

THE ORWELL FOUNDATION
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021

THE ORWELL FOUNDATION

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees

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Richard Blair
Kathryn Harvey
Boyd Tonkin
Lord Ken Macdonald QC (Chair)
Hugh Tomlinson
David Taylor
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Independent examiner

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THE ORWELL FOUNDATION

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THE ORWELL FOUNDATION

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 AUGUST 2021

The Trustees present their report along with the financial statements of the charity for the 12-month period ended 31 August 2021. The accounts have been prepared in accordance with the Statement of Recommended Practice (SORP), "Accounting and Reporting by Charities" revised 2015 (FRS 102) and comply with the charity's governing document.

Objectives and activities

George Orwell (1903-1950) believed in the moral power of language and understood the dangers of its corruption. The Orwell Foundation uses George Orwell's work to celebrate honest writing and reporting, to uncover unheard voices, to confront uncomfortable truths and, in doing so, to promote Orwell's values of integrity, decency and fidelity to truth. The Foundation pursues these objectives through an annual programme of prizes, cultural events, debates, and online resources for the public benefit, including the prestigious Orwell Prizes for political writing.

Following a change to the Foundation's constitution, approved as part of a merger with The Orwell Youth Prize (on 6th May 2020), the Foundation's charitable objective also includes the promotion of the education of children and young people for the public benefit.

The Orwell Prizes, the UK's most prestigious prizes for political writing, aim to reward and promote good writing, thinking, and reporting about politics to a broad public audience. The Foundation currently awards five prizes: The Orwell Prize for Political Writing (for a work of non-fiction published in the previous calendar year in the UK); The Orwell Prize for Political Fiction (for a work of fiction); The Orwell Prize for Journalism (for commentary and/ or reportage) and The Orwell Prize for Exposing Britain's Social Evils (for reporting which has contributed to the public understanding of social issues in the UK). In addition, The Orwell Youth Prize is an annual programme for students in school years 8 – 13 (or equivalent) culminating in a writing prize.

The Foundation, which is based at the Institute of Advanced Studies at UCL, also hosts events and resources which aim to bring Orwell's work and legacy to new audiences and provide a platform for debate on issues of contemporary relevance in society, politics, and culture. Its wide range of educational activities includes open-access information and educational material, from excerpts of George Orwell's essays (courtesy of Penguin Books and the Orwell Estate) and an online library of other resources by and about Orwell, to archival footage of previous Orwell lectures and events, and to exclusive short films exploring aspects of Orwell's life and work. Its website (www.orwellfoundation.com) is accessed by thousands of people from around the world every day, while its monthly newsletter has several thousand subscribers.

The Orwell Prizes have continued throughout the COVID-19 pandemic and have adapted by hosting a series of events with shortlisted authors and journalists and holding our Awards Ceremony online. In the 2019/2020 prize cycle, we announced our winners on Times Radio, hosted by Matt Chorley, and featured interviews with the winners of the Orwell Journalism Prizes, shortlisted authors. The Bristol Cable and Peter Foster, as well as a discussion on the state and future of political journalism in a time of crisis with judges Ben Fenton, Abigail Scott Paul and Max Daly. In addition, we hosted our own Orwell Prize 'Telescreen' Ceremony on our YouTube channel featuring acceptance speeches from winners Kate Clanchy and Colson Whitehead plus an exclusive interview with George Orwell's son, Richard Blair.

In the 2020/21 prize cycle, we announced the winners on Twitter, Instagram, and our YouTube channel. In the run up to the announcement, we held a series of events with bookshops across the UK on the themes of Europe, home, care, and conspiracy. We also published a series of interviews with our short-listed authors on our blog, 'As I Please'.

THE ORWELL FOUNDATION

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

The Orwell Prize for Political Fiction

First awarded in 2019, The Orwell Prize for Political Fiction rewards outstanding novels and collections of short stories, first published in the UK or Ireland, that illuminate major social and political themes, present or past, through the art of narrative.

The prize is sponsored by the Orwell estate's literary agency, A. M. Heath, and George Orwell's son, Richard Blair. The Foundation, which is based at UCL's Institute of Advanced Studies, works closely with the Department of English Language and Literature at UCL, who also nominate one of the prize's four judges.

The 2021 winner was Ali Smith, and previous winners include Anna Burns and Colson Whitehead.

The Orwell Prize for Political Writing

The Orwell Prize for Political Writing (previously, Orwell Prize for Books) is for a work of non-fiction, whether a book or pamphlet, first published in the UK or Ireland. 'Political' is defined in the broadest sense, including (but not limited to) entries addressing political, social, cultural, moral, and historical subjects and can be in any written format including pamphlets, books published by think tanks, diaries, memoirs, letters and essays.

The 2021 winner was Joshua Yaffa, and previous winners include Kate Clanchy and Patrick Radden Keefe.

The Orwell Prize for Journalism

The Orwell Prize for Journalism is awarded to a journalist for sustained reportage and/or commentary working in any medium.

A submission should consist of a minimum of three and a maximum of four articles in any combination of media. This might consist of, for example, three printed articles, three television or radio broadcasts or a combination of different media.

The 2021 winners were John Harris and John Domokos, and previous winners include Janice Turner, Steve Bloomfield, Suzanne Moore, Carole Cadwalladr, and Fintan O'Toole.

The Orwell Prize for Exposing Britain's Social Evils

Since 2014, The Orwell Prize and the Joseph Rowntree Foundation have worked together on The Orwell Prize for Exposing Britain's Social Evils, a social issues journalism prize.

Named in recognition of the task Joseph Rowntree gave his organization 'to search out the underlying causes of weakness or evil' that lay behind Britain's social problems, the prize supports and encourages original, insightful, and impactful reporting on social issues in the UK.

Entries should consist of a story that has enhanced the public understanding of social problems and public policy in the UK. The story must be clearly and primarily concerned with an aspect of UK society. Entry is free and there are no charges at any point. A single author, or small group of authors may enter.

The 2021 winner was Annabel Deas, and previous winners include Ian Birrell, Max Daly, Sarah O'Connor, Felicity Lawrence, Nicci Gerrard, and Alison Holt.

The Orwell Memorial Lecture

The Orwell Memorial Lecture has been given annually since 1989 and is generously sponsored by George Orwell's son, Richard Blair. Originally held at Birkbeck, University of London and the University of Sheffield, the Orwell Lecture is now held each year at University College London. The Orwell Lectures can be found on our YouTube channel, which you can access [here](#).

The lecture has attracted notable speakers including Ian McEwan, Dr Tristram Hunt, Daniel Finkelstein, Dr Rowan Williams, Dame Hilary Mantel, Robin Cook, Kamila Shamsie and Ian Hislop. The Orwell Memorial Lecture 2021 with Ian McEwan was republished in the New Statesman, and the Orwell Memorial Lecture 2020 with Dr Tristram Hunt had a live online audience of around 800 attendees. It was international in scope, featuring responses from Tasneem Zakaria Mehta, managing trustee and honorary director of the Dr Bhau Daji Lad Mumbai City Museum, and Thant Myint-U, Burmese historian and Founder and Chairman of the Yangon Heritage Trust.

THE ORWELL FOUNDATION

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

Achievements and performance

2020-2021 was the Orwell Youth Prize's seventh year of operation and activities.

- In 2021, the Orwell Youth Prize received 677 entries. (1206 entries in 2020).
- 85 volunteer readers from institutions including Oxford University Press, University College London, King's College London, and Penguin to provide personalised feedback and assisted in the longlisting.
- In total 412 pieces of unique feedback were delivered to entrants.
- Knowing that the most disadvantaged young people were hit hardest by the lockdown, the Orwell Youth Prize ran a series of writing workshops, led by writer and trustee Stephen Armstrong, with The Star Project in Paisley.
- The winning and runners-up entries were shared with their MPs and local newspapers, as well as individuals and organisations requested by the young people themselves. Responses came from MPs such as Jess Phillips, Theresa May, Bob Seely, Anthony Browne and Olivia Blake, and the Mayor of Bristol, Marvin Rees.
- As part of the Youth Fellows programme, the 2020 winners and runners up participated in a new podcast series with the think-tank Compass, engaging in conversation with a range of writers, politicians and policy makers, including Dawn Butler MP, Donna Hall CBE, and John Harris (Guardian journalist).
- Following her podcast with 2020 runner-up, Manal Nadeem, Dawn Butler quoted Manal's Youth Prize piece, 'The Poverty Pandemic' as part of a speech in parliament, which was widely reported and shared on social media.

For the 2021/22 Prize, we will work to:

- expand entries, with a focus on our game design category and attracting the increased participation of boys
- establish a new Target Schools Programme, working with a group of non-selective state schools in the UK, who meet at least one metric of deprivation
- create a new Submissions Pathway for individual entrants and for teachers

Partnerships

The Youth Prize worked in partnerships with:

- **Rethinking Poverty, The Webb Trust**
- **Oxford University Press**
- **University College London**
- **King's College London**
- **Penguin**

THE ORWELL FOUNDATION

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

The Orwell Youth Prize

The Orwell Youth Prize is an annual programme for students in school years 8 – 13 (or equivalent) culminating in a writing prize. The writing prize, which is free to enter, independent of editorial agenda and open to self-nomination, is accompanied by a programme of events, debates and other activities.

Rooted in Orwell's values of integrity and fairness, the Prize, and the activities around it, introduce young people to the power of language and provoke them to think critically and creatively about the world in which they are living. With a particular focus on social justice, the Youth Prize asks young people to respond to big ideas in contemporary society. Past themes have included: 'Truth vs. Lies', 'Identity', 'A Fair Society?' and 'The Future We Want'.

Far more than just a prize, the Orwell Youth Prize offers young people a journey progressing from debate-provoking workshops and resources, through to personal feedback on draft entries, and building a community around youth writing with an audience that engages with it. Our understanding of social and educational disadvantage in the UK drives our work and focus, with the aim of reaching schools and individuals from less advantaged backgrounds, through workshops and online resources.

Activities

Through a second year of the pandemic, in 2021, Youth Prize activities moved online, with educational resources and new initiatives including:

- Online introductory videos for teachers and individual entrants
- Downloadable and adaptable lesson plans
- Online workshop videos from professional writers
- The 2021 theme, designed in collaboration with our partner, Rethinking Poverty, The Webb Legacy, was 'A New Direction: Starting Small'
- For the first time in 2021, the Youth Prize opened a new category for entries in the form of video game design
- The 2021 judging panel included representatives of the games industry, journalism, and poetry, as well as a former Youth Prize winner
- In 2021, our Celebration Event took place online.
- The winners and runners-up from 2020 and 2021 were enrolled in our Orwell Youth Fellows Programme

THE ORWELL FOUNDATION

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

Financial review

In 2020/2021, The Orwell Foundation received income of £191,383 with expenditure amounting to £127,450. This resulted in a surplus of £63,933, £59,024 of which was an increase in Restricted Funds. The Foundation's opening balance in reserves in July 2020 was £179,960 and its closing balance in August 2021 was £243,893. Overall income for this 12-month period was £23,840 higher than income for the 12-month year ended 31 August 2020. This was partly due to the merger with the Orwell Youth Prize and the transfer of assets from The Orwell Youth Prize to the Foundation on 6 May 2021. Savings were also realised through the cancellation of live events and activities during the pandemic and the loss of one role in the organisational structure. Income from Charitable Activities was down in 2021 as 2020 included a significant one off donation of £47k.

Reserves Policy

It is the policy of the Board of Trustees to maintain sufficient reserves to cover the charity's forecast expenditure for at least the following 6 months.

Reserves

The trustees have considered the level of funds held and the expected income and expenditure for 12 months from the date of approval of these financial statements.

The trustees are satisfied that considering the income and budgeted expenditure and the level of the Foundation's reserves that it is appropriate for the accounts to be prepared on a going concern basis.

Last year funding from the Joseph Rowntree Foundation was confirmed for a further two years, in addition to the one-off grant for the year 2018-2019, awarded in collaboration with The Orwell Youth Prize for a series of events aiming to build public support to tackle poverty in the UK.

A. M. Heath and Richard Blair sponsored a new Orwell Prize for Political Fiction for four years, beginning 2018/2019,

The Orwell Foundation begins 2021/2022 with £243,893 (2020: £179,960) in reserves.

Principal sources of funds

The Foundation's principal sources of funding are currently The Joseph Rowntree Foundation, The Political Quarterly, Richard Blair and A. M. Heath.

THE ORWELL FOUNDATION

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

Structure, governance and management

The Orwell Foundation is a Charitable Incorporated Organisation (CIO) governed by a constitution. Trustees are appointed for a term of four years and may be reappointed for a further four years. Two trustees representing the literary estate of George Orwell (Richard Blair and William Hamilton) are appointed indefinitely due to their key roles in preserving the Orwell legacy. Trustees are appointed by agreement of the Board of Trustees, who have regard to the skills, knowledge and experience needed for the effective management of the CIO. Two trustees (in the year 2020-21, Laura Jones and Gavin Kelly) are nominated by the Political Quarterly.

There is a Trustee committee structure made up of the Finance and Risk Committee (FARC), Prize Committee, Youth Committee and HR Committee. They meet regularly to review the performance, governance, and activities of the organisation in detail and make recommendations to the Trustee Board.

The Board of Trustees regularly reviews the risk register and the measures taken to manage the risks identified in it. New trustees are provided with an induction pack containing information about their duties and responsibilities. When new trustees are appointed, they are introduced to the charity's work and provided with the information they need to fulfil their roles, including information about the role of trustees and their responsibilities under the Charities Act (2011).

Responsibility for the day-to-day management of the charity and its activities is delegated to the Director, Jean Seaton, who is in turn supported by the Programme Managers. Jean Seaton donates her time spent working for the Foundation and the Foundation would like to record its thanks for her considerable efforts.

Declarations

The trustees declare that they have approved the trustees' report above.

Signed on behalf of the charity's trustees.



Lord Ken Macdonald QC (Chair)

Trustee

Date:

31 March 22

THE ORWELL FOUNDATION

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 AUGUST 2021

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 ORWELL FOUNDATION

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF THE ORWELL FOUNDATION

I report to the trustees on my examination of the financial statements of The Orwell Foundation (the charity) for the year ended 31 August 2021.

Responsibilities and basis of report

As the trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 (the 2011 Act).

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act. In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

- 1 accounting records were not kept in respect of the charity as required by section 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the financial statements to be reached.



Robert Kirtland, FCA
For and on behalf of Critchleys Audit LLP
Institute of Chartered Accountants England and Wales

Beaver House
23-38 Hythe Bridge Street
Oxford
Oxfordshire
OX1 2EP

Dated:

4/4/2022

THE ORWELL FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 AUGUST 2021

	Notes	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £	Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £
<u>Income and endowments from:</u>							
Donations and legacies	3	46,426	92,077	138,503	1,984	50,000	51,984
Charitable activities	4	-	52,592	52,592	91,809	23,750	115,559
Investments	5	88	-	88	-	-	-
Other income	6	200	-	200	-	-	-
Total income		46,626	144,669	191,383	93,793	73,750	167,543
<u>Expenditure on:</u>							
Charitable activities	7	41,805	85,645	127,450	65,450	91,550	157,000
Net movement in funds		4,821	59,024	63,933	28,343	(17,800)	10,543
Transfer from the Orwell Youth Prize					25,211	5,505	30,716
Fund balances at 1 September 2020		165,329	14,631	179,960	111,775	26,926	138,701
Fund balances at 31 August 2021		170,238	73,655	243,893	165,329	14,631	179,960

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

All income and expenditure derive from continuing activities.

THE ORWELL FOUNDATION

BALANCE SHEET

AS AT 31 AUGUST 2021

	Notes	2021 £	£	2020 £	£
Current assets					
Debtors	11	55,002		20,580	
Cash at bank and in hand		226,643		171,609	
		<u>281,645</u>		<u>192,189</u>	
Creditors: amounts falling due within one year	12	(37,752)		(12,229)	
Net current assets			243,893		179,960
Income funds					
Restricted funds	13		73,655		14,631
Unrestricted funds			170,238		165,329
			<u>243,893</u>		<u>179,960</u>

The financial statements were approved by the Trustees on14/3/2022



Lord Ken Macdonald QC (Chair)
Trustee

THE ORWELL FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2021

1 Accounting policies

Charity information

The Orwell Foundation is a Charitable Incorporated Organisation.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's governing document, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

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

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

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.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

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 ORWELL FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2021

1 Accounting policies

(Continued)

1.5 Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required, and the amount of the obligation can be measured reliably. It is categorised under the following headings:

Charitable activities - comprise those costs incurred by the charity in the delivery of its services. It includes both costs that can be allocated directly to such series and those costs of an indirect nature to support them.

Governance costs - comprise expenditure associated with meeting the constitutional and statutory requirements of the charity and include the independent examination fees and costs linked to the strategic management of the charity.

1.6 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.

1.7 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.

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.

THE ORWELL FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

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.

3 Donations and legacies

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2021 £	2021 £	2021 £	2020 £	2020 £	2020 £
Donations and gifts	46,426	92,077	138,503	1,984	41,000	42,984
Grants	-	-	-	-	9,000	9,000
	<u>46,426</u>	<u>92,077</u>	<u>138,503</u>	<u>1,984</u>	<u>50,000</u>	<u>51,984</u>

4 Charitable activities

	Social Evils sponsorship	OYP Control	Other	Shortlist Income	Total 2021	Total 2020
	2021 £	2021 £	2021 £	2021 £	£	£
Other income	40,000	9,642	1,000	1,950	52,592	115,559
	<u>40,000</u>	<u>9,642</u>	<u>1,000</u>	<u>1,950</u>	<u>52,592</u>	<u>115,559</u>
Analysis by fund						
Unrestricted funds	-	-	-	-	-	91,809
Restricted funds	40,000	9,642	1,000	1,950	52,592	23,750
	<u>40,000</u>	<u>9,642</u>	<u>1,000</u>	<u>1,950</u>	<u>52,592</u>	<u>23,750</u>

THE ORWELL FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

4 Charitable activities

(Continued)

For the year ended 31 August 2020

	Social Evils sponsorship £	Political Fiction £	Gift Aid £	Other £	Total 2020 £
Other income	50,000	12,500	6,250	46,809	115,559
Analysis by fund					
Unrestricted funds	26,250	12,500	6,250	46,809	91,809
Restricted funds	23,750	-	-	-	23,750
	50,000	12,500	6,250	46,809	115,559

5 Investments

	Unrestricted funds	Total
	2021 £	2020 £
Interest receivable	88	-

6 Other income

	Unrestricted funds	Total
	2021 £	2020 £
Other income	200	-

THE ORWELL FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2021

7 Charitable activities

	2021 £	2020 £
Staff costs	68,832	93,104
Events & Project costs	47,108	26,326
Writing Prize and workshop costs	-	2,354
Other operating costs	8,577	8,630
	<u>124,517</u>	<u>130,414</u>
Share of support costs (see note 8)	1,237	25,216
Share of governance costs (see note 8)	1,696	1,370
	<u>127,450</u>	<u>157,000</u>
Analysis by fund		
Unrestricted funds	41,805	65,450
Restricted funds	85,645	91,550
	<u>127,450</u>	<u>157,000</u>

8 Support costs

	Support costs £	Governance costs £	2021 £	Support costs £	Governance costs £	2020 £
Consultancy and admin support	1,237	-	1,237	25,216	-	25,216
Audit fees	-	1,656	1,656	-	1,229	1,229
Trustee and Directors expenses	-	40	40	-	141	141
	<u>1,237</u>	<u>1,696</u>	<u>2,933</u>	<u>25,216</u>	<u>1,370</u>	<u>26,586</u>
Analysed between Charitable activities	<u>1,237</u>	<u>1,696</u>	<u>2,933</u>	<u>25,216</u>	<u>1,370</u>	<u>26,586</u>

Governance costs includes payments to the independent examiners of £1,680 (2020 - £1,200) for independent examination fees.

THE ORWELL FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2021

9 Trustees

Other than the two Trustees mentioned in Note 15, none of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

10 Employees

The average monthly number of employees during the year was:

	2021 Number	2020 Number
	3	3
	<u> </u>	<u> </u>
Employment costs	2021	2020
	£	£
Wages and salaries	62,963	84,131
Social security costs	1,351	3,289
Other pension costs	4,518	5,684
	<u> </u>	<u> </u>
	68,832	93,104
	<u> </u>	<u> </u>

There were no employees whose annual remuneration was more than £60,000.

11 Debtors

	2021 £	2020 £
Amounts falling due within one year:		
Other debtors	9,502	3,125
Prepayments and accrued income	45,500	17,455
	<u> </u>	<u> </u>
	55,002	20,580
	<u> </u>	<u> </u>

12 Creditors: amounts falling due within one year

	2021 £	2020 £
Accruals and deferred income	37,752	12,229
	<u> </u>	<u> </u>

THE ORWELL FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

13 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:

	Balance at 1 September 2019 £	Movement in funds			Transfers £	Balance at 1 September 2020 £	Movement in funds			Balance at 31 August 2021 £
		Incoming resources £	Resources expended £				Incoming resources £	Resources expended £		
Joseph Rowntree Foundation	4,426	-	(501)	-	-	3,925	-	(3,544)	-	381
JRF PR Grant	-	9,000	(9,000)	-	-	-	-	-	-	-
JRF Social Evils	-	50,000	(50,000)	-	-	-	40,000	(22,002)	-	17,998
Publishers' Marketing Contributions	-	2,250	(2,250)	-	-	-	-	-	-	-
Richard Blair Political Fiction	-	12,500	(7,500)	-	-	5,000	20,625	(15,373)	-	10,252
A. M. Heath.	22,500	-	(7,500)	-	-	15,000	-	(7,500)	-	7,500
Centris Webb Trust	-	-	(14,799)	-	5,505	(9,294)	40,000	(36,921)	-	(6,215)
Richard Blair - Youth	-	-	-	-	-	-	28,127	(400)	-	27,727
Individual Donation - Youth	-	-	-	-	-	-	3,325	-	-	3,325
Education Income - Youth	-	-	-	-	-	-	1,000	-	-	1,000
Other - Youth	-	-	-	-	-	-	11,592	95	-	11,687
	26,926	73,750	(91,550)		5,505	14,631	144,669	(85,645)		73,655

THE ORWELL FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

14 Analysis of net assets between funds

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £	Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £
Fund balances at 31 August 2021 are represented by:						
Current assets/ (liabilities)	165,260	78,633	243,893	165,329	14,631	179,960
	<u>165,260</u>	<u>78,633</u>	<u>243,893</u>	<u>165,329</u>	<u>14,631</u>	<u>179,960</u>

15 Related party transactions

During the period 2 trustees were paid £2,411 for work done on behalf of the charity (2020 - none).