

THE POWELL FAMILY FOUNDATION
TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

Sayers Butterworth LLP

THE POWELL FAMILY FOUNDATION

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THE POWELL FAMILY FOUNDATION

Reference and administrative details of the Charity, its Trustees and advisers For the Year Ended 31 December 2021

Trustees	Mr S P M Curtis, Chair of Trustees Mr D B Genders Mrs F J Powell Mr J Renshaw
Charity registered number	1190017
Registered office	3rd Floor 12 Gough Square London EC4A 3DW
Executive director	Mr C Whitbourn (appointed 1 February 2022)
Independent auditors	Sayers Butterworth LLP 3rd Floor 12 Gough Square London EC4A 3DW
Bankers	Barclays Bank Plc 1 Churchill Place London E14 5HP
Solicitors	Cripps LLP Number 22 Mount Ephraim Tunbridge Wells Kent TN4 8AS
Solicitors	Russell-Cooke LLP 8 Bedford Row London WC1R 4BX
Property managers	Amherst Asset Management Limited PO Box 92 Haslemere Surrey GU27 9GP
CIO number	CE022237

THE POWELL FAMILY FOUNDATION

Trustees' report For the Year Ended 31 December 2021

The Trustees present their annual report together with the audited financial statements of the charity for the year from 1 January 2021 to 31 December 2021.

The financial statements have been prepared in accordance with the accounting policies set out in the notes to the financial statements and comply with the charity's governing document. The financial statements also comply with the Charities Act 2011 and the provisions of the Statement of Recommended Practice (SORP), 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).

Objectives and activities

a. Policies and objectives

The charity aims to provide grants to advance the academic or vocational education of students between the ages of 10 and 25 years who are blind or partially sighted and who are permanently resident in the United Kingdom.

In setting and planning the activities the Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit.

b. Grant-making policies

The Trustees' policy on grant giving is discretionary but aims to support individuals who are unable to otherwise afford fees, or secure state funding for such education or training. The charity accepts applications for grants from both individuals and other charitable organisations with similar objectives.

c. Activities undertaken to achieve objectives

The activities of the charity during the year under consideration have been to consider its role, governance and operational management given the substantial legacy received. Details of further activities to prepare the charity to receive grant applications are set out under 'Plans for future periods' below.

In anticipation of substantial legacies the Trustees conducted research into how the charity's grant making activities will have the greatest impact on the lives of blind and partially sighted children and young people.

Being a new charity, the Trustees took advice and implemented relevant policies to ensure good governance.

The Trustees decided to recruit an experienced Executive Director to establish grant making policies and procedures, and to lead the charity's operations.

Achievements and performance

a. Key performance indicators

As set out above, the charity believes that through its work with blind and partially sighted children and young people, it will fulfil its objectives and deliver public benefit to the wider community.

THE POWELL FAMILY FOUNDATION

Trustees' report (continued) For the Year Ended 31 December 2021

Achievements and performance (continued)

b. Review of activities

The Trustees, supported by a specialist external consultant, created a suite of governance policies to help ensure compliance and good practice. These include: Trustees' Register of Interests, Schedule of Appointments, Code of Conduct, Expenses Policy and Skills Analysis.

The Trustees also established three sub-committees to have specialist oversight on Grants, Property and Finance, and Investment and Risk.

The legacy received during the year from Mr R S Powell consisted mainly of a property portfolio, the rental income from which will fund the grant making activities of the charity. In order to have regular scrutiny of the property portfolio, the Trustees set up monthly property review meetings with its property management company.

This legacy, together with one from Mrs P Powell in 2022, will greatly increase the charity's resources. Consequently, the Trustees commissioned a report on the 'Education and well-being of vision impaired children and young people from birth to 25.' This comprehensive report helped to inform the Trustees' decision to seek to expand the scope of the charity's objectives to benefit a greater number of people.

Following a search and selection process Mr C R Whitbourn was appointed as Executive Director to take operational responsibility for delivering the charity's objectives. He took up the post in February 2022. He has many years' experience supporting blind and partially sighted people and has excellent connections throughout the sight loss sector.

The charity is a member of the Association of Charitable Foundations (ACF). The ACF provides valuable information and guidance on best practice, changes to legislation and training for Trustees and staff.

Financial review

a. Overview

Total income for the year was £20,172,073 (2020: £6,250), of which £20,005,000 related to investment properties received as part of a legacy.

No grants were made during the year as the Trustees were reviewing the future activities and governance of the charity.

Total expenditure for the year was £95,702 (2020: £1,917). This comprised property management expenses of £60,544 (2020: £Nil) and governance costs of £35,158 (2020: £1,917).

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Trustees' report (continued) For the Year Ended 31 December 2021

b. Reserves policy

It is the Trustees' policy that unrestricted funds, which have not been designated for a specific purpose, should be maintained in free reserves at a minimum level of the value of all forward grant commitments and operating expenses payable in the following six months.

These reserves would enable the charity to maintain its desired level of activities in the event of a significant reduction in income. Furthermore, additional unrestricted reserves are held in the form of cash investments and these may be realised at short notice if so required.

The Trustees consider these reserves in the context of risks identified and recorded in the Risk Register.

The Trustees perform ongoing reviews of the charity's financial position throughout the year to ensure sufficient unrestricted funds are available for future commitments.

c. Principal risks and uncertainties

The Trustees created a Risk Assessment Framework to identify and manage risks relating to the charity's strategic priorities. Twelve risks have been identified, the two principal risks being:

- Governance – Loss of key Trustees or staff and their knowledge. The mitigation is to regularly succession plan and to systematically update and store documents, procedures and contacts centrally.
- Financial – Negative performance of investments, property rental market downturn and property damage or neglect. The mitigation is to use qualified and experienced property managers and investment firms with appropriate and timely reporting of key metrics and trends.

d. Going concern

After making appropriate enquiries, the Trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the accounting policies.

Structure, governance and management

a. Constitution

The Powell Family Foundation was registered on 19 June 2020 as a Charitable Incorporated Organisation (CIO), charity number 1190017.

b. Methods of appointment or election of Trustees

The power of appointment of new Trustees is vested in the Trustees at their discretion. New Trustees are appointed for a term of three years by a resolution passed at a properly convened meeting of the charity Trustees.

c. Policies adopted for the induction and training of Trustees

New Trustees will have a formal induction programme which includes the code of conduct, managing conflicts of interest and a declaration of interests, as well as an understanding of the issues faced by blind and vision impaired children and young people. Training will be given to help ensure that new Trustees will acquire an appropriate breadth and depth of knowledge.

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Trustees' report (continued) For the Year Ended 31 December 2021

Plans for future periods

During 2022 the charity will:

- Apply to the Charity Commission to expand the objectives to provide grants to blind and vision impaired children and young people from birth to 25 for habilitation, independent living and leisure activities as well as education and training.
- Invite grant applications once these revised objectives have been approved by the Charity Commission.

In addition the charity has:

- Agreed policies to govern data protection, safeguarding, complaints, whistleblowing and equality, diversity and inclusion.
- Established procedures for receiving grant applications, assessments, agreements, data capture and management, monitoring and evaluation.
- Engaged with key stakeholders to promote the grant making activities.
- Developed a new fully accessible website enabling individuals to submit grant applications online.
- Agreed key performance indicators and metrics to measure the success and impact of the grant making activities.

Statement of Trustees' responsibilities

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 & Wales requires the Trustees to prepare financial statements for each financial year in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Charity and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charity will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Charity's transactions and 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 POWELL FAMILY FOUNDATION

Trustees' report (continued)
For the Year Ended 31 December 2021

Disclosure of information to auditors

Each of the persons who are Trustees at the time when this Trustees' report is approved has confirmed that:

- so far as that Trustee is aware, there is no relevant audit information of which the charity's auditors are unaware, and
- that Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charity's auditors are aware of that information.

Auditors

The auditors, Sayers Butterworth LLP, have indicated their willingness to continue in office. The designated Trustees will propose a motion reappointing the auditors at a meeting of the Trustees.

Approved by order of the members of the board of Trustees and signed on their behalf by:



Mr S P M Curtis
Chair of Trustees
Date: 19 October 2022

THE POWELL FAMILY FOUNDATION

Independent auditors' report to the Members of The Powell Family Foundation

Opinion

We have audited the financial statements of The Powell Family Foundation (the 'charity') for the year ended 31 December 2021 which comprise the Statement of financial activities, the Balance sheet, the Statement of cash flows and the related notes, 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).

The financial statements have been prepared in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standards 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 been withdrawn.

This has been done in order for the accounts to provide a true and fair view in accordance with the Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2021 and of 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 Auditors' 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 United Kingdom, including the Financial Reporting Council'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.

THE POWELL FAMILY FOUNDATION

Independent auditors' report to the Members of The Powell Family Foundation (continued)

Other information

The other information comprises the information included in the Annual report other than the financial statements and our Auditors' 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 this gives rise to 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.

Matters on which we are required to report by exception

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

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

Responsibilities of trustees

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

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

THE POWELL FAMILY FOUNDATION

Independent auditors' report to the Members of The Powell Family Foundation (continued)

Auditors' responsibilities for the audit of the financial statements

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

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

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

Discussions were held with, and enquiries made of, management and those charged with governance with a view to identifying those laws and regulations that could be expected to have a material impact on the financial statements. During the engagement team briefing, the outcome of these discussions and enquiries were shared with the team, as well as consideration as to where and how fraud may occur in the entity.

The following laws and regulations were identified as being of significance to the entity:

- Those laws and regulations considered to have a direct effect on the financial statements include UK financial reporting standards and Charity Law.
- Those laws for which non-compliance may be fundamental to the operating aspects of the charity and therefore may have a material effect on the financial statements include compliance with the charitable objectives, public benefit guidance and fundraising regulations.

Audit procedures undertaken in response to the potential risks relating to irregularities (which include fraud and non-compliance with laws and regulations) comprised of: inquiries of management and those charged with governance as to whether the entity complies with such laws and regulations; enquiries with the same concerning any actual or potential litigation or claims; review of Trustee meeting minutes; testing the appropriateness of entries in the nominal ledger, including journal entries; reviewing transactions around the end of the reporting period; and the performance of analytical procedures to identify unexpected movements in account balances which may be indicative of fraud.

No instances of material non-compliance were identified. However, the likelihood of detecting irregularities, including fraud, is limited by the inherent difficulty in detecting irregularities, the effectiveness of the entity's controls, and the nature, timing and extent of the audit procedures performed. Irregularities that result from fraud might be inherently more difficult to detect than irregularities that result from error. As explained above, there is an unavoidable risk that material misstatements may not be detected, even though the audit has been planned and performed in accordance with ISAs (UK).

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

Other matters

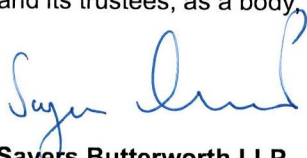
The comparative figures for the period ending 31 December 2020 are unaudited.

THE POWELL FAMILY FOUNDATION

Independent auditors' report to the Members of The Powell Family Foundation (continued)

Use of our report

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



Sayers Butterworth LLP

3rd Floor

12 Gough Square

London

EC4A 3DW

19 October 2022

Sayers Butterworth LLP are eligible to act as auditors in terms of section 1212 of the Companies Act 2006.

THE POWELL FAMILY FOUNDATION

**Statement of financial activities
For the Year Ended 31 December 2021**

	Note	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Income from:				
Donations and legacies	2	20,025,000	20,025,000	6,250
Investments	3	147,073	147,073	-
Total income		20,172,073	20,172,073	6,250
Expenditure on:				
Raising funds:	4			
Property management costs		60,544	60,544	-
Charitable activities:	5			
Governance costs		35,158	35,158	1,917
Total expenditure		95,702	95,702	1,917
Net movement in funds		20,076,371	20,076,371	4,333
Reconciliation of funds:				
Total funds brought forward		4,333	4,333	-
Net movement in funds		20,076,371	20,076,371	4,333
Total funds carried forward		20,080,704	20,080,704	4,333

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

The notes on pages 14 to 23 form part of these financial statements.

THE POWELL FAMILY FOUNDATION

**Balance sheet
As at 31 December 2021**

	Note	2021 £	2020 £
Fixed assets			
Investment property	9	20,005,000	-
		<u>20,005,000</u>	<u>-</u>
Current assets			
Debtors	10	93,594	1,250
Cash at bank and in hand		63,093	3,983
		<u>156,687</u>	<u>5,233</u>
Creditors: amounts falling due within one year	11	(80,983)	(900)
		<u>75,704</u>	<u>4,333</u>
Net current assets		<u>75,704</u>	<u>4,333</u>
Total assets less current liabilities		<u>20,080,704</u>	<u>4,333</u>
Total net assets		<u><u>20,080,704</u></u>	<u><u>4,333</u></u>
Charity funds			
Unrestricted funds	13	20,080,704	4,333
Total funds		<u><u>20,080,704</u></u>	<u><u>4,333</u></u>

The financial statements were approved and authorised for issue by the Trustees on 19 October 2022 and signed on their behalf by:



Mr S P M Curtis
Chair of Trustees

The notes on pages 14 to 23 form part of these financial statements.

THE POWELL FAMILY FOUNDATION

Statement of cash flows
For the Year Ended 31 December 2021

	2021 £	2020 £
Cash flows from operating activities		
Net cash provided by operating activities	59,110	3,983
	<hr/>	<hr/>
Change in cash and cash equivalents in the year	59,110	3,983
Cash and cash equivalents at the beginning of the year	3,983	-
	<hr/>	<hr/>
Cash and cash equivalents at the end of the year	63,093	3,983
	<hr/>	<hr/>

The notes on pages 14 to 23 form part of these financial statements

THE POWELL FAMILY FOUNDATION

Notes to the financial statements For the Year Ended 31 December 2021

1. Accounting policies

1.1 Basis of preparation of financial statements

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) (Second Edition)' and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011 and UK Generally Accepted Practice as it applies from 1 January 2015.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair view'. This departure has involved following '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) (Second Edition)' rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The Powell Family Foundation constitutes a public benefit entity as defined by FRS 102.

1.2 Going concern

After making appropriate enquiries, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future and there are no material uncertainties regarding going concern. For this reason, the Charity continues to adopt the going concern basis in preparing its financial statements.

1.3 Income

All income is recognised once the Charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

For legacies, entitlement is taken as the earlier of the date on which either: the charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the Trust that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the charity has been notified of the executor's intention to make a distribution. Where legacies have been notified to the charity, or the charity is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Income from investment properties comprises gross rents receivable.

THE POWELL FAMILY FOUNDATION

Notes to the financial statements For the Year Ended 31 December 2021

1. Accounting policies (continued)

1.4 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 allocated on the portion of the asset's use.

Charitable activities and Governance costs are costs incurred on the charity's operations, including support costs and costs relating to the governance of the charity apportioned to the charitable activities.

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

All expenditure is inclusive of irrecoverable VAT.

1.5 Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Charity; this is normally upon notification of the interest paid or payable by the institution with whom the funds are deposited.

1.6 Investment property

Investment properties are carried at fair value determined annually by the Trustees. No depreciation is provided. Changes in fair value are shown in the Statement of financial activities.

1.7 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

1.8 Cash at bank and in hand

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

THE POWELL FAMILY FOUNDATION

Notes to the financial statements For the Year Ended 31 December 2021

1. Accounting policies (continued)

1.9 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Liabilities are recognised at the amount that the Charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide. Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised within interest payable and similar charges.

1.10 Financial instruments

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

1.11 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Charity and which have not been designated for other purposes.

Investment income, gains and losses are allocated to the appropriate fund.

2. Income from donations and legacies

	Unrestricted funds 2021 £	Total funds 2021 £
Legacies	20,025,000	20,025,000

During the year the Charity received legacies totalling £20,025,000 from the estate of Mr R S Powell, a former Trustee. This comprised investment properties valued at £20,005,000 and cash of £20,000.

	<i>Unrestricted funds 2020 £</i>	<i>Total funds 2020 £</i>
Donations	6,250	6,250

THE POWELL FAMILY FOUNDATION

**Notes to the financial statements
For the Year Ended 31 December 2021**

3. Investment income

	Unrestricted funds 2021 £	Total funds 2021 £
Income from investment properties	147,069	147,069
Interest receivable	4	4
	<u>147,073</u>	<u>147,073</u>

4. Expenditure on raising funds

	Unrestricted funds 2021 £	Total funds 2021 £
Property management costs		
Repairs and maintenance	45,032	45,032
Property management and letting fees	12,901	12,901
Professional fees	732	732
Cleaning fees	652	652
Council tax	440	440
Property insurance	364	364
Electricity fees	227	227
Gas fees	120	120
Water rates	76	76
	<u>60,544</u>	<u>60,544</u>

5. Analysis of expenditure on charitable activities

Summary by fund type

	Unrestricted funds 2021 £	Total funds 2021 £
Charitable activities	<u>35,158</u>	<u>35,158</u>

THE POWELL FAMILY FOUNDATION

Notes to the financial statements
For the Year Ended 31 December 2021

5. Analysis of expenditure on charitable activities (continued)

Summary by fund type (continued)

	<i>Unrestricted funds 2020 £</i>	<i>Total funds 2020 £</i>
Charitable activities	<u>1,917</u>	<u>1,917</u>

6. Analysis of expenditure by activities

	<i>Support costs 2021 £</i>	<i>Total funds 2021 £</i>
Charitable activities	<u>35,158</u>	<u>35,158</u>

	<i>Support costs 2020 £</i>	<i>Total funds 2020 £</i>
Charitable activities	<u>1,917</u>	<u>1,917</u>

THE POWELL FAMILY FOUNDATION

Notes to the financial statements
For the Year Ended 31 December 2021

6. Analysis of expenditure by activities (continued)

Analysis of support costs

	Activities 2021 £	Total funds 2021 £
Governance costs	35,158	35,158

	Activities 2020 £	Total funds 2020 £
Governance costs	1,917	1,917

7. Auditors' remuneration

	2021 £
Fees payable to the Charity's auditor for the audit of the Charity's annual accounts	7,800
Fees payable to the Charity's auditor in respect of: All non-audit services not included above	9,200

8. Trustees' remuneration and expenses

During the year, no Trustees received any remuneration for their services or any reimbursement of expenses. There were no employees during the year.

THE POWELL FAMILY FOUNDATION

**Notes to the financial statements
For the Year Ended 31 December 2021**

9. Investment property

	Freehold investment property £
Valuation	
Additions	20,005,000
At 31 December 2021	<u>20,005,000</u>

The investment properties were valued by Amherst Asset Management as at 25 September 2020. The Trustees consider that there were no material changes to these valuations at 31 December 2021.

10. Debtors

	2021 £	2020 £
Due within one year		
Other debtors	93,594	-
Prepayments and accrued income	-	1,250
	<u>93,594</u>	<u>1,250</u>

11. Creditors: Amounts falling due within one year

	2021 £	2020 £
Trade creditors	2,592	-
Accruals and deferred income	78,391	900
	<u>80,983</u>	<u>900</u>

	2021 £
Resources deferred during the year	<u>50,433</u>

Deferred income relates to rent from investment properties invoiced in advance.

THE POWELL FAMILY FOUNDATION

**Notes to the financial statements
For the Year Ended 31 December 2021**

12. Financial instruments

	2021 £	2020 £
Financial assets		
Financial assets measured at amortised cost	<u>156,687</u>	<u>5,233</u>
	2021 £	2020 £
Financial liabilities		
Financial liabilities measured at amortised cost	<u>10,958</u>	<u>-</u>

Financial assets measured at amortised cost comprise accrued income, cash at bank and other debtors.

Financial liabilities measured at amortised cost comprise accruals.

13. Statement of funds

Statement of funds - current year

	Balance at 1 January 2021 £	Income £	Expenditure £	Balance at 31 December 2021 £
Unrestricted funds				
General Funds - all funds	<u>4,333</u>	<u>20,172,073</u>	<u>(95,702)</u>	<u>20,080,704</u>

Statement of funds - prior year

		Income £	Expenditure £	Balance at 31 December 2020 £
Unrestricted funds				
General Funds - all funds		<u>6,250</u>	<u>(1,917)</u>	<u>4,333</u>

THE POWELL FAMILY FOUNDATION

**Notes to the financial statements
For the Year Ended 31 December 2021**

14. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Unrestricted funds 2021 £	Total funds 2021 £
Investment property	20,005,000	20,005,000
Current assets	156,687	156,687
Creditors due within one year	(80,983)	(80,983)
Total	<u>20,080,704</u>	<u>20,080,704</u>

15. Reconciliation of net movement in funds to net cash flow from operating activities

	2021 £	2020 £
Net income for the year (as per Statement of Financial Activities)	<u>20,076,371</u>	<u>4,333</u>
Adjustments for:		
Increase in debtors	(92,344)	(1,250)
Increase in creditors	80,083	900
Investment properties received from legacy	(20,005,000)	-
Net cash provided by operating activities	<u>59,110</u>	<u>3,983</u>

16. Analysis of cash and cash equivalents

	2021 £	2020 £
Cash in hand	<u>63,093</u>	<u>3,983</u>
Total cash and cash equivalents	<u>63,093</u>	<u>3,983</u>

THE POWELL FAMILY FOUNDATION

Notes to the financial statements For the Year Ended 31 December 2021

17. Analysis of changes in net debt

	At 1 January 2021 £	Cash flows £	At 31 December 2021 £
Cash at bank and in hand	3,983	59,110	63,093
	<u>3,983</u>	<u>59,110</u>	<u>63,093</u>

18. Related party transactions

During the year a donation of Nil (2020: £5,000) was received from a former Trustee of the charity.

19. Post balance sheet events

On 19 April 2022, The Powell Family Foundation received a portfolio of investment properties valued at £10,445,000 as part of the legacy received from a benefactor, Mrs P Powell. The Powell Family Foundation also expects to receive cash and an investment portfolio valued in excess of £2,000,000 as part of this legacy.

On 1 August 2022, The Powell Family Foundation received a 55% interest in the share capital of W.J.R.Properties Limited and a 55% interest in the share capital of West End Securities Limited as part of the legacy received from the estate of Mr R S Powell, a former Trustee.

On 6 September 2022 The Powell Family Foundation received a donation of £152,978 from a related charity. The Trustees gave an indemnity of no greater than the same amount to the Trustees of the related charity.

On 1 October 2022, The Powell Family Foundation received a 45% interest in the share capital of W.J.R.Properties Limited and a 45% interest in the share capital of West End Securities Limited as part of the legacy received from the estate of Mrs P Powell.

20. Controlling party

In the opinion of the Trustees there is no one ultimate controlling party.