project that improves accessibility to services and develops opportunities in response to the needs and ideas of rural residents across the county. It is a project initially funded by the Building Opportunities Funding and matched by the NLCF.

Residents living in rural areas are more likely to face transport difficulties, loneliness and technology issues that can greatly impact upon personal development.

Launching in January 2019 with 9 Partners, b – Inspired offers One to One Careers and Development support to 18-30 year olds across Hinckley and Bosworth, North West Leicestershire, Melton and Harborough.

During COVID-19 pandemic support was mainly delivered through telephone wellbeing checks and walking sessions, to reduce Isolation and Loneliness. As restrictions lifted in 2021, our workers moved into other areas including Loughborough through good links with JCP there and have resumed many face-to-face sessions with clients.

B Inspired outcomes for the last year are as follows:

B- Inspired Targets and Outcomes March 20 – June 2021

B-Inspired	Target	Outcome
Number of Sign ups	91	92
Number of Men	54	52
Number Other	0	1
Number of Women	37	39
Economically Inactive	30	49
Job Outcomes	37	42
Education Outcomes	15	8

Trustees are particularly pleased with the high level of job outcomes achieved during the year.

This service relates to the Foundations charitable objects a), b) and c).

Neighbourhood Support

This service was based at the Neighbourhood Support Office at our Gallards Hill site during 2021/2022.

It also takes the lead in community engagement through a range of media and the delivery of high-quality community events. The service supports a wide range of volunteers who undertake a variety of roles across all services. A brief summary of activity are highlighted below

Volunteer Training

Despite ongoing pandemic restrictions and challenges in the first half of 2021/22, our Part-Time Training Support Worker has continued to offer an on-going programme of training and support for volunteers and local people.

THE BRAUNSTONE FOUNDATION

TRUSTEES REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2022

Prior to the pandemic, when most of the training was face-to-face at the Gallards Hill Support Base, around 100 Learners a year would be supported. During 2021/22, 37 new Learners were engaged and offered a mix of online and in person support and training.

We were able to deliver training online to cover topics such as Health and Safety, First Aid at Work, confidence building, GDPR Awareness, Food Hygiene and a longer Community Development course called 'Volunteering Short Course'. This is run through the ASDAN accreditation organisation. Volunteers build up an evidence folder that records the skills gained over 60 hours of regular activity.

A new course was also provided in budgeting.

In addition to training courses and qualifications, support was given in access to the National Careers Service and job profile examples alongside CV Preparation.

We have also increased our networking during 2021/22 in relation to training providers and partners and have new links with the Recovery College, the Pathways Project at De Montfort University, LCC Parent Champions and Community Wellbeing Champions and the Employment Hub at The Prince's Trust.

Befriending

Our Be-friending scheme was relaunched in 2018 with the support of funds from the Masonic Foundation and subsequently the National Lottery Community Fund (NLCF).

The scheme has three elements: 1) Befriending arrangements - They can be via home visits and can include meeting up and going to Talk Time sessions or other venues, playing games, or simply having a natter at home. Or telephone be-friending, with a regular (often weekly) call to have a check-in on the person's general wellbeing and a catch-up.

The arrangements are not time limited but sometimes people's lives improve to such an extent, that they no longer need the service and have a greater ability to socialise and are experiencing better health and well-being.

Element 2) Talk Time Social Groups - an opportunity for residents to meet up and talk to other residents in the area. Two weekly sessions at 2 different venues with resources which make the sessions varied and interesting. Identification and referral comes through many sources e.g. neighbours, family, social services, GP's and Occupational Therapists.

Element 3) A Men's Group for men over 40 facing social isolation and loneliness

Our social groups have resumed a calendar of special events and trips.

The Talk Time social group re-launched 'in-person' in August 2021 following the lockdown restrictions being lifted. The sessions have gradually attracted previous members to re-join, although some of the vulnerable elderly members have not felt able to return. The groups run at St Peter's Church Hall and Sandhurst Sheltered Housing Scheme weekly and have around 20 attendees.

During December all the scheme members received high quality hampers and pamper packs donated by a range of local businesses, community groups, Schools, Churches and community members.

Our Men's Group launched in 2021 and although it has maintained low numbers, the impact is high on the individuals who are involved. The group continues to support the Preloved@45 Community Shop on Wellinger Way by doing gardening and other DIY tasks. The group has also supported some individual elderly/vulnerable residents who needed some practical or gardening support due to difficult circumstances.

The Board wishes to thank the Befriending Team for all its commitment during another difficult year for many. They have been crucial in keeping continuity of engagement with our older isolated and often lonely residents and their work in creative ways to keep up people's spirits.

THE BRAUNSTONE FOUNDATION

TRUSTEES REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2022

Braunstone Foodshare.

Now in its 11th year, Braunstone Foodshare (Foodbank) has been supporting on average 70 families on low incomes through its twice weekly sessions over the past few years.

Foodshare continues to be a huge undertaking requiring lots of volunteer and staff time. However, we are committed to continuing this essential work and happy to report that the service has again received a food hygiene rating of 5 from environmental health for every inspection, which shows the professionalism and determination of all those involved in its delivery. The scheme is supported by kind donations from local Schools, Churches, and Community Groups, the Wonky Veg Man, The Hygiene Bank, many Supermarkets (via the Neighbourly App) and individual donors. We also maintain an annual affiliation to FareShare (Leicestershire).

The service is supported by a range of partners including CALS, providing Welfare Advisors. We remain very grateful to CALS, as they are able to offer a quick response and expertise to support our FoodShare members who may be experiencing a range of issues e.g. benefit claim queries, debt, fuel poverty and other hardships. They help us to offer a more holistic service to our FoodShare members, which allows us to respond not just by providing food but by trying to tackle and resolve the root causes of their difficulties leading to food poverty.

Through incredible support from a wide range of emergency funds and corporate and public donors during 2020/21, we were able to employ a Full-Time Co-ordinator which has made a massive positive impact on our ability to manage the scheme.

Through the tireless work of staff and volunteers we have continued to serve those most in need in our community. Our team worked hard to access emergency funds for individuals through the Council run C19 support grant and subsequent schemes such as the Household Support Grant for individuals, which helped those in crisis with food, energy costs and essential warm clothing and appliances. We wish to thank the City Council for its ongoing support to local people.

During spring 2022 the FoodShare service has been developing new elements to further support local need:

1. Through a partnership with Bridge- Homelessness to Hope (a Leicester-based charity) and with start-up funds from Leicester City Council (Ward Community Funds); we have been able to pilot a new session one day per week. The new service offers a Specialist Caseworker to help local people that are homeless or vulnerably housed (often people sofa-surfing, recently released from Prison, fleeing Domestic Abuse etc.). The workers are able to provide intense support in terms of navigating the specific housing-related issues the client is experiencing and other issues such as addictions and mental health difficulties. The service is enhanced by having mentors, who can meet regularly with the clients as well.

At the time of writing this report, the pilot project has finished and a further grant has been awarded by LCC Ward Community Funds to extend the project to March, 2023. By this time we will have nearly a year's worth of evidence to understand the ongoing need for the project. The project may also be enhanced further, with the addition of student Counsellors from two Universities, who will be able to offer a free counselling service as part of their placement requirements.

2. In addition, another major development has been realised during the last year, with the launch of a new Food Pantry scheme, as an additional element to the Foodbank. This was launched in late spring 2022 and offers a step-up for Foodbank users whose circumstances may have improved slightly and are now able to increase their weekly spend on food. The scheme offers 2 bandings of price at very affordable rates and members can choose from a range of store cupboard staples, fresh fruit and vegetables, chilled and frozen items, dairy goods and hygiene products. Many members on low income and in receipt of benefits opt to pay for 4 weeks in advance, to help them budget throughout the month and ensure they have a good supply of basic foods to rely on each week. We very much hope the Food Pantry scheme will grow in membership over time and extend to help more local people in food poverty.

This service relates to the Foundations charitable objects a), b), c), d), e), f) g), h), i), j), k) and l).

THE BRAUNSTONE FOUNDATION

TRUSTEES REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2022

Other activity

Power to Change

2021/22 marked the final year of our 5 year project as part of the Power to Change Trust – *Empowering Places* programme.

Acting as a catalyst for Braunstone (and an influencer and collaborator for the wider Leicester area), we set out to realise a vision to grow and create new community businesses in Braunstone. Power to Change committed to a grant of up to £1 million between 2017 and 2022 (£650,000 grant and £350,000 in capacity support).

Our 5 Year Plan articulates a vision that recognises, that local people are the best people to shape services which will benefit the local area. By harnessing the combined forces of all the players in the area, Power to Change wanted to prove that community businesses can start up, thrive and achieve positive change for their neighbourhoods, helping to reduce inequalities.

Our Key outcomes have been:

- To have grown existing community businesses in Braunstone and created up to 5 new ones.
 - Providing a self-supporting cluster of Community Businesses, offering a range of goods and services that local people can afford.
 - To have brought into community hands at least one local asset (The Grove) that has been invested in, to provide the space for community businesses to form and grow.
 - Community businesses that offer improved pathways to learning and work and increased local job opportunities.
 - To have created community business solutions to help tackle the enduring health inequalities in Braunstone, promoting healthier lifestyles and access to better food.

Year 5 of the Braunstone Empowering Places project has performed well considering the major interruption caused by the pandemic during the middle 2 years of the project. This impacted the ability of volunteers to meet up regularly and progress ideas and practical actions needed to set-up the businesses.

However, following intense work in early 2021 and the gradual easing of national and local restrictions from April 2021, the groups were able to work towards becoming registered community businesses and commence trading. By late Summer/early autumn 2021, 5 new community businesses became registered Community Interest Companies (CIC's):

- Preloved@45 Community Shop
- Parkside Community Cafe (based at the Grove Community Hub)
- Penalty Box Social Bar (based at the Grove Community Hub)
- ER Dance and Fitness (based at the Grove Community Hub)
- FSD Academy (based at the Grove Community Hub)

The project continued to provide grant and capacity support investment to b Inspired as project catalyst and to the individual community businesses: to support their business start-up and provide essential equipment, training and accountancy support throughout the last year. Also, very importantly, to provide an enhanced Seed Grant to support with cash flow during their first 6 months if trading.

The delivery elements of the project came to an end in August 2022 but support continues through final grant aid to the community businesses until December, 2022; and through continued support from b Inspired to work through issues during this crucial fledgling stage.

We very much hope that these community businesses survive, grow and thrive and continue to offer inter-dependant trading opportunities between themselves and other local businesses and groups; and in this way continue to achieve the original vision.

THE BRAUNSTONE FOUNDATION

TRUSTEES REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2022

The Board of Trustees wishes to take this opportunity to thank Power to Change for its Incredible support and investment over the past 5 years. Both through this project and as a major capital investor in the Community Asset Transfer of the Grove building and development into a Community Hub (via the Community Business Fund programme). Without their belief and commitment to our vision and interest in Braunstone as a community, we could not have achieved so much.

Financial Review

Overview

The trustees have noted the financial position of the charity at the 31 March 2022 year-end.

The Statement of Financial Activities shows a combined group annual turnover for the financial year 2021-22 of £1,715,441.

A full independent property valuation was carried out by Innes England in March 2022 and valuations gains are reported in the accounts. The valuations gave rise to a gain on the investment properties of £1,145,000 and of £204,000 on our charitable use properties.

During the year there was a reversal of the actuarial loss on the valuation of the Multi-Employer Pension Scheme we reported in 2021. Whilst the previous year we reported an actuarial loss of £419,000, this year we report an actuarial gain of £302,000. This actuarial gain is again reported in the Statement of Financial Activities.

After we take into consideration these three actuarial gains we are able to report net movement in funds of £1,577,081 compared to last year's deficit of £148,741. The impact of the actuarial gains was £1,651,000. Without these movements we report a loss of £73,919.

There are no funds held as custodian trustee on behalf of others.

Pension Scheme Provision

The Braunstone Foundation makes payments into a Multi-Employer Pension Scheme (SHPS) on behalf of its employees and retirees in order to meet certain short fall within that Defined Benefit Scheme. Under the past prevailing legislation it was not necessary to account for the shortfall that the company had to make good because of the nature of the scheme.

However, because Multi-Employer Pension Scheme deficits now have to be accounted for under FRS102 – there is an impact on the accounts.

This means that the accounts have been adjusted to account for any actuarial adjustments as articulated above and there is a £302,000 decrease in the deficit. This means the provision for this deficit now stands at £524,000 as at the 31 March 2022.

The pension scheme deficit appears to fluctuate substantially year on year.

Conclusion

After taking into consideration all these items the charity carries forward reserves as follows:

Unrestricted Funds of £4,016,322 after pension adjustments and revaluations

Designated Funds of £465,288

Restricted Funds of £57,840

Permanent Endowment of £5,000,000

This means the Charitable Company has £9,539,450 of total funds carried forward. These funds are split between the unrestricted funds, designated funds, the restricted funds and the permanent endowment fund - see statement of financial activities on page 19.

THE BRAUNSTONE FOUNDATION

TRUSTEES REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2022

Reserves Strategy

The Board has a strategy towards the holding of reserves. We endeavour to hold in free unrestricted reserves up to six months operating costs to cover payments to staff (i.e. notice periods of 3 months and redundancy costs), premises costs, contract/lease liability costs and legal costs.

This approach is based on an understanding of the income streams and their risk profile and excludes expenditure related to operations wholly funded by restricted funds.

The trustees estimate normal ongoing annual costs to be between £600,000 and £800,000 per year.

The trustees estimate that reserves at a level of approximately £400,000 would ensure that, in the event of a significant drop in funding, they would be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised.

The charity had closing unrestricted reserves of £4,016,322 as at the 31 March 2022. So without further review this looks very healthy.

However we need to consider this in relation to the type of assets held which makes up the unrestricted funds.

Of the assets held in Unrestricted Funds £1,214,000 is in Property, Plant and Equipment. A further £2,890,000 is held in Investment Properties which provide the income the charity needs to undertake its activities.

In Free unrestricted funds we have net current assets of £423,267 whilst the pension liability of £524,000 is directly matched against these funds.

The charity has a strategy to see us build up cash reserves, to enable us to build up assets within unrestricted funds that are more liquid.

A key element of this is surplus funds being generated in our trading subsidiary and being donated into the charity.

These cash sums have been paid over and it is lifting our unrestricted liquid assets to cover unexpected contingencies which helps us to achieve our stated aims.

Risk Review

The Board conducts its own review of the major risks each year through its Business Planning process. A 3 year Business Plan was produced to cover the period 2019 to 2022 and risks reviewed at this time. As with most charities, this exposes risks and systems have been established to mitigate those risks. External risks have been managed through a robust business plan that is flexible and adaptable, yet still ambitious. Internal risks were minimised by adherence to its Financial Regulations, Policies and Procedures, along with updates to its HR Policies.

The main risks are deemed to be:

- Should the Braunstone Foundation exhaust its operating reserves, then it might be unable to meet its commitments.
- The loss of staff/Board Directors members in key operational and strategic roles could potentially have an adverse impact on the organisation.
- Should additional income not be secured then insufficient resources would be available to maintain the current level of staff and resources.
- Competition for grant funding will become fiercer as levels of public spending decline.
- Failure to deliver these contracts would result in both a financial loss and damage to the reputation of the company.

THE BRAUNSTONE FOUNDATION

TRUSTEES REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2022

- Impact of Brexit.
- The continuing impact of Covid-19 pandemic on our ability to trade at normal levels and increased demand on our charitable services.

Senior management report performance against the Business Plan for all services at every Board meeting, along with a quarterly review of financial performance and progress against targets.

Plans for Future Periods

In 2019 the Board of Trustees set a 3 year Business Plan to cover the period to March 2022. The plan showed a prudent approach to grow trading activities, decreasing reliance on grant funds and growing more profit-related donations from the Trading Company to the charity.

When considering its position in the post-pandemic period in early 2022, the Board decided to take a pragmatic approach for the Financial Year 2022/23 and set a one-year Business Plan, by way of a transition before a longer 3 year plan is settled on for 2023 and beyond.

Our targets for 2022/23 focus predominantly on consolidating services and trading at the Grove Community Hub, to try and minimise ongoing losses due to enforced closure and to develop the right capacity to grow services and income streams at the facility.

In addition, following the successful application to the LPT under the *Getting Help in Neighbourhoods* – community based mental health programme, we also focussed activity to recruit to the project and launch in May 2022. This along with re-investment in our Be-friending service will help to strengthen our support to tackle loneliness and isolation amongst elderly and vulnerable residents in Braunstone.

Likewise, we set ourselves targets to develop and launch a new Food Pantry service to form part of our Foodshare programme and thus trial ways of improving sustainability of the service, as demand continues to expand for help with food. Along with plans to broaden the range of support services we can offer to local people at our Neighbourhood Support Base e.g. through partnership with advice and casework providers, counselling support and housing providers. In this way we hope to strengthen our holistic approach to working with local people.

Alongside this we see the current year and beyond as key in the transition of the community businesses we have helped to establish, mainly at the Grove Community Hub. Our plan is to support the businesses in their first year of trading, which is also the last project year of the Power to Change – *Empowering Places* programme and to support them in our ongoing role as Landlord (both at the Grove and 45 Wellinger Way). To continue to encourage trading between the businesses and ourselves and support a circular economy in Braunstone.

Structure, Governance and Management

The charity is a company limited by guarantee. The Charity Commission awarded the Braunstone Foundation with charitable status on 29 December 2010. As a condition, it was agreed to develop a “group structure”, with the establishment of a 100% owned trading subsidiary of the Foundation, to undertake the non-charitable activities. This was undertaken and put in place, so that from 1 April 2011, the Foundation can concentrate solely on its charitable activities and the trading company B-Inspired (Trading) Ltd, can manage the commercial activities and undertakings.

THE BRAUNSTONE FOUNDATION

TRUSTEES REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2022

Trustees

The trustees, who are also the directors for the purpose of company law, and who served during the year are shown below.

Henry Thompson
Elaine Halford
Edward Rogers
Timothy Morton
Bethan Lloyd
Geoffrey Stagg

The charity is organised so that the trustees (together forming a board of trustees) meet regularly (4 times during 2021/2022). In addition, a Finance and General Purposes Committee (F&GP) with Remuneration and HR sub-committees is formed, as and when required.

Trustee Recruitment, Induction and Training

The Chief Officer takes responsibility for induction to the charity for new Trustees and organises any training as required.

The Trustees are also Directors of the Company for the purposes of Company Law. Trustees have a tenureship of 4 years.

Conflicts of Interest and Related Party Transactions

Trustees declare all personal and professional connections on a register of interests. At the start of each meeting, declarations are made of any potential conflicts of interests and the relevant trustee excuses themselves from any decisions that the charity must make regarding a conflict of interest. Related party transactions in the year have been disclosed within the notes of the accounts.

Senior Management Team

Angie Wright – Chief Officer and Company Secretary
Linda Grubb – Head of Operations

Day-to-day Management

The Board of Trustees have delegated day-to-day management of the organisation to Angie Wright, Chief Officer.

Setting pay and remuneration

Trustees do not receive remuneration, only reimbursement of reasonable out of pocket expenses necessary in the carrying out of their duties.

Staff pay and remuneration is set by the Board of Trustees.

In 2022 the Board of Trustees agreed to review pay scales across the organisation to maintain differentials and ensure salaries compare to similar organisations / reflect skill levels (August, 2022). And to review the appraisal process in light of the IIP accreditation process and incorporate individual targets linked to pay increases (September - October, 2022).

THE BRAUNSTONE FOUNDATION

TRUSTEES REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2022

The Braunstone Foundation is proud to be a Real Living Wage Employer.

MEMBERS – During 2020/21

Braunstone Resident Network
Clockwise Credit Union
Friends of Highway Spinney
Leicester City Council
NHS Leicester City
St Peters Church
New Dawn New Day
Palmers of Leicester Ltd.
The Braunstone Adventure Playground (joined as member 14/07/20)

Employee Involvement

During February and March 2022, the company undertook its first post-pandemic tri-annual Investors in People process and was extremely proud to have met the standard; and increased our benchmark score from the previous assessment carried out in 2017.

Highlights from Interviews with staff reported that:

- People want to do the best they can for the Charity by being adaptable in challenging circumstances and maintaining services for the vulnerable or disadvantaged people they support.
- The embeddedness of your values shapes the behaviours and attitudes of paid staff and volunteers.
- People feel trusted by leaders to make operational decisions and get on with their job.
- High levels of leadership, management and collegiate support for each other.
- The quality of resource and operational planning to sustain viable services and focus on changes to demand.
- People feel the company is good/great to work for. Morale is high.

Auditor

In accordance with the company's articles, a resolution proposing that Thomas Mayfield and Mayfield & Co be reappointed as auditor of the company will be put at a General Meeting.

Disclosure of Information to Auditor

Each of the trustees has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditor is aware of such information.

The Trustees Report was approved by the Board of Trustees.



Tim Morton
Chair

Dated: 3rd November 2022

THE BRAUNSTONE FOUNDATION

STATEMENT OF TRUSTEES RESPONSIBILITIES

FOR THE YEAR ENDED 31 MARCH 2022

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

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

In preparing these financial statements, the trustees are required to:

- 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;
- state whether applicable accounting standards have been followed, subject to any material 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 sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them 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 hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

THE BRAUNSTONE FOUNDATION

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF THE BRAUNSTONE FOUNDATION

Opinion

We have audited the financial statements of The Braunstone Foundation (the parent company) and its subsidiary for the year ended 31 March 2022 which comprise the group statement of financial activities, the group balance sheet, the company balance sheet, the group statement of cash flows and the 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 charitable company's affairs as at 31 March 2022 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 Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the accounts 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.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and 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.

THE BRAUNSTONE FOUNDATION

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF THE BRAUNSTONE 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 directors' report included within the trustees report.

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 statement of trustees responsibilities, the trustees, who are also the directors of the charity for the purpose of company law, are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the 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 charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's 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 the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud

The objectives of our audit are to identify and assess the risks of material misstatement of the financial statements due to fraud or error; to obtain sufficient appropriate audit evidence regarding the assessed risks of material misstatement due to fraud or error; and to respond appropriately to those risks. Owing to the inherent limitations of an audit, there is an unavoidable risk that material misstatements in the financial statements may not be detected, even though the audit is properly planned and performed in accordance with the ISAs (UK).

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, our procedures included the following:

- We obtained an understanding of the legal and regulatory frameworks applicable to the Group and the parent Charity and the sector in which they operate. We determined that the following laws and regulations were most significant: the Companies Act 2006, the UK Corporate Governance Code and UK corporate taxation laws, and all applicable charity laws and regulations.
- We obtained an understanding of how the Group and the parent Charity are complying with those legal and regulatory frameworks by making inquiries to the management and the trustees. We corroborated our inquiries through our review of board minutes and papers provided by the management.

THE BRAUNSTONE FOUNDATION

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF THE BRAUNSTONE FOUNDATION

- We assessed the susceptibility of the Group and the parent Charity financial statements to material misstatement, including how fraud might occur. Audit procedures performed by the Group and the parent Charity engagement team included:
 - Identifying and assessing the design effectiveness of controls management has in place to prevent and detect fraud;
 - understanding how those charged with governance considered and addressed the potential for override of controls or other inappropriate influence over the financial reporting process;
 - challenging assumptions and judgments made by management in its significant accounting estimates;
 - Identifying and testing journal entries, in particular any journal entries posted with unusual account combinations; and
 - assessing the extent of compliance with the relevant laws and regulations.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: <http://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 charitable company's members, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



David Mayfield FCA (Senior Statutory Auditor)
for and on behalf of Mayfield & Co.

Chartered Accountants
Statutory Auditor

2 Merus Court
Meridian Business Park
Leicester
LE19 1RJ

Dated: 3rd November 2022

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

THE BRAUNSTONE FOUNDATION

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES INCLUDING CONSOLIDATED INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2022

Note	Unrestricted Funds 2022	Designated Funds 2022	Restricted Funds 2022	Endowment Funds 2022	Total 2022	Unrestricted Funds 2021	Designated Funds 2021	Restricted Funds 2021	Endowment Funds 2021	Total 2021
Income From										
Donations & Legacies	98,814	-	234,380	-	333,194	374,508	-	193,088	-	567,596
Charitable Activities	1,380,900	-	942	-	1,381,842	1,280,365	-	1,036	-	1,281,402
Investments	169	236	-	-	405	220	192	-	-	412
Total Income	1,479,883	236	235,322	-	1,715,441	1,655,094	192	194,124	-	1,849,410
Expenditure										
Charitable activities	1,163,654	101,663	243,446	-	1,508,763	1,077,462	11,798	224,481	-	1,313,741
Cost of generating funds	280,597	-	-	-	280,597	265,410	-	-	-	265,410
Total Expenditure	1,444,251	101,663	243,446	-	1,789,360	1,342,872	11,798	224,481	-	1,579,151
Net gains/losses on investments	1,145,000	-	-	-	1,145,000	-	-	-	-	-
Net Income/(expenditure) Before Transfers	1,180,632	(101,427)	(8,124)	-	1,071,081	312,222	(11,606)	(30,357)	-	270,259
Gross transfers between funds	(133,222)	133,222	-	-	-	-	-	-	-	-
Net Income/(expenditure)	1,047,410	31,795	(8,124)	-	1,071,081	312,222	(11,606)	(30,357)	-	270,259

THE BRAUNSTONE FOUNDATION

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES INCLUDING CONSOLIDATED INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2022

Note	Unrestricted Funds 2022	Designated Funds 2022	Restricted Funds 2022	Endowment Funds 2022	Total 2022	Unrestricted Funds 2021	Designated Funds 2021	Restricted Funds 2021	Endowment Funds 2021	Total 2021
Other recognised gains and losses										
Revaluation of tangible fixed assets	204,000	-	-	-	204,000	-	-	-	-	-
Actuarial losses on pension schemes	302,000	-	-	-	302,000	(419,000)	-	-	-	(419,000)
Net movement in funds	1,553,410	31,795	(8,124)	-	1,577,081	(106,778)	(11,606)	(30,357)	-	(148,741)
Fund balances at 1 April 2021	2,462,912	433,493	65,964	5,000,000	7,962,369	2,569,690	445,099	96,321	5,000,000	8,111,110
Fund balances at 31 March 2022	4,016,322	465,288	57,840	5,000,000	9,539,450	2,462,912	433,493	65,964	5,000,000	7,962,369

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities

THE BRAUNSTONE FOUNDATION

CONSOLIDATED BALANCE SHEET

AS AT 31 MARCH 2022

		2022		2021	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	13		1,227,054		1,025,355
Investment properties	14		7,890,000		6,745,000
			<u>9,117,054</u>		<u>7,770,355</u>
Current assets					
Debtors	16	86,646		62,812	
Cash at bank and in hand		1,225,571		1,231,255	
		<u>1,312,217</u>		<u>1,294,067</u>	
Creditors: amounts falling due within one year	17	(365,821)		(276,053)	
		<u></u>		<u></u>	
Net current assets			946,396		1,018,014
			<u></u>		<u></u>
Total assets less current liabilities			10,063,450		8,788,369
Provisions for liabilities	18		(524,000)		(826,000)
			<u></u>		<u></u>
Net assets			9,539,450		7,962,369
			<u></u>		<u></u>
Capital funds					
Endowment funds	20		5,000,000		5,000,000
Income funds					
Restricted funds	21		57,840		65,964
Unrestricted funds					
Designated funds	23	465,288		433,493	
General unrestricted funds	22	4,196,334		3,148,924	
Revaluation reserve		343,988		139,988	
Pension reserve		(524,000)		(826,000)	
		<u></u>		<u></u>	
			4,481,610		2,896,405
			<u></u>		<u></u>
			9,539,450		7,962,369
			<u></u>		<u></u>

THE BRAUNSTONE FOUNDATION

CONSOLIDATED BALANCE SHEET

AS AT 31 MARCH 2022

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 March 2022, although an audit has been carried out under section 144 of the Charities Act 2011. No member of the company has deposited a notice, pursuant to section 476, requiring an audit of these accounts under the requirements of the Companies Act 2006.

The trustees responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the financial year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to accounts, so far as applicable to the company.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

The financial statements were approved by the Trustees on 3 November 2022.

.....
Geoffrey Stagg - Trustee

Company Registration No. 04029394

THE BRAUNSTONE FOUNDATION

CHARITY BALANCE SHEET

FOR THE YEAR ENDED 31 MARCH 2021

	Notes	2022 £	£	2021 £	£
Fixed assets					
Tangible assets	13	1,227,054		1,025,355	
Investment properties	14	7,890,000		6,745,000	
Investments	15	1		1	
		9,117,055		7,770,356	
Current assets					
Debtors	16	119,463		81,235	
Cash at bank and in hand		1,087,512		1,114,820	
		1,206,975		1,196,055	
Creditors: amounts falling due within one year	17	(260,580)		(178,042)	
Net current assets		946,395		1,018,013	
Total assets less current liabilities		10,063,450		8,788,369	
Provisions for liabilities	18	(524,000)		(826,000)	
Net assets		9,539,450		7,962,369	
Capital funds					
Endowment funds	20	5,000,000		5,000,000	
Income funds					
Restricted funds	21	57,840		65,964	
Unrestricted funds					
Designated funds	23	465,288		433,493	
General unrestricted funds	22	4,196,334		3,148,924	
Revaluation reserve		343,988		139,988	
Pension reserve		(524,000)		(826,000)	
		4,481,610		2,896,405	
		9,539,450		7,962,369	

THE BRAUNSTONE FOUNDATION

CHARITY BALANCE SHEET

FOR THE YEAR ENDED 31 MARCH 2022

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 March 2022, although an audit has been carried out under section 144 of the Charities Act 2011. No member of the company has deposited a notice, pursuant to section 476, requiring an audit of these accounts under the requirements of the Companies Act 2006.

The trustees responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the financial year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to accounts, so far as applicable to the company.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

The financial statements were approved by the Trustees on 3 November 2022.


.....
Geoffrey Stagg, Trustee
Company Registration No. 04029394

THE BRAUNSTONE FOUNDATION

CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MARCH 2022

	Notes	2022	2021
		£	£
Cash flows from operating activities			
Cash (absorbed by)/generated from operations		(5,983)	420,317
Income taxes paid		(107)	-
Net cash inflow from operating activities		<u>(6,090)</u>	<u>420,317</u>
Investing activities			
Investment income received	405	<u>405</u>	<u>412</u>
Net cash generated from/(used in) investing activities		<u>405</u>	<u>412</u>
Net cash used in financing activities		<u>-</u>	<u>-</u>
Net (decrease)/increase in cash and cash equivalents		<u>(5,685)</u>	<u>420,729</u>
Cash and cash equivalents at beginning of year		<u>1,231,255</u>	<u>810,526</u>
Cash and cash equivalents at end of year		<u><u>1,225,570</u></u>	<u><u>1,231,255</u></u>

THE BRAUNSTONE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

Charity information

The Braunstone Foundation is a private company limited by guarantee incorporated in England and Wales. The registered office is Business Box, 3 Oswin Road, Braunstone, Leicester, LE3 1HR

1.1 Accounting convention

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) – (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

The statement of financial activities (SOFA) and balance sheet consolidate the financial statements of the charity and its wholly owned subsidiary B-Inspired (Trading) Limited. The results of the subsidiary are consolidated on a line by line basis.

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.

These accounts for the year ended 31 March 2022 are the first accounts of The Braunstone Foundation prepared in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland.

The charity is a Public Benefit Entity as defined by FRS 102.

1.2 Going concern

At the time of approving the financial statements, 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 financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

THE BRAUNSTONE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Fixtures, fittings & equipment	15% per annum reducing balance basis
--------------------------------	--------------------------------------

For Land and Buildings a review of the market value of the charity's properties are undertaken annually, with an external valuation undertaken every 2 years. On this basis no depreciation is charged on an annual basis but an impairment review undertaken instead with any impaired amounts written off to the Statement of Financial Activities. The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

1.7 Investment properties

Investment property, which is property held to earn rentals and/or for capital appreciation, is initially measured at cost and subsequently measured using the fair value model and stated at its fair value as the reporting end date. The surplus or deficit on revaluation is recognised in net income/(expenditure) for the year.

1.8 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

A subsidiary is an entity controlled by the parent. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

1.9 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.10 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.

THE BRAUNSTONE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

1.11 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party 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 financing 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.

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 obligations 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.

1.12 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received. Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.13 Retirement benefits

The charity has been admitted to the Social Housing Pension Scheme, a defined benefit scheme, which is externally funded and contracted out of the State Earnings Related Pension Scheme. The fund is valued at least every three years by a professionally qualified independent actuary with the rates of contribution payable being determined by the trustees on the advice of the actuary. In the intervening years, the actuary reviews the progress of the scheme. The scheme operates on a pooled arrangement, with contributions paid at a centrally agreed rate. As a consequence, no share of the underlying assets and liabilities can be directly attributed to the charity. Under the terms of FRS17, in these circumstances contributions are accounted for as if the scheme were a defined contribution scheme based on actual contributions paid throughout the year.

The net interest element is determined by multiplying the net defined benefit liability by the discount rate, taking into account any changes in the net defined benefit liability during the period as a result of contribution and benefit payments. The net interest is recognised in income/(expenditure) for the year.

THE BRAUNSTONE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

The net interest element is determined by multiplying the net defined benefit liability by the discount rate, taking into account any changes in the net defined benefit liability during the period as a result of contribution and benefit payments. The net interest is recognised in income/(expenditure) for the year.

Remeasurement changes comprise actuarial gains and losses, the effect of the asset ceiling and the return on the net defined benefit liability excluding amounts included in net interest. These are recognised immediately in other recognised gains and losses in the period in which they occur and are not reclassified to income/(expenditure) in subsequent periods.

2. Critical accounting estimates and judgements

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

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

THE BRAUNSTONE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

3. Donations and legacies

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
Donations and gifts	7,806	371	8,177	9,103	-	9,103
Grants	91,008	234,009	325,017	365,405	193,088	558,493
	98,814	234,380	333,194	374,508	193,088	567,596
	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
Donations						
General donations	7,806	371	8,177	9,103	-	9,103
	7,806	371	8,177	9,103	-	9,103
Grants Receivable						
Big Lottery Reducing Isolation Fund	-	12,695	12,695	-	37,002	37,002
Big Lottery Community Fund						
Work Live Leicestershire	63,256	-	63,256	53,236	-	53,236
Garfield Weston Fund	-	-	-	40,000	-	40,000
Job Retention Scheme	6,441	-	6,441	97,266	13,751	111,017
Power to Change Grant	-	145,999	145,999	30,000	123,014	153,014
Masonic Foundation	-	19,817	19,817	-	19,321	19,321
Leicester City Covid	21,311	-	21,311	63,241	-	63,241
Foodshare	-	-	-	41,134	-	41,134
Action Homeless	-	10,000	10,000	-	-	-
Police Crime Commissioner	-	12,014	12,014	-	-	-
Football Foundation	-	16,319	16,319	-	-	-
HAF Holiday Hunger Scheme	-	13,038	13,038	-	-	-
Other sundry grants	-	4,127	4,127	40,528	-	40,528
	91,008	234,009	325,017	365,405	193,088	558,493

THE BRAUNSTONE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

4. Income from charitable activities

	2022	2022	2022
	Unrestricted	Restricted	Total
Services Provided Under Contract	362,509	-	362,509
Other Income	83,274	942	84,216
Advertising Income	840	-	840
Rent & Room Hire	934,277	-	934,277
	1,380,900	942	1,381,842

	2021	2021	2021
	Unrestricted	Restricted	Total
Services Provided Under Contract	362,365	-	362,365
Other Income	74,551	1,036	75,587
Advertising Income	2,969	-	2,969
Rent & Room Hire	840,481	-	840,481
	1,280,366	1,036	1,281,402

5. Investments

	2022	2022	2022
	Unrestricted	Designated	Total
Interest received	169	236	405
	169	236	405

	2021	2021	2021
	Unrestricted	Designated	Total
Interest received	220	192	412
	220	192	412

THE BRAUNSTONE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

6. Charitable activities

	Charitable Activities Unrestricted	Charitable Activities Restricted	Total 2022	Charitable Activities Unrestricted	Charitable Activities Restricted	Total 2021
	£	£	£	£	£	£
Staff costs	630,269	131,287	761,556	559,623	206,258	765,881
Depreciation and Impairment	2,300	-	2,300	2,709	-	2,709
Premises costs	384,430	50,397	418,508	293,229	5,318	298,547
Motor and travel	2,857	-	2,857	968	42	1,010
Legal and professional fees	16,892	-	16,892	10,870	2,250	13,120
Project activity and equipment costs	94,190	53,862	148,052	105,036	9,496	114,532
Supplies and services	11,316	4,402	15,718	-	-	-
Irrecoverable input VAT	41,254	3,498	44,752	46,104	1,117	47,221
Bank charges	3,545	-	3,545	-	-	-
Bad debts	1,076	-	1,076	447	-	447
Rebates due to tenants	39,771	-	39,771	-	-	-
	1,183,781	243,446	1,427,227	1,018,986	224,481	1,243,467
Share of governance costs (see note 9)	81,536	-	81,536	70,274	-	70,274
	1,265,317	227,127	1,508,763	1,089,260	224,481	1,313,741
Analysis by fund						
Unrestricted funds	1,163,654	-	1,163,654	1,077,462	-	1,077,462
Designated funds	101,663	-	101,663	11,798	-	11,798
Restricted funds	-	243,446	243,446	-	224,481	224,481
	1,265,317	227,127	1,508,763	1,089,260	224,481	1,313,741

THE BRAUNSTONE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

7. Cost of generating funds

	Unrestricted	Restricted	Total 2022	Total 2021
	£	£	£	£
Staff costs	138,749	-	138,749	141,825
Premises costs	99,065	-	99,065	71,402
Legal and professional fees	2,623	-	2,623	2,160
Supplies and services	40,160	-	40,160	50,023
	<u>280,597</u>	<u>-</u>	<u>280,597</u>	<u>265,410</u>

8. Support costs

	Support costs	Governance costs	2022	2021
	£	£	£	£
Staff costs	-	59,536	59,536	47,774
Audit and accountancy fees	-	22,000	22,000	22,500
	<u>-</u>	<u>81,536</u>	<u>81,536</u>	<u>70,274</u>
Analysed between				
Charitable activities	-	81,536	81,536	70,274
	<u>-</u>	<u>81,536</u>	<u>81,536</u>	<u>70,274</u>

Governance costs includes payments to the auditors of £11,000 (2021 - £11,000) for audit fees.

9. Trustees

None of the Trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year. In 2021 Trustees travel expenses paid were £737.

10. Employees

Number of employees

The average monthly number of employees during the year was:

	2022 Number	2021 Number
All staff	41	43
	<u>41</u>	<u>43</u>

THE BRAUNSTONE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

Employment costs	2022	2021
	£	£
Wages and salaries	734,111	769,799
Social security costs	52,899	58,244
Other pension costs	127,437	127,437
	<u>915,722</u>	<u>955,480</u>

The number of employees whose annual remuneration was £60,000 or more

	2022	2021
	Number	Number
Band £60,000 to £70,000	1	1
Band £80,000 to £90,000	1	1
	<u>2</u>	<u>2</u>

11. Net gains/(losses) on investments

	Unrestricted funds 2022 £	Total 2021 £
Revaluation of Investment properties	<u>1,145,000</u>	<u>-</u>

THE BRAUNSTONE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

12. Tangible fixed assets (Group and Charity)

	Land and buildings	Fixtures, fittings & equipment	Total
	£	£	£
Cost			
At 1 April 2021	1,010,000	399,809	1,409,809
Revaluation	204,000	-	204,000
At 31 March 2022	1,214,000	399,809	1,613,809
Depreciation and Impairment			
At 1 April 2021	-	384,454	384,454
Depreciation charged in the year	-	2,300	2,300
At 31 March 2022	-	386,754	386,754
Carrying amount			
At 31 March 2022	1,214,000	13,055	1,227,055
At 31 March 2021	1,010,000	15,355	1,025,355

Land and buildings with a carrying amount of £870,012 were revalued at 24 May 2019 by Innes England, Independent valuers not connected with the charity on the basis of market value. Innes England valued these properties at £1,010,000. In March 2022 a further valuation was undertaken with these properties now valued £1,214,000 a further uplift of £204,000.

Both of the valuations conforms to International Valuation Standards and was based on recent market transactions on arm's length terms for similar properties. The Trustees have taken the decision not to depreciate assets in the year of a revaluation.

At 31 March 2022, had the revalued assets been carried at historic cost less accumulated depreciation and accumulated impairment losses, their carrying amount would have been approximately £847,530 (2021 - £855,024).

The revaluation surplus is disclosed in note 21.

13 Investment property (Group and Charity)

	2022 £
Fair value	
At 1 April 2021	6,745,000
Net gains or losses through fair value adjustments	1,145,000
At 31 March 2022	7,890,000

All investment properties, with an historic carrying amount of £6,430,000 were independently valued and gave rise to revaluation to £6,745,000 an uplift of £315,000 when revalued on the 24 May 2019 by Innes England. In March 2022 a further valuation was undertaken with these properties now valued £7,890,000 a further uplift of £1,145,000. Both of the valuations was made on an open market value basis by reference to market evidence of transaction prices for similar properties.

FOR THE YEAR ENDED 31 MARCH 2022

			Share in group undertaking
Cost or valuation			
At 1 April 2021 & 31 March 2022			<u>1</u>
Carrying amount			
At 31 March 2022			<u>1</u>
At 31 March 2021			<u>1</u>
		2022	2021
Other investments comprise:	Notes	£	£
Investments in subsidiaries	26	1	1

	Group 2022	Group 2021	Charity 2022	Charity 2021
Amounts falling due within one year:	£	£	£	£
Trade debtors	86,646	52,162	57,689	18,002
Amounts due from subsidiary undertakings	-	-	61,774	55,609
Other debtors	-	10,650	-	7,624
	<u>86,646</u>	<u>62,812</u>	<u>119,463</u>	<u>81,235</u>

THE BRAUNSTONE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

16. Creditors: amounts falling due within one year

	Group 2022 £	Group 2021 £	Charity 2022 £	Charity 2021 £
Trade creditors	4,070	7,276	767	3,564
Other taxation and social security	12,217	15,116	12,217	15,116
Corporation tax	-	107	-	-
Vat payable	29,603	28,135	26,228	26,274
Other creditors	184,124	127,495	97,454	53,070
Accruals and deferred income	135,807	97,924	123,914	80,018
	<u>365,821</u>	<u>276,053</u>	<u>260,580</u>	<u>178,042</u>

17. Provisions for liabilities

	Notes	2022 £	2021 £
Retirement benefit obligations	18	524,000	826,000
		<u>524,000</u>	<u>826,000</u>

18. Defined Benefit Pension Scheme

The company participates in the Social Housing Pension Scheme (the Scheme), a multi-employer scheme which provides benefits to some 500 non-associated employers. The Scheme is a defined benefit scheme in the UK.

The Scheme is subject to the funding legislation outlined in the Pensions Act 2004 which came into force on 30 December 2005. This, together with documents issued by the Pensions Regulator and Technical Actuarial Standards issued by the Financial Reporting Council, set out the framework for funding defined benefit occupational pension schemes in the UK.

The last triennial valuation of the scheme for funding purposes was carried out as at 30 September 2017. This valuation revealed a deficit of £1.522m. A Recovery Plan has been put in place with the aim of removing this deficit by 30 September 2026.

The Scheme is classified as a 'last-man standing arrangement'. Therefore the company is potentially liable for other participating employers' obligations if those employers are unable to meet their share of the scheme deficit following withdrawal from the Scheme. Participating employers are legally required to meet their share of the Scheme deficit on an annuity purchase basis on withdrawal from the Scheme.

For financial years ending on or before 28 February 2019, it has not been possible for the company to obtain sufficient information to enable it to account for the Scheme as a defined benefit scheme, therefore the company has accounted for the Scheme as a defined contribution scheme.

For financial years ending on or after 31 March 2019, it is possible to obtain sufficient information to enable the company to account for the Scheme as a defined benefit scheme.

THE BRAUNSTONE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

18 Defined Benefit Pension Scheme Continued

For accounting purposes, two actuarial valuations for the scheme were carried out with effective dates of 31 March 2018 and 30 September 2018. The liability figures from each valuation are rolled forward to the relevant accounting dates, if applicable, and are used in conjunction with the company's fair share of the Scheme's total assets to calculate the company's net deficit or surplus at the accounting period start and end dates

FAIR VALUE OF PLAN ASSETS, PRESENT VALUE OF DEFINED BENEFIT OBLIGATION AND DEFINED BENEFIT ASSET (LIABILITY)

	31/03/2022 (£000s)	31/03/2021 (£000s)
Fair value of plan assets	3,516	3,328
Present value of defined benefit obligation	4,040	4,154
Surplus (deficit) in plan	(524)	(826)
Unrecognised surplus	-	-
Defined benefit asset (liability) to be recognised	(524)	(826)
Deferred tax	-	-
Net defined benefit asset (liability) to be recognised	(524)	(826)

RECONCILIATION OF OPENING AND CLOSING BALANCES OF THE DEFINED BENEFIT OBLIGATION

	31/03/2022 (£000s)
Defined benefit obligation at start of period	4,154
Current service cost	-
Expenses	4
Interest expense	90
Member Contributions	-
Actuarial losses (gains) due to scheme experience	207
Actuarial losses (gains) due to changes in demographic assumptions	(63)
Actuarial losses (gains) due to changes in financial assumptions	(295)
Benefits paid and expenses	(57)
Liabilities acquired in a business combination	-
Liabilities extinguished on settlements	-
Losses (gains) on curtailments	-
Losses (gains) due to benefit changes	-
Exchange rate changes	-
Defined benefit obligation at end of period	4,040

THE BRAUNSTONE FOUNDATION**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)****FOR THE YEAR ENDED 31 MARCH 2022****RECONCILIATION OF OPENING AND CLOSING BALANCES OF THE FAIR VALUE PLAN ASSETS**

	Period from 31 March 2021 to 31 March 2022 (£000s)
Fair value of plan assets at start of period	3,328
Interest Income	73
Experience on plan assets (excluding amounts included in interest income) - gain (loss)	75
Employer Contributions	97
Member Contributions	-
Liabilities acquired in a business combination	(57)
Assets acquired in a business combination	-
Assets distributed on settlements	-
Exchange rate changes	-
Fair Value of plan assets at end of period	3,516

The actual return on plan assets (including any changes in share assets) over the period from 31 March 2021 to 31 March 2022 was £148,000

DEFINED BENEFIT COSTS RECOGNISED IN STATEMENT OF COMPREHENSIVE INCOME

	Period from 31 March 2021 to 31 March 2022 (£000s)
Current service cost	-
Expenses	4
Net interest expense	17
Losses (gains) on business combinations	-
Losses (gains) on settlements	-
Losses (gains) on curtailments	-
Losses (gains) due to benefit changes	-
Defined benefit costs recognised in statement of comprehensive income (SOCI)	21

THE BRAUNSTONE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

18. Defined Benefit Pension Scheme Continued

DEFINED BENEFIT COSTS RECOGNISED IN OTHER COMPREHENSIVE INCOME

	Period from 31 March 2021 to 31 March 2022 (£000s)
Experience on plan assets (excluding amounts included in net interest cost) - gain (loss)	75
Experience gains and losses arising on the plan liabilities - gain (loss)	(207)
Effects of changes in the demographic assumptions underlying the present value of the defined benefit obligation - gain (loss)	63
Effects of changes in the financial assumptions underlying the present value of the defined benefit obligation - gain (loss)	295
Total actuarial gains and losses (before restriction due to some of the surplus not being recognisable) - gain (loss)	226
Effects of changes in the amount of surplus that is not recoverable (excluding amounts included in net interest cost) - gain (loss)	-
Total amount recognised in other comprehensive income - gain (loss)	226

THE BRAUNSTONE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

18. Defined Benefit Pension Scheme Continued

ASSETS

	31/03/2022	31/03/2021
	(£000s)	(£000s)
Global Equity	675	531
Absolute Return	141	184
Distressed Opportunities	126	96
Credit Relative Value	117	105
Alternative Risk Premia	116	125
Fund of Hedge Funds	-	-
Emerging Markets Debt	102	134
Risk Sharing	116	121
Insurance-Linked Securities	82	80
Property	95	69
Infrastructure	250	222
Private Debt	90	79
Opportunistic Illiquid Credit	118	85
High Yield	30	100
Opportunistic Credit	13	91
Cash	12	-
Corporate Bond Fund	235	197
Liquid Credit	-	40
Long Lease Property	90	65
Secured Income	131	138
Liability Driven Investment	981	846
Currency Hedging	(14)	-
Net Current Assets	10	20
Total Assets	3,3516	3,328

None of the fair values of the assets shown above include any direct investments in the employer's own financial instruments or any property occupied by, or other assets used by, the employer.

KEY ASSUMPTIONS

	31 March 2022	31 March 2021
	% per annum	% per annum
Discount Rate	2.79%	2.17%
Inflation (RPI)	3.57%	3.28%
Inflation (CPI)	3.19%	2.86%
Salary Growth	4.19%	3.86%
Allowance for commutation of pension for cash at retirement	75% of maximum allowance	75% of maximum allowance

THE BRAUNSTONE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

The mortality assumptions adopted at 31 March 2022 imply the following life expectancies:

	Life expectancy at age 65 (Years)
Male retiring in 2022	21.1
Female retiring in 2022	23.7
Male retiring in 2042	22.4
Female retiring in 2042	25.2

19. Endowment fund

The endowment fund is a new reserve created in 2019 and resulted from the transfer of the Braunstone Health Centre from PA Housing and was independently valued at £5,000,000 by Innes England.

	As At 01/04/2020	Movements	As At 31/03/2021	As At 01/04/2021	Movements	As At 31/03/2022
Capital Endowment	5,000,000	-	5,000,000	5,000,000	-	5,000,000
	5,000,000	-	5,000,000	5,000,000	-	5,000,000

THE BRAUNSTONE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

20. Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	As At 01/04/2020	Income	Expenditure	Transfers	As At 31/03/2021	As At 01/04/2021	Income	Expenditure	Transfers	As At 31/03/2022
Sport England	223	-	-	-	223	223	-	-	-	223
Power to Change	61,111	123,014	(150,403)	-	33,722	33,722	145,999	(162,819)	-	16,902
Impact to Growth	5,263	-	-	-	5,263	5,263	-	-	-	5,263
Police Crime Commissioner's Fund	14,582	-	(2,325)	-	12,257	12,257	12,014	(10,325)	-	13,946
Reducing Isolation	18,397	38,038	(46,558)	-	9,877	9,877	13,066	(14,263)	(8,680)	-
Befriending projects	-	-	-	-	-	-	-	-	8,680	8,680
Masonic Foundation	8,640	19,321	(23,925)	-	4,036	4,036	19,817	(13,092)	-	10,761
Community Business Fund	(11,895)	13,751	(1,270)	-	586	586	-	-	-	586
Covid Safer Communities	-	-	-	-	-	-	4,127	(4,127)	-	-
HAF Schemes	-	-	-	-	-	-	13,980	(13,268)	-	712
Action Homeless	-	-	-	-	-	-	10,000	(9,233)	-	767
Football Foundation grant	-	-	-	-	-	-	16,319	(16,319)	-	-
Restricted Funds	96,321	194,124	(224,481)	-	65,964	65,964	235,322	(243,446)	-	57,840

The transfer of the balance left on the Reducing Isolation fund has been made within restricted funds to a new Befriending fund which has been agreed with the funders.

THE BRAUNSTONE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

21. Unrestricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	As At 01/04/2020	Income	Expenditure	Gains/(losses)	Transfers	As At 31/03/2021	Income	Expenditure	Gains/(losses)	Transfers	As At 31/03/2022
Unrestricted											
Projects	2,836,702	1,655,094	(1,342,872)	-	-	3,148,924	1,479,883	(1,444,251)	1,145,000	(133,222)	4,196,334
Pension Provision	(407,000)	-	-	(419,000)	-	(826,000)	-	-	302,000	-	(524,000)
Revaluation Reserve	139,988	-	-	-	-	139,988	-	-	204,000	-	343,988
Unrestricted Funds	2,569,690	1,655,094	(1,342,872)	(419,000)	-	2,462,912	1,479,883	(1,444,251)	1,651,000	(133,222)	4,016,322

22. Designated funds

	As At 01/04/2020	Income	Expenditure	Transfers	As At 31/03/2021	As At 01/04/2021	Income	Expenditure	Transfers	As At 31/03/2022
Sinking fund	445,099	192	(11,798)	-	433,493	433,493	236	(101,663)	133,222	465,288
Designated Funds	445,099	192	(11,798)	-	433,493	433,493	236	(101,663)	133,222	465,288

The transfer of £133,222 represents an increase in the running balance of the sinking fund which is used to maintain the Health Centre buildings and is a proportion of unspent service charges which it has been agreed can be transferred to this fund as it will maintain the building which the tenants to occupy.

THE BRAUNSTONE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

23 Analysis of net assets between funds

	Unrestricted Funds 2021 £	Designated Funds 2021 £	Restricted Funds 2021 £	Endowment Funds 2021 £	Total 2021 £	Unrestricted funds 2021 £	Designated Funds 2022 £	Restricted Funds 2022 £	Endowment Funds 2022 £	Total 2022 £
Fund balances at 31 March represented by:										
Tangible assets	1,025,355	-	-	-	1,025,355	1,227,054	-	-	-	1,227,054
Investment properties	1,745,000	-	-	5,000,000	6,745,000	2,890,000	-	-	5,000,000	7,890,000
Current assets/(liabilities)	518,557	433,493	65,964	-	1,018,014	423,268	465,288	57,840	-	946,396
Provisions for liabilities/charges	(826,000)	-	-	-	(826,000)	(524,000)	-	-	-	(524,000)
	2,462,912	433,493	65,964	5,000,000	7,962,369	4,016,322	465,288	57,840	5,000,000	9,539,450

Analysis of net assets between funds - Charity

	Unrestricted Funds 2021 £	Designated Funds 2021 £	Restricted Funds 2021 £	Endowment Funds 2021 £	Total 2021 £	Unrestricted Funds 2022 £	Designated Funds 2022 £	Restricted Funds 2022 £	Endowment Funds 2022 £	Total 2022 £
Fund balances at 31 March represented by:										
Tangible assets	1,025,355	-	-	-	1,025,355	1,227,054	-	-	-	1,227,054
Investment properties	1,745,000	-	-	5,000,000	6,745,000	2,890,000	-	-	5,000,000	7,890,000
Investments	1	1	-	-	1	1	-	-	-	1
Current assets/(liabilities)	518,556	433,493	65,964	-	1,018,013	423,267	465,288	57,840	-	946,395
Provisions for liabilities/charges	(826,000)	-	-	-	(826,000)	(524,000)	-	-	-	(524,000)
	2,462,912	433,493	65,964	5,000,000	7,962,369	4,016,322	465,288	57,840	5,000,000	9,539,450

THE BRAUNSTONE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

24. Related party transactions

Remuneration of key management personnel

The remuneration of key management personnel is as follows.

	2022	2021
	£	£
Aggregate compensation	156,269	156,285

The remuneration of key management personnel includes emoluments from employment, employer pension contributions and employer national insurance.

25. Financial commitments, guarantees and contingent liabilities

The charity currently participates in the Social Housing Pension Scheme (SHPS), which as indicated in note 17 has a shortfall of assets compared to liabilities. Where the scheme is in deficit and where the company has agreed to a deficit funding arrangement, the company recognises a liability for this obligation. The amount recognised of £826,000 is the net present value of the deficit reduction contributions payable under the arrangement that relates to the deficit.

26. Subsidiaries

Details of the charity's subsidiaries at 31 March 2022 are as follows:

Name of undertaking	Registered Office	Nature of business	Class of shares held	% Held	
				Direct	Indirect
B-Inspired (Trading) Ltd	England	Rental of office space	Ordinary	100.00	-

The charity owns the whole of the issued ordinary share capital of B-Inspired (Trading) Ltd, a company registered in England. All activities have been consolidated on a line by line basis in the SOFA. Any total net profits will be gifted to the charity. A summary of the results of the subsidiary is shown below:

B-Inspired (Trading) Ltd

	2022	2021
	£	£
Income	440,263	442,535
Administrative expenses	(440,263)	(442,535)
Net profit/(loss)	-	-

The aggregate of the assets, liabilities and funds was:

Assets	166,985	153,621
Liabilities	(166,984)	(153,620)
Funds	1	1

THE BRAUNSTONE FOUNDATION**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)****FOR THE YEAR ENDED 31 MARCH 2022**

27. Cash generated from operations

	2022	2021
	£	£
Surplus for the year	1,071,081	270,259
Adjustments for:		
Taxation	-	12
Investment income recognised in statement of financial activities	(405)	(412)
Fair value gains and losses on investment properties	(1,145,000)	-
Depreciation and impairment of tangible fixed assets	2,300	2,709
Movements in working capital:		
(Increase)/decrease in debtors	(29,968)	155,466
Increase/(decrease) in creditors	96,009	(7,717)
Cash (absorbed by)/generated from operations	(5,983)	420,317

28. Analysis of changes in net funds

The charity had no debt during the year.