

Registered Charity No. 1146784 (England & Wales)

Imperial War Museum Development Trust
Annual Report
And Accounts
for the year ended 31 March 2024

Imperial War Museum Development Trust
Report of the trustees
For the year ended 31 March 2024

The Trustees present their Annual Report and the Financial Statements of the charity for the year ended 31st March 2024. The Financial Statements have been prepared in accordance with the accounting policies set out in note 1 to the Accounts and comply with the charity's Trust Deed, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and the Republic of Ireland (FRS 102) (effective 1 January 2015).

Our purpose and activities

The Trustees have referred to the Charity Commission's guidance on public benefit when setting the aims and objectives of the Trust, and in the planning of future activities. In particular, the Trustees have considered how planned activities will contribute towards the aims and objectives they have set.

The main activities and aims of the Trust are set out below. All of the Trust's charitable activities are undertaken to further its charitable purposes for the public benefit.

The Trust was founded in order to acquire artefacts relating to the history and development of warfare and its impact on society; render assistance to the Imperial War Museum ("the Museum") on the preservation, maintenance and repair of objects in the Museum's custody for the purpose of exhibition to the public or for use in study or research; promote the study of the history of warfare and its impact on society, and to improve amenities and facilities for visitors and students at the Museum.

Achievements and performance

During the year £1 million was received from Imperial War Museum, for the General Fund.

The Trustees approved three grants to be paid to Imperial War Museum. In October 2023, a grant was made to the value of £50,000 to support the third series of the Conflicts of Interest podcast, run by the Imperial War Museum Institute. At the November Board meeting the Trustees approved a grant to the value of £45,000, to continue to support the work of the War Memorials project, and to the value of £24,222, to support the AHRC's Early Career Fellowship with Robert Gordon University. In addition, approved out of session, in October 2023, a grant of up to £300,000 was approved towards the Imperial War Museum Duxford Masterplan's east-side Playzone, to cover any shortfall in funding for the project. At the time of the accounts, this grant has been designated to the project.

In addition a grant of £10,979 was approved to be paid to the American Air Museum in Britain.

At the July Board meeting, Trustees acknowledged Mr Card's last Development Trust meeting before his retirement in the summer. On behalf of the Trustees, the Chair thanked Mr Card for his commitment and dedication to the IWM and the Development Trust.

Reserves policy

The Trustees' policy is to maintain a level of reserves which will provide a stable basis for its continuing activities while at the same time ensuring excessive funds are not accumulated.

The Balance Sheet shows a total fund balance of £9,350,768 of which £1,783,838 is restricted for the American Air Museum in Britain. The unrestricted balance of £7,566,930 equates to the free reserves of the Trust as at 31st March 2024. The Trustees consider this to be an adequate level for the current needs of the Trust.

The reserves policy of the trust is reviewed by the Trustees at its Board meetings.

Fundraising Policy

The Trust receives income during the year from the American Air Museum in Britain, for investment, and from other sources from time to time, including the Imperial War Museum and Trusts and Foundations, as well as bequests.

The Imperial War Museums' Development Team are available to inform and support any fundraising activities of the Trust, as part of the operating agreement held with Imperial War Museum. The team is committed to work to a best practice framework and are members of the Institute of Fundraising. The team do everything possible to meet the needs of potential supporters and protect vulnerable people. In particular, they comply with the Code of Fundraising Practice and all relevant data protection laws. No instances of non-compliance have been identified during the year.

The Charity aims to respond to all complaints individually and in a timely manner. All complaints inform and influence the Trust's approach to fundraising. During the year, the Development Trust was not notified by the Charity Commission of any complaints.

Investment Review and Policy

Trustees review cash investments for both the restricted and for the unrestricted funds at each Board meeting.

Plans for future periods

Ickleton

In May 2019, the trustees of the Trust purchased the freehold, at auction, of 4.5 hectares of farmland at Ickleton, on which 18 units, which previously housed the Imperial War Museum's nitrate film collection, sit. The tenancy agreement with Imperial War Museum was rolled over to the Trust on its existing terms, and the Museum is now paying rent to the Trust.

Under Charity Commission rules, Trustees have a duty to maximise their investment in the land purchased at Ickleton. An options appraisal for plans going forward with the site are to be presented to the Board for discussion at the Autumn 2024 meeting.

Charitable Grants

During the year Trustees expressed the need to ensure that the Trust continues to make charitable contributions to projects on an ongoing basis. At the April 2024 Board meeting, Trustees encouraged teams to put proposals for projects and programmes forward for consideration. Whilst being mindful of the large projects coming down the line for which match funding may be required, Trustees specifically requested ideas which are related to digital, immersive, or experiential initiatives. A firmer idea of the smaller-scale grant opportunities will be presented in time for the Autumn Board meeting for Trustees to consider.

Assessment of Going Concern

The Trustees have assessed whether the use of the going concern assumption is appropriate in preparing these financial statements. Having reviewed the financial position, and the forecast for 2024/25, the Trustees consider that there are no material uncertainties about the charity's ability as a going concern for 12 months from the date of the signing of these financial statements. Trustees have a reasonable expectation that the charity has adequate resources to continue its activities for the foreseeable future. Accordingly, they continue to adopt a going concern basis in preparing the financial statements.

Reference and administrative details

Charity Registration number 1146784

Registered address Imperial War Museum
Lambeth Road
London SE1 6HZ

Our advisors

Independent auditors Moore Kingston Smith LLP
9 Appold Street
London EC2A 2AP

Bankers Barclays Bank
1 Churchill Place
London E14 5HP

Investment Managers Sarasin Investment Funds Limited
Juxton House
100 St Paul's Churchyard
London EC4M 8BU

Imperial War Museum Development Trust
Report of the trustees
For the year ended 31 March 2024

Trustees

The trustees and officers serving during the year and since the year end up until the date of signing were as follows:

Mr Tom Wright CBE (Chair)
Mr Keith Cameron
Ms Caro Howell MBE (from 5 July 2023)
Dame Judith Mayhew Jonas DBE

Officers

Mr Jon Card ACA Treasurer (until 30 September 2023)
Ms Françoise Harris, Treasurer (from 1 October 2023)
Ms Katie Allwood Secretary

Structure, Governance and Management

Governing Instrument

The Imperial War Museum Development Trust (the Trust) is a registered charity, number 1146784, and was originally constituted as an exempt charity, by a Declaration of Trust dated 8 September 1969, and updated on 2 June 2004. Under sections 4, 12, 13, 14 and 15 of the Trust Deed, the trustees of the charity are empowered to receive, hold and administer funds or other assets entrusted to them by grant, gift or bequest for purposes appropriate to the functions of the Trust.

At the 7th March 2012, existing trustees agreed a further amendment of the Trust Deed, enabling the reconstitution of the Trust in order to give it independence from the Imperial War Museum. The Charity was registered with the Charity Commission with effect from that date.

Appointment of trustees

The trustees of the Trust are the Director-General of IWM and at least two other persons appointed as trustees by the trustees. No person may be appointed as a trustee if as a result of their appointment the number of museum trustees would equal or exceed the number of independent trustees. The trustees using their powers to appoint trustees shall use their best endeavours to ensure that at any time the number of independent trustees exceeds the number of museum trustees.

Each trustee appointed shall hold office for three years from the date of his appointment but may be appointed any number of times. The revised Deed of Trust includes a requirement that ensures that replacements for the independent trustees are made prior to their retirement, ensuring compliance with the stipulation that the Trust has a majority of independent Trustees. At the April 2024 Board meeting, Trustees agreed to make update the Development Trust documentation to include that a quorum should consist of two Trustees and the Director-General.

All new trustees will be trained through an induction with Imperial War Museum.

Imperial War Museum Development Trust
Report of the trustees
For the year ended 31 March 2024

Organisation

The trustees are ultimately responsible for the policies, activities and assets of the Trust. The Trustees normally meet twice a year to review the developments with regard to the Trust, and make any important decisions. When necessary, the trustees seek advice and support from the Trust's professional advisers including its bankers and auditors. The day to day management of the Trust's activities is performed by the staff of the Imperial War Museum under an operating agreement.

Related parties

None of our trustees or key management personnel received remuneration or other benefit from their work with the charity.

Connected charities

Caro Howell is a trustee of Imperial War Museum Development Trust, Director General of Imperial War Museum, and a Vice President of the American Air Museum in Britain. In 2023/24, £119,222 was given to Imperial War Museum, £50,000 to support the third series of the institute Conflicts of Interest podcast, £45,000 to support the War Memorials project, and £24,222 to support the AHRC Early Career Fellowship with Robert Gordon University (2022/23, £750,000 towards the Blavatnik Art, Film and Photography Gallies at Imperial War Museum, London, £45,000 to support the War Memorials project), and £47,894 (2022/23 - £46,283) was given to the American Air Museum.

In addition, £1 million was received for the General Fund from Imperial War Museum (2022/23 - £4 million).

Risk Management

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

A risk register for the Development Trust has been set up and is regularly presented to Trustees for review. The ratings relating to risk of breaches in law and regulation (in respect of cybercrime and the implementation of GDPR) and the adverse economic climate were endorsed.

Principal risks and uncertainties

Trustees will continue to monitor the finances on a regular basis at their board meetings.

Trustees' responsibilities in relation to the financial statements

The charity trustees are responsible for preparing a trustees' annual report and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Imperial War Museum Development Trust
Report of the trustees
For the year ended 31 March 2024

The law applicable to charities in England and Wales requires the trustees to prepare financial statements for each 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 period. In preparing these accounts, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Statement of Recommended Practice (Accounting and Reporting by Charities) (the Charities' SORP);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable United Kingdom Accounting Standards have been followed, subject to any material departures disclosed and explained in the accounts; 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 proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the accounts 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.

This report was approved by the trustees on and signed on their behalf by



F Harris

Date 17/10/2024

Treasurer

Independent Auditor's Report to the Trustees of The Imperial War Museum Development Trust

Opinion

We have audited the financial statements of the Imperial War Museum Development Trust for the year ended 31 March 2024 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 'The Financial Reporting Standard Applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

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

Basis for opinion

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

Conclusions relating to going concern

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

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

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

Other information

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

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 course of 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 themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Independent Auditor's Report to the Trustees of The Imperial War Museum Development Trust

Matters on which we are required to report by exception

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

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

Responsibilities of trustees

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

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

Auditor's Responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

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

As part of an audit in accordance with ISAs (UK) we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purposes of expressing an opinion on the effectiveness of the charity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence

Independent Auditor's Report to the Trustees of The Imperial War Museum Development Trust

- obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

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

The objectives of our audit in respect of fraud, are; to identify and assess the risks of material misstatement of the financial statements due to fraud; to obtain sufficient appropriate audit evidence regarding the assessed risks of material misstatement due to fraud, through designing and implementing appropriate responses to those assessed risks; and to respond appropriately to instances of fraud or suspected fraud identified during the audit. However, the primary responsibility for the prevention and detection of fraud rests with both management and those charged with governance of the charity.

Our approach was as follows:

- We obtained an understanding of the legal and regulatory requirements applicable to the charity and considered that the most significant are the Charities Act 2011, the Charity SORP, and UK financial reporting standards as issued by the Financial Reporting Council.
- We obtained an understanding of how the charity complies with these requirements by discussions with management and those charged with governance.
- We assessed the risk of material misstatement of the financial statements, including the risk of material misstatement due to fraud and how it might occur, by holding discussions with management and those charged with governance.
- We inquired of management and those charged with governance as to any known instances of non-compliance or suspected non-compliance with laws and regulations.
- Based on this understanding, we designed specific appropriate audit procedures to identify instances of non-compliance with laws and regulations. This included making enquiries of management and those charged with governance and obtaining additional corroborative evidence as required.

There are inherent limitations in the audit procedures described above. We are less likely to become aware of instances of non-compliance with laws and regulations that are not closely related to events and transactions reflected in the financial statements. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

Independent Auditor's Report to the Trustees of The Imperial War Museum Development Trust

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Chapter 3 of Part 8 of the Charities Act 2011. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to any party other than the charity and charity's trustees as a body, for our audit work, for this report, or for the opinion we have formed.

Moore Kingston Smith LLP

Date: 21 October 2024

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Moore Kingston Smith LLP, Statutory auditor

9 Appold Street
London
EC2A 4AP

Moore Kingston Smith LLP is eligible to act as auditor in terms of Section 1212 of the Companies Act 2006.

The Imperial War Museum Development Trust
Statement of Financial Activities
for the 12 months to 31st March 2024

	Notes	Unrestricted Funds £	Restricted Funds £	Total funds for the year to 31st March 2024 £	Unrestricted Funds £	Restricted Funds £	Total funds the year to 31st March 2023 £
Income							
Grant from Imperial War Museum		1,000,000	-	1,000,000	4,000,000	-	4,000,000
Donations & gifts		3,513	-	3,513	10,201	-	10,201
Rental income		37,696	-	37,696	37,696	-	37,696
Investments	3	122,949	48,222	171,171	55,138	46,383	101,521
Total Income		1,164,158	48,222	1,212,380	4,103,035	46,383	4,149,418
Expenditure							
<i>Expenditure on charitable activities</i>							
Grants to Imperial War Museum		119,222	-	119,222	795,000	-	795,000
Other Grants		-	47,894	47,894	-	46,283	46,283
<i>Other</i>	4	13,854	-	13,854	14,712	-	14,712
Total expenditure		133,076	47,894	180,970	809,712	46,283	855,995
Net income and net movement in funds for the year		1,031,082	328	1,031,410	3,293,323	100	3,293,423
Unrealised losses in investments		228,025	127,779	355,804	(103,691)	(102,548)	(206,239)
Unrealised gain in market value of land		-	-	-	88,968	-	88,968
Net movement in funds		1,259,107	128,107	1,387,214	3,278,599	(102,448)	3,176,151
Reconciliation of funds							
Total funds brought forward		6,307,822	1,655,732	7,963,554	3,029,223	1,758,180	4,787,403
Total funds carried forward		7,566,929	1,783,839	9,350,768	6,307,822	1,655,732	7,963,554

All recognised gains and losses are included in the statement of financial activities.

The results for the year related to continuing operations.

The Imperial War Museum Development Trust
Balance Sheet
To 31st March 2024

	Notes	Total funds for the year to 31st March 2024			Unrestricted Funds	Restricted Funds	Total funds the year to 31st March 2023
		£	£	£			£
Fixed Assets:							
Land	5	720,000	-	720,000	720,000	-	720,000
Investments	6	3,647,611	1,739,555	5,387,166	3,422,054	1,611,428	5,033,482
		4,367,611	1,739,555	6,107,166	4,142,054	1,611,428	5,753,482
Current Assets:							
Cash at bank and in hand		2,119,028	69,282	2,188,310	2,150,788	78,776	2,229,564
Debtors	7	1,088,274	11,917	1,100,191	25,188	11,811	36,999
		3,207,302	81,199	3,288,501	2,175,976	90,587	2,266,563
Liabilities							
Creditors falling due within one year	8	(7,984)	(36,915)	(44,899)	(10,208)	(46,283)	(56,491)
Net current assets		3,199,318	44,284	3,243,602	2,165,768	44,304	2,210,072
Net assets		7,566,929	1,783,839	9,350,768	6,307,822	1,655,732	7,963,554
The funds of the charity							
Total charity funds		7,566,929	1,783,839	9,350,768	6,307,822	1,655,732	7,963,554

The notes on pages 12 to 14 form part of these financial statements

Chairman

Sen Vignar

Approved by the Trustees on

17/10/2024

The Imperial War Museum Development Trust
Statement of cash flows 31st March 2024

	2024 £	2023 £
Cash flows from operating activities		
Net income for the year	1,031,410	3,293,423
Interest Received	(170,614)	(101,521)
Increase in debtors	(1,063,191)	214
Decrease in creditors	(11,592)	1,667
Net cash (used in) generated by Operating activities	(213,987)	3,193,784
Cash flows from investing activities		
Purchase of investments	-	(1,500,000)
Fund management fees	2,068	(197)
Dividends and interest received	170,666	101,521
	172,734	(1,398,676)
Change in cash and cash equivalents		
Cash & cash equivalents in the year	(41,253)	1,795,107
Cash & cash equivalents at end of year	2,229,564	434,456
	2,188,311	2,229,564

The Imperial War Museum Development Trust

Notes to the Accounts

for the 12 months to 31st March 2024

1 Accounting Policies

Basis of preparation

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) (effective 1 January 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

Imperial War Museum Development Trust meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes(s).

Having reviewed the financial position, and the budgets for 2023/24 and 2024/25, the trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern for the 12 months from the date of signing these financial statements. Trustees have also revised operational plans and expenditures and have a reasonable expectation that the charity has adequate resources to continue its activities for the foreseeable future. Accordingly, they continue to adopt a going concern basis in preparing these financial statements.

Income

Income consists of donations, investments and rent.

Donations are recognised when the charity becomes legally entitled to the funds, any restrictions attached to the item(s) of income have been met. It is probable that the income will be received and the amount can be reasonably measured.

Rent is received quarterly from a lease held with Imperial War Museum for the land held at Ickleton and included in the quarter in which it is

Interest Receivable

Interest on funds held on deposit and at the bank is included when receivable and the amount can be measured reliably by the charity and it is probable that the income will be received.

Expenditure and irrecoverable vat

Expenditure is recognised on an accruals basis in the period in which they are incurred. It includes related VAT which cannot be reversed. All expenses are allocated to the applicable expenditure headings.

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to make a payment 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 under the following headings:

- a. Grants payable to the museum are included in the statement of financial activities when approved. Grants approved but not paid for at the end of the financial year are accrued for when the recipient has been notified.
- b. Other grants payable are included in the statement of financial activities when approved. Grants approved but not paid for at the end of the financial year are accrued for when the recipient has been notified.
- c. Other sundry costs.

VAT

The Trust registered for VAT from 1st April 2019 and since then VAT has been accounted for separately.

Debtors

Debtors are recognised at their settlement amount less any provisions for non-recoverability. They have been discounted to the present value of the future cash receipt where such discounting is material.

Cash at bank and in hand

Cash at bank and in hand represents such accounts and instruments that are available on demand or have a maturity of less than three months from the date of acquisition.

Creditors

Creditors are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured reliably. Creditors are recognised at the amount the charity anticipates it will pay to settle the debt.

Fund accounting

Unrestricted general funds are funds which can be used in accordance with the charitable objects at the discretion of the Trustees.

Designated funds are designated at the discretion of the trustees in furtherance of the general objectives of the Trust.

Restricted funds are funds subject to specific restrictive conditions imposed by donors or by the purpose of the appeal.

The Imperial War Museum Development Trust
Notes to the Accounts
for the 12 months to 31st March 2024

Land

Land purchased at Ickleton was revalued on 31 March 2023 by professional valuers Gerald Eve in accordance with the Royal Institute of Chartered Surveyors guidance notes.

Investments

Investments are shown at market value in the balance sheet. Changes in the market value are included in the Statement of Financial Activities as realised and unrealised investment gains or losses in the year in which they arise.

2 Donations & Gifts

Includes the following amounts	Unrestricted Funds £	Restricted Funds £	Total 2023/24 £	Unrestricted Funds £	Restricted Funds £	Total 2022/23 £
Grants from Imperial War Museum	1,000,000	-	1,000,000	4,000,000	-	4,000,000
Trusts & Foundations	3,513	-	3,513	10,201	-	10,201
	1,003,513	-	1,003,513	4,010,201	-	4,010,201

3 Investment income

	Unrestricted Funds £	Restricted Funds £	Total 2023/24 £	Unrestricted Funds £	Restricted Funds £	Total 2022/23 £
Interest receivable						
Dividends / distributions	56,771	47,894	104,665	54,514	46,283	100,797
Interest from deposits	62,814	-	62,814	-	-	-
Bank interest	3,364	-	3,364	527	-	527
Sarasin Fees	-	328	328	97	100	197
	122,949	48,222	171,171	55,138	46,383	101,521

4 Expenditure

	Unrestricted Funds £	Restricted Funds £	Total 2023/24 £	Unrestricted Funds £	Restricted Funds £	Total 2022/23 £
<i>Expenditure on charitable activities</i>						
Grants to the Museum	119,222	-	119,222	795,000	-	795,000
Grants to the American Air Museum	-	47,894	47,894	-	46,283	46,283
<i>Other costs</i>						
IWM service fee	2,000	-	2,000	2,000	-	2,000
Bank and charges	2	-	2	34	-	34
Investment Management Fee	1,996	-	1,996	-	-	-
Audit	7,168	-	7,168	7,668	-	7,668
Other	-	-	-	36	-	36
Legal fees	-	-	-	4,176	-	4,176
Director's Insurance	2,688	-	2,688	798	-	798
	133,076	47,894	180,970	809,712	46,283	855,995

The charity has no employees and is run on a voluntary basis by the Trustees and by way of an operating agreement with Imperial War Museum.

The trustees received no remuneration for their services during the year (2022/23 - nil). No trustees received reimbursements for expenses during the year (2022/23 - nil).

The key management of the charity comprise the trustees. The total remuneration paid to key management personnel was £nil (2022/23 - £nil).

5 Land

Land held at Ickleton

Total 2023/24 £	Total 2022/23 £
720,000	720,000

In May 2019, the Trust purchased the freehold of 22 acres of farmland at Ickleton, at auction. The site consists of 18 units which used to house the Imperial War Museum's nitrate film collection.

The Imperial War Museum Development Trust
Notes to the Accounts

6 Investments

Listed investments are valued at middle market quotations ruling at the year-end

	Total 2023/24 £	Total 2022/23 £
Market Value at beginning of year	5,033,482	3,739,524
Investment in year	-	1,500,000
Distributions in year	104,436	100,797
Cash withdrawn	(104,488)	(100,797)
Fund management fees	(2,068)	197
Net Change in market value	355,804	(206,239)
	<u>5,387,166</u>	<u>5,033,482</u>
Invested as follows		
Sarasin Endowments Funds Class A INC	3,780,153	3,502,220
ICS-INS Sterling Liq-Heritage ACC (Blackrock)	1,594,677	1,516,806
Cash	12,336	14,456
	<u>5,387,166</u>	<u>5,033,482</u>

Invested as follows;

Funds		
Unrestricted	3,647,611	3,422,054
Restricted	1,739,555	1,611,428
Total Funds	<u>5,387,166</u>	<u>5,033,482</u>

7 Debtors

	Unrestricted Funds £	Restricted Funds £	Total 2023/24 £	Unrestricted Funds £	Restricted Funds £	Total 2022/23 £
Due within one year						
Accrued Income	88,274	11,917	100,190	25,188	11,811	36,999
Amounts owed by Imperial War Museum	1,000,000	-	1,000,000	-	-	-
	<u>1,088,274</u>	<u>11,917</u>	<u>1,100,190</u>	<u>25,188</u>	<u>11,811</u>	<u>36,999</u>

8 Creditors

	Unrestricted Funds £	Restricted Funds £	Total 2023/24 £	Unrestricted Funds £	Restricted Funds £	Total 2022/23 £
Amount owing to AAM	-	36,915	36,915	-	46,283	46,283
Accruals	7,984	-	7,984	10,208	-	10,208
	<u>7,984</u>	<u>36,915</u>	<u>44,899</u>	<u>10,208</u>	<u>46,283</u>	<u>56,491</u>

9 Statement of Funds

	At 1 April 2023 £	Income £	Expenditure £	Unrealised gains in investments £	Transfer between funds £	At 31 March 2024 £
Unrestricted funds						
General Fund	6,307,822	1,164,158	(133,076)	228,025	(300,000)	7,266,929
Designated Funds	-	-	-	-	300,000	300,000
Total Unrestricted funds	<u>6,307,822</u>	<u>1,164,158</u>	<u>(133,076)</u>	<u>228,025</u>	<u>-</u>	<u>7,566,929</u>
Restricted Funds						
American Air Museum	1,655,732	48,222	(47,894)	127,779	-	1,783,839
Total restricted funds	<u>1,655,732</u>	<u>48,222</u>	<u>(47,894)</u>	<u>127,779</u>	<u>-</u>	<u>1,783,839</u>
Total Funds	<u>7,963,554</u>	<u>1,212,380</u>	<u>(180,971)</u>	<u>355,804</u>	<u>-</u>	<u>9,350,768</u>

Restricted funds

Funds are held on behalf of the American Air Museum in Britain for investment purposes.

Designated funds

At the October Board meeting, a grant was designated towards the Duxford East Playzone project. Subsequently, at the April Board meeting it was noted that this grant maybe reviewed.

10 Connected charities

Imperial War Museum

During the year, £119,222 was approved to be transferred to Imperial War Museum during the year (2022/23 - £795,000). Caro Howell is a Trustee of the Imperial War Museum Development Trust and Director General of Imperial War Museum.

In addition, £1 million was received from Imperial War Museum (2022/23 - £4 million).

American Air Museum in Britain

A grant of £47,893 (2022/23 - £46,283) was approved to be transferred to the American Air Museum. Caro Howell is a trustee of the Imperial War Museum Development Trust and a Vice President of the American Air Museum.
