

**THE DAVID AND RUTH BEHREND FUND**

**ANNUAL REPORT**

**FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2021**

**THE DAVID AND RUTH BEHREND FUND**  
**TRUSTEES' REPORT FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2021**

The Trustees present their annual report and financial statements of the charity for the year ended 31<sup>st</sup> March 2021. 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 (FRS 102).

## **OBJECTIVES AND ACTIVITIES**

The Trust has been established to make grants for charitable purposes. Grants are only made to charities known to the settlor and unsolicited applications are therefore not considered.

### ***Public Benefit***

In planning the Fund's grant making the trustees have given consideration to the Charity Commission guidance on public benefit.

## **ACHIEVEMENTS AND PERFORMANCE**

Investments have been managed throughout the year by the Investment Managers, with performance being monitored by the trustees. The Trust has therefore been able to maintain its level of grant-making.

### ***Covid-19***

The impact of the Covid-19 pandemic has resulted in a reduction in investment income, the trustees expect this to continue for the next few years; this will be reflected in reduced amounts being available for grant-making in the future.

### ***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.

## **FINANCIAL REVIEW**

Income totalling £109,880 (2020: £121,889) was received during the year of which £48,303 was investment income (2020: investment income £60,312). This funded grants of £66,625 (2020: £65,360) to charitable organisations. Capital investments were valued at £1,564,913 (2020: £1,318,052) at the year end.

### ***Reserves Policy***

The trust deed permits the spending of capital; the trustees have, however, agreed to retain the capital for the time being and to invest it to produce income to make grants. The trustees are 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.

### ***Investment Policy and Powers***

The trustees have 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 trustees 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.

## THE DAVID AND RUTH BEHREND FUND

## **TRUSTEES' REPORT FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2021**

***Risk Management:***

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

## STRUCTURE, GOVERNANCE AND MANAGEMENT

The Trust was established by a Trust Deed dated 17<sup>th</sup> September 1969 and is administered by its corporate Trustee, Liverpool Charity and Voluntary Services.

***Recruitment and appointment of new trustees:***

The statutory power of appointing new trustees applies to the Trust Deed. The power of recruiting and appointing new trustees is vested with the existing trustees.

## REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY

The David and Ruth Behrend Fund is a registered charity, number 261567.

**Principal Office**

151 Dale Street, Liverpool L2 2AH

## Trustees

Mr Michael Behrend

Mr Andrew Behrend

Liverpool Charity and Voluntary Services (LCVS), a corporate trustee, 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 Sonia Bassey	(resigned 25 <sup>th</sup> November 2021) (appointed 25 <sup>th</sup> November 2021)
Honorary Treasurer	Mike Thomas	
Trustees	Heather Akehurst Dorcas Akeju Duncan Brookes Jonny Hesketh Mike James Andrew Lovelady Steve Long Ken Perry John Price Michael Salla Louise Scholes James Sloan Mike Thomas Sue Williams	(resigned 25 <sup>th</sup> November 2021)  (resigned 14 <sup>th</sup> December 2020) (resigned 16 <sup>th</sup> November 2021) (resigned 27 <sup>th</sup> April 2021) (resigned 1 <sup>st</sup> December 2020) (resigned 29 <sup>th</sup> January 2021)

The following trustees were appointed 20<sup>th</sup> May 2021:

Sonia Basseby MBE, Maxine Ennis, Neil John Sturmeay and Henry Terefenko.

**THE DAVID AND RUTH BEHREND FUND**  
**TRUSTEES' REPORT FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2021**

**Professional Advisers**

Independent Examiner      Anna Spencer-Gray  
RSM UK Tax and Accounting Limited  
20 Chapel Street,  
Liverpool L3 9AG

Investment Manager      Tilney Investment Management  
Royal Liver Building,  
Pier Head,  
Liverpool, L3 1NY


**TRUSTEES' RESPONSIBILITIES IN RELATION TO THE FINANCIAL STATEMENTS**

The charity trustees are responsible for preparing a trustees' annual report and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice). The law applicable to charities in England and Wales requires the charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, of the charity for that period. In preparing the financial statements, the trustees are 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 trustees are 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. 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.**



**Mike Thomas**  
**LCVS Trustee**  
**Dated: 6<sup>th</sup> January 2022**

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF**  
**THE DAVID AND RUTH BEHREND FUND**

I report to the trustees on my examination of the accounts of The David and Ruth Behrend Fund ('the charity') for the year ended 31 March 2021, which are set out on pages 6 to 12.

**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.

**Basis of independent examiner's report**

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.

*RSM UK Tax and Accounting Limited*

Name: **Anna Spencer-Gray**

Name of applicable listed body: The Institute of Chartered Accountants in England and Wales

Relevant professional qualification or body: Chartered Accountant

**ON BEHALF OF RSM UK TAX AND ACCOUNTING LIMITED**

Chartered Accountants

20 Chapel Street

Liverpool

L3 9AG

Date: 10/01/22

**THE DAVID AND RUTH BEHREND FUND**  
**STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2021**

-----UNRESTRICTED FUNDS-----				
	<u>Year to 31<sup>st</sup> March 2021</u>			<u>Year to</u> <u>31<sup>st</sup> March 2020</u>
	Income Funds £	Capital Funds £	Total £	Total £
Notes				
<b>Income from:</b>				
Donations	61,577	-	61,577	61,577
Investments	48,303	-	48,303	60,312
	-----	-----	-----	-----
<b>Total income</b>	<b>109,880</b>	<b>-</b>	<b>109,880</b>	<b>121,889</b>
	-----	-----	-----	-----
<b>Expenditure on:</b>				
Raising funds	-	4,391	4,391	4,739
Charitable activities	3 69,292	-	69,292	68,615
	-----	-----	-----	-----
<b>Total expenditure</b>	<b>69,292</b>	<b>4,391</b>	<b>73,683</b>	<b>73,354</b>
	-----	-----	-----	-----
<b>Net income/(expenditure) / Net movement in funds before gains and losses</b>	<b>40,588</b>	<b>(4,391)</b>	<b>36,197</b>	<b>48,535</b>
	-----	-----	-----	-----
Net gains/(losses) on investment	4 -	251,252	251,252	(229,447)
	-----	-----	-----	-----
<b>Net movement in funds</b>	<b>40,588</b>	<b>246,861</b>	<b>287,449</b>	<b>(180,912)</b>
	-----	-----	-----	-----
<i>Reconciliation of funds:</i>				
Total funds brought forward	131,350	1,318,052	1,449,402	1,630,314
	-----	-----	-----	-----
<b>Total funds carried forward</b>	<b>7 171,938</b>	<b>1,564,913</b>	<b>1,736,851</b>	<b>1,449,402</b>
	=====	=====	=====	=====

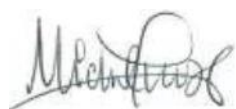
The notes on pages 8 to 12 form part of these accounts.

The net movement in the funds in the year is derived from the continuing activity of the charity.

**THE DAVID AND RUTH BEHREND FUND**  
**BALANCE SHEET AS AT 31<sup>ST</sup> MARCH 2021**

-----UNRESTRICTED FUNDS-----				
	Notes	At 31 <sup>st</sup> March 2021 £	At 31 <sup>st</sup> March 2020 £	
<b>Fixed assets</b>				
Investments	4	1,564,913	1,318,052	
<b>Current assets</b>				
Debtors	5	121	470	
Cash balances		174,478	134,135	
		-----	-----	
		174,599	134,605	
<b>Current liabilities</b>				
Creditors	6	(2,661)	(3,255)	
		-----	-----	
<b>Net current assets</b>		171,938	131,350	
<b>Net assets</b>		-----	-----	
		<b>1,736,851</b>	<b>1,449,402</b>	
		=====	=====	
<b>The funds of the charity:</b>				
<b>Unrestricted funds</b>		£	£	
Capital funds	7	1,564,913	1,318,052	
Income funds	7	171,938	131,350	
		-----	-----	
		<b>1,736,851</b>	<b>1,449,402</b>	
		=====	=====	

Approved and authorised for issue by the Trustees and signed on their behalf by



**Mike Thomas**  
**LCVS Trustee**  
**Dated: 6<sup>th</sup> January 2022**

These unaudited financial statements have been subjected to independent examination. See report on page 5.

**THE DAVID AND RUTH BEHREND FUND**  
**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2021**

**1. ACCOUNTING POLICIES**

**Basis of Accounting**

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 2015) and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS102) 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.

**Investments**

In accordance with Statement of Recommended Practice: Accounting and Reporting by Charities (SORP 2015), 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.

**Fund accounting**

Unrestricted funds are considered 'free' reserves and are available for use or retention at the discretion of the Trustees, in accordance with the charity's objectives. Free reserves are undesignated funds available for the furtherance of the general objectives of the charity.

**Income recognition**

Income from investments comprises dividend income and interest and are accounted for when received in the financial year. Donations are recognised at the earlier of notification or date of receipt, in the case of the third party donations and legacy income when received by the organisation.

**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 accruals basis. All expenses, including support and governance costs, are allocated or apportioned to the applicable expenditure headings in the statement of financial activities.

Raising funds costs relate to expenses incurred in the management of the investment assets. Charitable activities includes grant funding, along with associated support costs, to beneficiaries. These are dealt with in the Statement of Financial Activities when payment has been approved by the charity. Governance costs relate to compliance with constitutional and statutory requirements and specifically include all costs incurred by the charity in producing the Annual Report.



**THE DAVID AND RUTH BEHREND FUND**  
**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2021**

***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.

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 charity benefits from various exemptions from taxation afforded by tax legislation and is not liable to corporation tax on income or gains falling within those exemptions. Partial recovery is made of tax credits on UK dividend income. The charity is not able to recover Value Added Tax. Expenditure is recorded in the accounts inclusive of VAT.

**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 DAVID AND RUTH BEHREND FUND**  
**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2021**

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.

**3. CHARITABLE ACTIVITIES**

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
<i>Direct charitable expenditure:</i>		
Grant funding	66,625	65,360
Grant making administration costs	1,610	2,010
	-----	-----
	<b>68,235</b>	<b>67,370</b>
	-----	-----
<i>Support and governance:</i>		
Administration - LCVS	805	1,005
Examination Fee	252	240
	-----	-----
	<b>1,057</b>	<b>1,245</b>
	-----	-----
	<b>69,292</b>	<b>68,615</b>
	=====	=====

The following grants were made during the year:

<b>Grants of £1,000 and over</b>	<b>£</b>
Amadudu	2,000
Bridge2	2,000
British Refugee Council	1,375
Choir With No Name	1,000
Come Alive at 55	1,000
Freedom From Torture	1,100
Iranian Liverpool Community	1,500
KIND	1,100
Liverpool 6 Community Association	2,000
Liverpool Bereavement Support	2,000
Liverpool Community Advice	1,500
Merseyside Counselling and Therapy Centre	2,000
Merseyside Domestic Violence Services	2,000
Merseyside Holiday Service	1,100
Merseyside Polonia	1,500
Missionary Training Service	2,200
PSS	7,700
Relate Cheshire and Merseyside	2,000
Salvation Army	1,100
Save the Children	1,100
Shelter	1,100
	-----
	<b>38,375</b>

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**THE DAVID AND RUTH BEHREND FUND**  
**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2021**

<i>Grants continued.....</i>	38,375
St Joseph's Hospice	2,000
Tuebrook Hope	1,500
Vauxhall Community Law & Information Centre	1,500
Wirral Advisory Centre	2,000
Woodlands Community Centre	2,000
	-----
	47,375
<b>Other Grants</b>	19,250
	-----
	<b>66,625</b>
	=====

**4. FIXED ASSET INVESTMENTS**

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
<b>Quoted Investments:</b>		
Market value at 1 <sup>st</sup> April 2020	1,318,052	1,552,238
Disposal proceeds	(-)	(114,793)
Acquisitions at cost	-	113,917
Realised gains/(losses) on investment assets	550	(3,515)
Unrealised gains/(losses) on investment assets	250,702	(225,932)
Decrease in cash held by Investment Manager	(4,391)	(3,863)
	-----	-----
<b>Market Value at 31<sup>st</sup> March 2021</b>	<b>1,564,913</b>	<b>1,318,052</b>
	=====	=====
<b>Book Value at 31<sup>st</sup> March 2021</b>	<b>1,130,434</b>	<b>1,134,275</b>
	=====	=====

Fixed asset investments are managed by Tilney Investment Management and are held in custodianship, in an account designated for clients, registered in the name of a nominee company to the order of Pershing Securities Limited.

At the 31<sup>st</sup> March 2021 the following investments were valued at more than 5% of the total market value of the investments:

Murray International	5.6% £88,178
Legal and General US Index Trust	6.3% £98,757
Stewart Investors Asia Pacific	5.9% £92,164

**5. DEBTORS**

	<b>2021</b>	<b>2020</b>
	<b>£121</b>	<b>£470</b>
Accrued income	=====	=====

**THE DAVID AND RUTH BEHREND FUND**  
**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2021**

**6. CREDITORS**

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Administration – LCVS	2,415	3,015
Independent examination fee	246	240
	-----	-----
	<b>2,661</b>	<b>3,255</b>
	=====	=====

**7. 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.

**8. RELATED PARTY TRANSACTIONS**

**LCVS**

Charitable activities include £1,610 (2020: £2,010) grant making administration costs and support and governance of £805 (2020: £1,005) payable to LCVS in respect of accountancy and trust administration.

*Creditors:* these include £2,415 (2020: £3,015) owing to LCVS at the year end.

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