

THE SIR HARRY PILKINGTON FUND

UNAUDITED ANNUAL REPORT

FOR THE YEAR ENDED 30TH JUNE 2022

THE SIR HARRY PILKINGTON FUND
TRUSTEE'S REPORT FOR THE YEAR ENDED 30TH JUNE 2022

The Trustees present their annual report and financial statements of the charity for the year ended 30th June 2022. The financial statements have been prepared in accordance 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 Republic of Ireland (FRS102) (effective 1st January 2019).

The accounts 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 the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

OBJECTIVES AND ACTIVITIES

The trust has been established to make grants for charitable purposes.

Public Benefit:

Funds are distributed giving benefit to a wide range of charitable organisations in Merseyside and St Helens. Particular preference is given to those organisations operating in the following fields: arts and culture, youth work and health and general social welfare.

The Trustee has given consideration to the public benefit guidance published by the Charity Commission.

ACHIEVEMENTS AND PERFORMANCE

Investments have been managed throughout the year by the Investment Managers, with performance being monitored by the trustee. This has enabled the trust to maintain its grant-making capacity.

Covid-19:

The Covid-19 pandemic has resulted in a reduction in investment income, despite this the Trustees have used reserves to maintain their level of grant-making in order to support local charities fulfilling vital community support work during the uncertain, challenging times.

FINANCIAL REVIEW

Investment income of £174,046 (2021: £159,850) was received during the year. This, combined with reserves, funded grants of £224,153 (2021: £202,060) to charitable organisations. Capital investments were valued at £7,961,926 (2021: £8,841,060) at the year end.

Reserves Policy:

The trust deed permits the spending of capital; the trustee has, however, agreed to retain the capital for the time being and to invest it to produce income to make grants. The trustee is managing the reserves to balance the needs of current and future beneficiaries. It is not anticipated that the needs of beneficiaries will diminish over time.

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Investment Policy and Powers:

The trustee has the same full and unrestricted powers of investment in all respects as if it were the beneficial owner. The investment strategy is set by the trustee and takes account of recent demands for funds and an assessment of expected future needs (see Reserves Policy). The investment policy and strategy are reviewed with the investment managers at regular intervals. The investment objective is to maintain, overall, the real value of capital and income.

PLANS FOR THE FUTURE

The objectives remain unchanged for the future; the intention is for continued investment management on a consistent basis and distribution of income to charitable organisations

STRUCTURE, GOVERNANCE AND MANAGEMENT

The trust was established by a Trust Deed dated 14th March 1962 and is administered by its corporate trustee, Liverpool Charity and Voluntary Services. LCVS administers and records all donations made. Awards are made in accordance with the Charity's objectives. The whole operation is therefore covered by LCVS's own internal processes and controls.

Risk Management:

The main risks to which the charity is exposed as identified by the trustee have been considered and systems have been established to mitigate those risks.

Appointment of Trustees:

The corporate trustee, LCVS, has a trustee recruitment policy that maintains a diverse mix of skills and experience that supports the governance and management of the charity. There is a balance between representation from 'communities of interest' and individuals with business acumen. The induction procedure for new trustees includes distribution of background information, access to all records and attendance at an organisational induction session. Following this, new trustees formally sign a declaration of willingness to serve.

Related Parties:

These are fully detailed in note 6 (page 14) of the accounts.

REFERENCE AND ADMINISTRATIVE DETAILS

The Sir Harry Pilkington Fund is a registered charity, number 206740.

Principal Office:

151 Dale Street, Liverpool L2 2AH

Trustee:

The charity has one Trustee, a corporate entity being Liverpool Charity and Voluntary Services (LCVS), which is incorporated under the Companies Act as a company limited by guarantee without share capital as company number 181759, a registered charity, number 223485, and a charitable Trust Corporation. LCVS trustees, who are also its Directors, were as follows during the year:

Chairman	Heather Akehurst (resigned 25 th November 2021) Sonia Bassey MBE (appointed 25 th November 2021)
Honorary Treasurer	Mike Thomas

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Trustees	Heather Akehurst (resigned 25 th November 2021) Dorcas Akeju Sonia Bassey MBE Maxine Ennis Jonathan Hesketh (resigned 16 th November 2021) Ken Perry John Price Michael Salla Louise Scholes Gemma Shone (appointed 20 th September 2022) James Sloan Mike Thomas Sue Williams (resigned 23 rd June 2022) Neil John Sturme Henry Terefenko (resigned 27 th July 2022)
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Professional Advisers:

Independent examiner	Paula Sanchez ACCA Score Lane Liverpool, L16 5EF
Investment Managers	Rathbone Investment Management Limited Port of Liverpool Building Pier Head Liverpool L3 1NW

TRUSTEE'S RESPONSIBILITIES IN RELATION TO THE FINANCIAL STATEMENTS

The charity trustee is responsible for preparing a trustee's annual report and 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 charity trustee 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 the financial statements, the trustee is required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the applicable Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures that must be 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 trustee is responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the Trust deed.

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TRUSTEE'S REPORT FOR THE YEAR ENDED 30TH JUNE 2022

They are also responsible for safeguarding the assets of the charity and taking reasonable steps for the prevention and detection of fraud and other irregularities.

Signed on behalf of the Trustee, Liverpool Charity and Voluntary Services.

A handwritten signature in black ink, appearing to read 'Mike Thomas', with a stylized flourish at the end.

Mike Thomas

Trustee

Dated: 30/3/23

Independent Examiner's Report to the Trustee of The Sir Harry Pilkington Fund

I report to the trustees on my examination of the accounts of The Sir Harry Pilkington Fund ('the charity') for the year ended 30 June 2022, which are set out on pages 7 to 14.

Responsibilities and basis of report

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

I report in respect of my examination of the charity's accounts carried out under section 145 of the 2011 Act and 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.

An independent examination does not involve gathering all the evidence that would be required in an audit and consequently does not cover all the matters that an auditor considers in giving their opinion on the accounts. The planning and conduct of an audit goes beyond the limited assurance that an independent examination can provide. Consequently, I express no opinion as to whether the accounts present a 'true and fair view' and my report is limited to those specific matters set out in the independent examiner's statement.

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me reasonable 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 accounts do not accord with those records; or
3. the accounts 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 accounts to be reached.

Name: **Paula Sanchez**



Name of applicable listed body: **Association of Chartered Certified Accountants**

Relevant professional qualification or body: **ACCA**

Date *5th April 2023*

THE SIR HARRY PILKINGTON FUND
STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 30TH JUNE 2022

-----UNRESTRICTED FUNDS-----

		Year to 30 th June 2022			Year to 30 th June 2021
	Notes	Income Funds £	Capital Funds £	Total £	Total £
Income from:					
Investments		174,046	-	174,046	159,850
Total income		174,046	-	174,046	159,850
Expenditure on:					
Charitable activities	2	233,106	-	233,106	211,732
Total expenditure		233,106	-	233,106	211,732
Net expenditure / Net movement in funds before gains and losses on investments		(59,060)	-	(59,060)	(51,882)
Net gains/(losses) on investment	3	-	(879,134)	(879,134)	1,484,404
Net (expenditure) / income		(59,060)	(879,134)	(938,194)	1,432,522
Total funds brought forward		181,778	8,841,060	9,022,838	7,590,316
Total funds carried forward		122,718	7,961,926	8,084,644	9,022,838

All of the charity's expenditure is derived from continuing activities.

The notes on pages 9 to 14 form part of these accounts.

THE SIR HARRY PILKINGTON FUND
BALANCE SHEET AS AT 30TH JUNE 2022

-----UNRESTRICTED FUNDS-----				
	Notes	At 30 th June 2022 £	At 30 th June 2021 £	
Fixed Assets				
Investments	3	7,961,926	8,841,060	
Current Assets				
Cash Balance		141,343	191,450	
Current Liabilities				
Creditors	4	(18,625)	(9,672)	
Net Current Assets		122,718	181,778	
Net Assets		<u>8,084,644</u> =====	<u>9,022,838</u> =====	
<i>The funds of the charity:</i>				
Unrestricted funds:	5	£	£	
Capital funds		7,961,926	8,841,060	
Income funds		122,718	181,778	
		<u>8,084,644</u> =====	<u>9,022,838</u> =====	

Approved and authorised for issue by the Trustee and signed on its behalf by



Mike Thomas
Trustee

Dated: 30/3/23

THE SIR HARRY PILKINGTON FUND
NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 30TH JUNE 2022

1. ACCOUNTING POLICIES

The accounts have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts. The financial statements have been prepared in accordance with the Statement of Recommended Practice: The accounts have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (SORP 2019) and Charities Act 2011.

The trust constitutes a public benefit entity as defined by FRS 102.

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

The 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.

Going concern

At the time of approving the accounts the trustee has 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 accounts.

Investments

In accordance with Statement of Recommended Practice: Accounting and Reporting by Charities (SORP 2019), investments held as fixed assets are stated at fair value. Realised and unrealised gains and losses are dealt with as movements on the Capital Fund. Investments are valued at the mid-market price on the valuation date.

Income recognition

Income from investments comprises dividend income and interest and are accounted for when received in the financial year.

Expenditure recognition

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that settlement will be required, and the amount of the obligation can be measured reliably.

All expenditure is accounted for on an accrual basis. All expenses, including support and governance costs, are allocated or apportioned to the applicable expenditure headings in the statement of financial activities.

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.

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.

THE SIR HARRY PILKINGTON FUND
NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 30TH JUNE 2022

1. ***Accounting policies continued.....***

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, 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 receipts discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

Taxation

The income and gains of the fund are exempt from taxation as they are applied for charitable purposes only.

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 on-going basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

THE SIR HARRY PILKINGTON FUND
NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 30TH JUNE 2022

2. CHARITABLE ACTIVITIES – GRANT FUNDING

	2022	2021
	£	£
<i>Direct charitable expenditure:</i>		
Grant funding	224,153	202,060
Grant making administration – LCVS	5,802	5,328
	-----	-----
	229,955	207,388
	-----	-----
<i>Support & governance:</i>		
Administration – LCVS	2,901	2,664
Examination fee	250	1,680
	-----	-----
	3,151	4,344
	-----	-----
	233,106	211,732
	=====	=====

The following grants were made during the year:

	£
Acronym Community Empowerment	£9,000
Al-Ghazali Centre	£2,500
Amadudu Women's Refuge	£7,500
Apollo Sports Club	£2,800
Assess Education Ltd	£7,500
Asylum Link Merseyside	£3,000
Autism In Motion Liverpool	£2,000
Back to Life Liverpool	£1,440
Beauti.fill Training CIC	£2,000
Big Condo Training Academy CIC	£2,500
Blue River Support Services CY	£1,500
Bridge Community Centre	£2,970
Bridge2 (Liverpool) CIC	£1,000
City of Liverpool YMCA	£1,500
Collective Encounters	£1,750
Crawford House Community Partner	£7,500
Creative Spaces Company (Liverpool)	£1,500
Croissant of Inequality Café	£3,000
Croxteth & Gillmoss Community	£3,000
Dingle Multi Agency Centre	£2,000
Evolving Mindset	£3,000
Fareshare Merseyside	£7,500
First Person Project CIC	£1,500
Foundation Years Trust	£2,500
Friends of Allonby Canoe Club Liverpool	£2,000
Friends of Springfield Park	£1,000
Galloways Society for the Blind	£2,312
Greek School of St Nicholas	£800
Holistic Harmonies CIC	£1,000
Imagine If Trust	£6,000

Iranian Liverpool Community	£2,000
Kensington Fields Community Association	£7,450
Kurdish Saturday School	£1,000
Liverpool Commonwealth Association	£2,500
Liverpool Learning Partnership	£2,500
Liverpool Lighthouse	£7,050
Mandela8	£1,000
Marybone Youth & Community	£3,000
Mersey Counselling and Therapy	£1,000
Merseyside Dancy Initiative	£1,000
Merseyside Polonia	£2,926
Mind Balance Solutions	£2,000
Moulana Community CIC	£1,500
MPH Training CIC	£1,500
Mulgrave Street Action Group	£1,500
Netherton Feelgood Factory	£1,500
New Beginnings – Improving Liverpool	£1,000
Norris Green Community Alliance	£1,000
Our House Walton Community Support	£1,500
Paperwork Theatre CIC	£1,000
Personal Success	£3,000
Positivity Inc	£1,000
Ready Generations	£5,000
Rotunda	£7,000
Sahir House	£1,500
Shrewsbury House	£4,000
Sola Arts	£7,600
St Columbas Church	£2,500
St Josephs Hospice	£1,300
St Pauls PCC Hatton Hill Litherland	£1,000
Strengthening Wellbeing Together	£2,000
The Big Help Project	£2,472
The Comedy Trust	£1,500
The Fillies GFC	£2,000
The Hope Foundation	£900
The Inclusive Network	£2,500
The Initiative Factory	£7,273
The Positivitree Ltd	£1,000
Thred CIC	£2,900
Tuesbrook Hope Group	£1,000
Utopia Project CIC	£1,500
Valley Community Theatre	£4,500
Voice of Nations	£9,000
Wirral Youth Zone	£1,500
Woodlands Community Centre	£1,500
Yellow House	£3,710
Zero Carbon Liverpool City Region	£7,500

Total	224,153

THE SIR HARRY PILKINGTON FUND
NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 30TH JUNE 2022

3. FIXED ASSET INVESTMENTS

	2022 £	2021 £
Quoted Investments:		
Market value at 1 st July 2021	8,841,060	7,356,656
Gains/(losses) on investments	(879,134)	1,484,404
	-----	-----
Market value at 30th June 2022	7,961,926	8,841,060
	=====	=====
Book value at 30th June 2022	4,847,197	4,847,197
	=====	=====

The trust holds 100% of its fixed asset investments in a Charity Commission approved pooling scheme, the Settlers' Trust Fund (STF), administered by Liverpool Charity and Voluntary Services and managed by Rathbone Investment Management Ltd. At 30th June 2022, the assets of the STF fund had a total market value of £30,726,293 (2021: £33,037,531) of which £7,961,926 (2021: £8,841,060) is an asset of the trust. Due to the pooling scheme it is not possible to disclose the fair value of the investment held in the Sir Harry Pilkington Fund by category (i.e. cash, property, equity).

All investments are held primarily to provide an investment return.

4. CREDITORS

	2022 £	2021 £
Administration – LCVS 2021	7,992	7,992
Examination fee 2021	1,680	1,680
Administration – LCVS 2022	8,703	-
Examination fee 2022	250	-
	-----	-----
	18,625	9,672
	=====	=====

5. UNRESTRICTED FUNDS

Income Fund: Investment income and donations received for distribution as grants to charitable voluntary organisations.

Capital Fund: Funds held provide income for the ongoing activities of the trust.

THE SIR HARRY PILKINGTON FUND

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 30TH JUNE 2022

6. RELATED PARTY TRANSACTIONS

Charitable Activities: these include £5,802 (2021: £5,328) grant making administration costs and £2,901 (2021: £2,664) governance costs in respect of accountancy and trust administration. In the year a grant of £1,000 (2021: £2,000) was made to Mandela 8 of which Sonia Bassey is Trustee and Trustee to LCVS too.

Creditors: these include £16,695 (2021: £7,992) owing to LCVS at the year end.

LCVS is related to the Trust by virtue of being the corporate trustee.

No trustee received remuneration or expenses as part of their role as Trustee of the charity.