



*inspiring*  
*philanthropy*

Trustees' Annual Report  
& Financial Statements  
2017/18

Registered Charity No. 1094446  
Registered Company No. 04530979

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## Welcome to our Annual Report for 2017/18

Somerset Community Foundation's **mission** is to be the catalyst for inspirational philanthropy, providing a simpler and more effective way for donors to make a lasting difference in Somerset through our community investment and thought leadership.

During 2017/18 we celebrated 15 years of inspiring philanthropy and investing in grassroots, local organisations that help make Somerset an inclusive and vibrant county. Throughout the year we forged new relationships and increased our investment into local communities.

With the continuing pressure on public sector budgets, local charities, voluntary groups and social enterprises are experiencing rising demands for their services and less certainty in their own funding. We believe they have a unique role in tackling the most pressing social and health needs.

The role of Somerset Community Foundation, in our view, has never been more important. During 2017/18 we:

- awarded grants worth £651,746 to 258 local voluntary organisations and 36 individuals, from our core foundation grants programmes;
- agreed 4 'blended' social investments worth £162,500 from the Somerset Social Enterprise Fund, funded by Somerset County Council (SCC), and the Growth Fund, provided by the



Access Foundation with funding from Big Lottery Fund;

- successfully launched the Hinkley Point C (HPC) Community Fund, awarding 9 grants worth £52,198 and developing a programme of major grants addressing community cohesion;
- attracted £384,394 of new funds to our endowment; our endowment fund was valued at just over £5.3m at the year end;
- achieved a score of 51 out of 55 possible points in the fourth Community Foundation Quality Accreditation scheme.

The Foundation will continue to have a significant role in supporting community-led ideas and initiatives to tackle issues of disadvantage and inequality. Over the next year, we will continue to work towards our goals of consistently delivering a core foundation community investment programme of more than £750k by 2020 and to grow our endowment.

Underpinning this we will be investing in the growth of the team to maximise our capacity to inspire new philanthropy. The

recruitment of a Development Director and the creation of a programme centred around tackling issues of social mobility in the county have been agreed by the Trustees. We have already started to increase our investment in communities affected by the Hinkley Point C development through the HPC Community Fund.

We would like to thank and pay tribute to our Trustees and staff for their contribution to the Foundation. We thank our two long-standing volunteers, Jaci Elliot and Angharad Jones, for their commitment. We welcome Bruce McIntosh and David Taylor as new Trustees. We also welcome to the staff team, Sue Wheeler, who started as External Communications Executive in June 2017, Val Bishop, who joined the team in June 2017 as Programmes Director, and Vicky Dauncey, who joined us temporarily as HPC Programmes Manager in March 2018.

Finally, we would like to thank Jane Lock, Judith North and Barry O’Leary who stepped down as Trustees during the year for everything they contributed to the Foundation during their respective terms.

Jane Barrie OBE DL  
Chairman

Justin Sargent  
Chief Executive

24 September 2018

## Trustees' Report

The Trustees of Somerset Community Foundation (SCF) present their report and audited financial statements for the year ended 31<sup>st</sup> March 2018. This report also serves as the Directors' report as required by Section 419(2) of the Companies Act 2006.

### Reference and administrative details

SCF is a registered private company, limited by guarantee (no.04530979) and a registered charity (no.1094446) governed by its Memorandum and Articles of Association.

The Directors of SCF are also its Trustees for the purposes of charity law and are referred to as 'Trustees' throughout this report. Details of Trustees, the President, Vice-Presidents, staff and external advisors are provided on pages 14 and 15.

### Objectives

The charitable objects of SCF are to:

- promote charitable purposes for the benefit of the community in the area served by Somerset County Council, and in particular the relief of poverty and advancement of education
- promote other charitable purposes in the United Kingdom and elsewhere

These are, in the opinion of the Trustees, beneficial to the community with a

preference for those in the area of benefit.

### Public Benefit

The Trustees confirm they have complied with their duty in Section 17 of the Charities Act 2011: all our activities are undertaken to further our charitable objectives for the benefit of the public. We meet our objectives through grants programmes and other initiatives that benefit the people of Somerset and beyond.

### Our Vision and Mission

Our **vision** for Somerset is a county of vibrant and inclusive communities where voluntary organisations and social enterprises thrive, transforming and enhancing the lives of the most disadvantaged people.

Our **mission** is to be the catalyst for inspirational philanthropy, providing a simpler and more effective way for donors to make a lasting difference in Somerset through our community investment and thought leadership.

The SCF Board adopted a four-year strategy from March 2016, which encompasses:

- inspiring more local philanthropy to support local communities throughout Somerset
- delivering inspirational philanthropy through grants, social investment and leadership.

By 2020 we aim to invest at least £750,000 annually in our communities through grants and social investment underpinned by a £10m endowment.

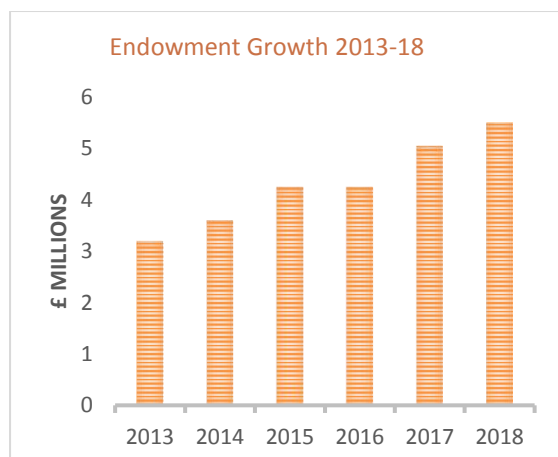
To realise this strategy, we set ourselves three aims.

### Strategic Aim 1: Building more inspirational philanthropy

Community Foundations provide a donor service that is unique compared to any other grant-giving foundation model. We enable donors and funders to create their own 'named funds' within SCF for causes and places that are of interest to them. During the year, we managed 97 'named funds' (2016/17: 83).

### Endowment Fund

During 2017/18 we added £384,394 (2016/17: £279,203) through two new Named Funds created in our endowment fund, resulting in an endowment balance of over £5.3m. The average value of an endowment Named Fund at year-end was £106,973 (2016/17: £104,935).



### Flow-through Funds

Whilst our long-term goal is to build a major endowment for Somerset, we continue to manage a portfolio of 'flow-through' funds which allows donors to benefit from our grant-making expertise while investing into our communities immediately.

During the year we attracted 12 new flow-through funds, worth £68,446 (2016/17: 6 new funds, worth £86,195).

### Surviving Winter

It was a record-breaking year for our award-winning Surviving Winter programme, which continues to retain support from many existing donors while attracting new donors. The campaign was endorsed by local celebrities such as master potter John Leach and west countryman Les Davies MBE, FRGS, who encouraged donors to give the equivalent amount to their Winter Fuel Payment.

This year the appeal raised £91,338 (2016/17: £78,486) from 535 donors. Including Gift Aid, our £106,388 total helped over 600 older people households stay warm, active and better connected through the winter period.

### Looking ahead

While strong progress has been made towards sustaining a £750k community investment programme by 2020, it is now unlikely that we will achieve a £10m endowment by 2020. However, it is still our ambition to grow the endowment to £20m by 2025.

During the year the Board reflected on the Foundation’s approach to development and growth, agreeing to:

- establish a Philanthropy Network to diversify the way in which the Foundation makes an impact and attract investment for development;
- recruit a Development Director during 2018/19 to accelerate major fund development;
- explore the potential for developing strategic philanthropic programmes to increase our impact by attracting new funds.

With support from Somerset County Council, a new initiative, ‘The Somerset Fund’ will be launched in 2018/19 as a vehicle for smaller donations, with an initial focus on helping local businesses give more effectively to local causes.

**Strategic Aim 2: Increasing the impact of our community investment**

The focus of our charitable work is through community investment, and we aim to increase our impact by raising the overall amount we invest in our communities.

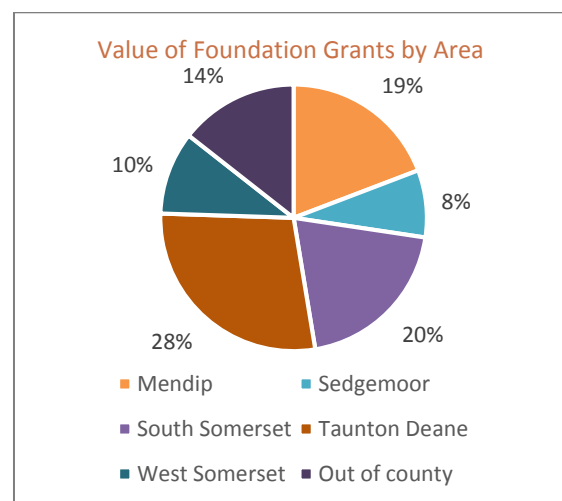
**Investing in voluntary organisations**

During 2017/18 our overall community investment delivered by Somerset Community Foundation was worth £803,944 (2016/17: £623,452), which includes grants made from our regular Foundation grants programme worth

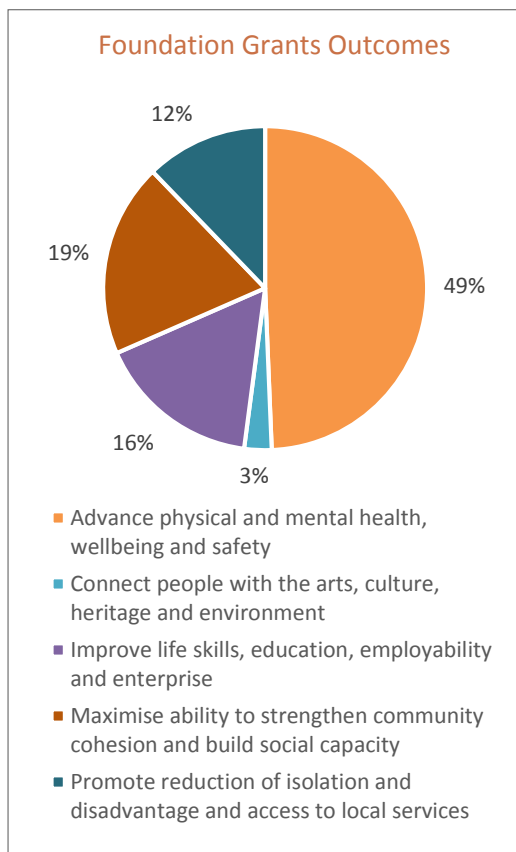
£629,542, grants made from the HPC Community Fund valued at £52,198 and social investments made from the Somerset Social Enterprise Fund worth £122,204. An additional £90,622 was delivered to 94 organisations via our long-time fundraising partner, localgiving.com.

Providing funding and support to the smaller organisations operating at the heart of local communities is where we believe we make a significant impact. The typical organisation we funded over the last 3 years helps 150 people each year and relies on 13 volunteers. Half of the organisations supported with our regular Foundation grant programme in 2017/18 operate on less than £50,000 per year.

We recognise that issues of disadvantage, inequality and poverty can be found in every community, and are often hidden within seemingly affluent areas. It is therefore important that we do everything we can to reach all areas of Somerset with our funding, allowing for the priorities of our funders.



Most of the organisations we fund have multiple impacts, so it is difficult to reflect precisely the level of funding we are awarding to different kinds of outcomes. However, the chart below is based on the primary outcome we are seeking for each grant we awarded.



The projects we fund touch the lives of a wide variety of people and address many issues. However, we can report that the majority of our funding is centred around:

- Children and young people (42%)
- Older people (30%)
- People with mental health conditions (8%)
- Rural isolation (7%)
- Broad community benefit (13%)

The #iwill Fund, created with funding from the UK Government and the Big Lottery Fund, is part of the national #iwill campaign, coordinated by the charity Step Up To Serve, and aims to get six out of ten young people involved in social action by 2020. In the first year of managing this fund, we awarded 17 grants to local groups to support youth-led volunteering and campaigning initiatives.

In January 2018 we launched The Local Community Fund on behalf of Taunton Deane Borough Council and West Somerset District Council. The fund was set up to support community projects in the local area by distributing money raised from the Somerset West Lottery. We welcome partnerships with local authorities and opportunities to capitalise on our expertise of the VCSE sector such as this.

### Investing in Social Enterprises

In 2017/18 we saw an accelerated uptake of our social investment programme, largely due to the enhanced offer made possible through the Access Foundation Growth Fund, funded by the Big Lottery, which enables us to offer grants up to 50% of the value of loans awarded from the Somerset Social Enterprise Fund, funded by Somerset County Council. A further boost to applicants has been our ability to refer them to the Access Foundation Reach Fund for assistance to become 'investment-ready'.

In 2017/18 we become a delivery partner for the Enhance Social Enterprise programme, which has received funding from the European Regional Development



Fund (ERDF) to increase the number of social enterprise start-ups and to support the growth of existing ones.

During the year we supported 3 organisations with social investment through £68,000 of loans and £32,000 of grants. The social investments made during the year were to:

- Trident Youth and Community Centre to create a new outdoor playing surface for use by the local community
- Cancer support and counselling specialists, We Hear You, to develop their art gallery in the centre of Frome, which generates long-term funds for the charity
- People in Need SW, who run a low-cost furniture recycling project in Taunton

By the end of the year, we had agreed a fourth investment package to Grassroots Power CIC of £75,000 to become more sustainable in the way that they deliver support services to sports clubs. A grant worth £12,500 was paid to this group before year-end, while the loan was agreed at the beginning of 2018/19.

### Hinkley Point C Community Fund

In the first quarter of 2017/18 we received an instalment of £1.2m for the Hinkley Point C Community Fund, enabling us to press ahead with setting up the HPC Community Fund Awards Panel, recruit staff and establish an office base in Bridgwater.

We commissioned research into local community priorities in the areas most affected by Hinkley Point C from the

Community Council for Somerset, which informed the creation of our grant-making strategy. In November 2017 the programme was officially launched with a series of public information events across West Somerset hosted by Val Bishop, the newly appointed Programmes Director.

A strategy for the HPC Community Fund was developed to avoid duplication with the established Community Impact Mitigation Fund, administered by West Somerset Council. After consulting key stakeholders, we launched a streamlined small grants programme and developed a strategic focus for larger grants around community cohesion.

By year-end, the fund had awarded £52,198 to 9 groups through the small grants process and work had commenced on further small grants and Community Cohesion rounds which, since the end of the year, saw 22 organisations receive grant offers worth over £775,000.

### Investing in people

We continue to manage programmes that support individuals directly, and two new funds were introduced in 2017/18. The Huish Exhibition Foundation Fund provides bursaries for students from Taunton Deane who are entering their first year of university, while Mary's Beat supports people with physical and/or learning disabilities to access live music events and fun days out.

In total, we awarded £30,239 (2016/17: £50,640) to individuals.

### Looking ahead

In the coming year, we will continue to grow our core foundation grants programmes, taking on new funds such as the Tampon Tax Community Fund. Now that our Bridgwater office is up and running and processes are in place, we will accelerate delivery of the HPC Community Fund. This work will be especially essential for the affected communities now that the Community Impact Mitigation Fund managed by West Somerset District Council has closed for new applicants.

We will continue to expand our social investment programme, promoting the Enhance Social Enterprise programme through a series of outreach seminars and by continuing to work with local groups to help them access investment, in line with performance targets agreed with the Access Foundation.

### Strategic Aim 3: Growing our Community Leadership Role

Our leadership role is based on our ability to convene and connect people from different backgrounds and the knowledge and insights we collect through our support for VCSE organisations.

#### Strategic VCSE Forum

In our third year of hosting this project, which aims to help the local public sector connect and communicate more easily with the VCSE sector, the forum created more opportunities for local organisations to work more closely with the public

sector. We are very grateful to Somerset County Council and to the Somerset NHS Clinical Commissioning Group for their continued support.

There were four Strategic Forum meetings during the year, attracting senior representation from organisations working across sectors, themes and geographies. We also organised the second annual VCSE Leaders Conference attracting over 50 delegates.

#### Raising Aspirations

During the 2017/18 year we had planned to complete the final phase of our pilot, which started in 2010, by finding a suitable partner to run and grow the scheme outside of the Foundation. To this end we had attracted funds and pledges worth over £50,000.

Unfortunately, this approach was not successful which meant that the three schools we had been working with did not receive support during the year. Despite this, over 60 mentors continued to help pupils, but new mentor recruitment did not take place.

Following a review, we decided to explore funding schools directly, retaining a direct stake in the success of the scheme, but handing over day-to-day management to the schools themselves, with a view to recommencing mentor recruitment and training in autumn 2018.

#### Royal Visit

In March 2018 SCF gratefully welcomed Her Royal Highness The Countess of

Wessex to our office, where she met with Trustees and senior staff to discuss the pressing problem of social mobility in Somerset. The Countess then met with representatives from three recently funded groups which provide opportunities for disadvantaged young people in our communities. The visit was a fantastic opportunity to demonstrate SCF's role as both a leader and convener within the VCSE sector in our county.

### The Good Lunch

During the year we collaborated with Lloyds Bank Foundation, Hawkins Charity Consultancy, PKF Francis Clark and Foot Anstey to deliver The Good Lunch. This new initiative brings together CEOs and senior leaders from the VCSE sector to network, exchange knowledge and share advice.

### Living Wage

Towards the end of the year, we became an accredited Living Wage Employer. More than a quarter of charity sector workers in England (26.2%) are paid less than the Living Wage, and workers in some parts of Somerset are earning the lowest wages in the country. We recognise the irony in the fact that many charities tackling social injustice head-on should be contributing directly to inequalities between, and within, their own workforces. We hope that our commitment will inspire other local charities to join the Living Wage movement.

### Looking ahead

We will continue to demonstrate our leadership and convening powers throughout the county by running the VCSE Strategic Forum and The Good Lunch throughout the year. We will also be working with the three schools currently participating in Raising Aspirations to hand the baton over to them.

Last year, we had aimed to reintroduce our Below the Radar programme which connects donors, other stakeholders and representatives from VCSE organisations to discuss issues facing our communities and the sector at large. This remains a priority and will be headed up by the Development Director, once in post.

### Governance

Somerset Community Foundation is registered with the Fundraising Regulator and is compliant with the Fundraising Regulator's voluntary regulation scheme. During the year, no complaints were received about our fundraising activities. Somerset Community Foundation does not employ third parties to undertake fundraising activities, and every attempt has been made to protect vulnerable people and other members of the public from unreasonable intrusion on a person's privacy; unreasonably persistent approaches for the purpose of soliciting or otherwise procuring money or other property on behalf of the charity; or placing undue pressure on a person to give money or other property.

The Board of Trustees met in full four times during the year, providing effective leadership, policy and fiscal oversight for the charity and supporting the CEO and his team.

Additionally, the Board had an Away Day in December, where they agreed a new programme of social investment focused on social mobility. Over the coming months, the framework around the programme will be constructed.

The Board is supported by seven committees.

1. The **Finance and Governance Committee** meets between Board meetings to discuss key issues, review management accounts and risk, and consider the on-going development of the Board and the organisation.
2. The **Community Impact Committee** oversees the development and monitors the implementation of the Foundation's charitable work.
3. The **Grants Committee**, which includes co-opted volunteers, assesses and determines the majority of our grants.
4. The **Loans Committee**, which also includes co-opted volunteers, considers applications to the SSEF and advises SCF on its policies relating to loans.
5. The **'Co-Investment Committee'** oversees and reviews the implementation and performance of our shared investment policy for

the endowment investment funds managed by Smith & Williamson and Ruffer LLP and hear annual presentations from CCLA on our Community First investments, alongside representatives from the Wiltshire Community Foundation, Bournemouth, Dorset and Poole Community Foundation and Devon Community Foundation.

6. The **Philanthropy Committee** guides the development of our endowment growth programme.
7. The **HPC Community Funds Awards Panel** was constituted in 2017/18 and is comprised of SCF Trustees and co-opted members from West Somerset District Council, Sedgemoor District Council, Somerset County Council, EDF and volunteer members of the public.

### Board Development

During the year we sadly said farewell to **Jane Lock**, who had given nine years of service to the Foundation. **Judith North** and **Barry O'Leary** also stepped down as trustees during the year, and we are very grateful to them all for sharing their time and expertise with us.

We welcome **Bruce McIntosh** and **David Taylor** who joined the Board as new Trustees. Bruce will strengthen our Co-Investment Committee and Finance and Governance Committee, while David will serve on both the Grants Committee and the Community Impact Committee.

Induction of new Trustees includes meetings with the Chairman and Chief Executive to clarify the Foundation's expectations of new Trustees, as well as their specific role. They are given copies of Charity Commission guidance for new Trustees, the Foundation's Memorandum and Articles of Association, the most recent annual report, financial statements and the Foundation's policies. They also sign a Trustee Declaration which encompasses a Code of Conduct and receive further orientation depending on their role (e.g. fund development, grant-making).

A recent Trustee skills audit showed the Board continues to have strengths in governance, management and HR, and professional services. It is recognised that we need to strengthen representation from the VCSE sector and philanthropic development, specifications that will be included in the job description for new Trustees during an open recruitment round later this year.

## Financial Management

The arrangements put in place during 2013 have continued to provide us with an efficient, accurate and cost-effective approach to financial management in an increasingly complex organisation, providing accurate and timely management information for the Executive and Board.

## UK Community Foundations

As an active member of UKCF we contribute to and benefit from advice and

support on a wide range of governance and programme issues.

The biennial UKCF conference took place in September 2017 in nearby Cardiff. Each of the SCF team participated for at least one day, attending seminars with topics as varied as measuring impact to preparing for the GDPR.

Throughout the year, staff members participated in network-wide webinars and online chat forums to share and learn from best practice within the sector.

## Quality Accreditation

Community Foundations have been given the opportunity to apply for Quality Accreditation (QA) since 2007. Although the Charity Commission no longer formally endorses any accreditation scheme, the assessment system is based on a series of recommendations made by the Charity Commission, and covers areas such as governance and financial management, and encourages best practice by Community Foundations.

We made a comprehensive submission to the fourth QA process in May 2017 and received a grade of 51 out of 55 possible points. We earned the highest rating, exemplar, in areas such as:

- Complying with reporting requirements
- Having a clear focus on needs
- Analysing impact to inform strategy
- Understanding social issues
- Engaging with stakeholders
- Being a community leader

The assessment recommended that we take steps to increase staff capacity in line with the growth of our programmes and to introduce a business continuity plan.

## Financial Review

The Board agreed an operating budget with a minimal deficit at the start of the year, and by Q3 a manageable deficit had been predicted for the year end.

Overall our total income was £2,261,940 (2016/17: £1,243,496) including £1.2m for the HPC Community Fund and £384,394 (2016/17: £279,203) held as endowment.

Our total expenditure was £1,252,972 (2016/17: £1,043,865).

## Charitable Activities

Expenditure on charitable activities increased to £1,133,522 (2016/17: £933,839).

Grant-making from our 'regular' programmes was worth £651,746 including returned grants (2016/17: £516,234), with associated direct support costs underpinning our regular grant-making programmes £107,379 (2016/17: £117,616).

In addition, £329,280 (2016/17: £273,102) was spent on our other charitable programmes, including support costs for the HPC Community Fund and Somerset Social Enterprise Loan Fund.

## Generating Funds

Expenditure on generating funds increased to £119,450 (2016/17: £110,026). For every pound spent on generating funds, £14.42 has been raised over the past five years (2016/17: £12.75).

## Endowment

The Endowment balance at the year-end was £5,361,910 (2016/17: £5,050,237).

Central to the Foundation's mission is the development of endowment funds, providing sustainable support for local communities in the long term, whilst tackling need and deprivation through appropriate, targeted financial support. The investment objective is to maximize the "total return" over the medium and long term, without taking undue risk.

The aim is to maintain the capital value of the fund, allowing for inflation, and to generate a return (whether from capital gains, dividends or interest) for core costs and grants programmes, with a targeted total return of RPI +4%. This target is long-term and market volatility means some years will underperform and others will outperform.

The downturn in the markets in the latter part of 2017/18 has meant that the total return for the year was 3.86% (2016/17: 16.19%). Over the past 3 years, the average total return has been 6.1%.

Our investment managers have delegated discretionary powers of investment, as detailed in their investment management agreement with us. The Trustees may

make decisions to realise capital from growth from time to time to support the grants programmes.

### Restricted Funds

Most of our restricted funds support our charitable work either as flow-through funds, endowment income or direct project support. There was a net movement of £759,263 (2016/17: (£19,144)) during the year, leaving a strong balance of £2,606,574 (2016/18: £1,847,311) to continue investing in and supporting our local communities.

This includes the balance of the Somerset Social Enterprise Fund, which was opened in 2014 with the intention of running over five or six years. It is worth noting that in 2017/18, we agreed to return £250,500 to SCC, which they used as matched funding to support the Enhance Social Enterprise programme, also funded by European Regional Development Fund.

### Unrestricted Funds

Our unrestricted funds cover most of the costs of running, growing and developing the Foundation to sustain our impact in Somerset.

The unrestricted funds (including designated funds) at the end of the year saw a decrease of £21,369 (2016/17: increase of £6,801).

The unrestricted funds include four designated funds for Yeoman House, maintenance of Yeoman House, support to young volunteers and a research fund for Raising Aspirations. These designated

funds totalled £149,916 (2016/17: £156,318). Our free reserves (unrestricted balances excluding fixed assets and designated funds) at year end were £138,098 (2016/17: £152,009).

### Reserves and Going Concern

The Trustees' reserves policy is to retain a minimum balance of free reserves to cover six months' operational costs. The rationale behind this is to both protect our core capacity in the event of a short-term fall in income (for example between the end of a large grants programmes and the start of another) and to provide the flexibility to invest in development activities.

The basis upon which Trustees determine the core costs of the Foundation was revised in 2015/16 and now excludes project costs supported by specific restricted grants where we employ self-employed associates. Our calculation of core costs is, therefore, focused on sustaining the core team of staff to deliver a minimum £500k grants programme and continue to grow the Foundation, and essential infrastructure necessary to sustain the organisation.

Our budget for these operational costs in 2018/19 is £424,885 (2017/18: £371,817), which includes the operational costs of delivering the HPC Community Fund programme. Our free reserves represent 4 months against this budget and more than 5 months of solely delivering the core work of the Foundation. With a healthy reserves position to support the delivery of our core work and medium to long-term sources of income, the Trustees

consider the Foundation to be a going concern.

### Remuneration and Pensions Policy

All Trustees give their time freely and no Trustee received any remuneration for fulfilling their duties during the year.

The pay of senior staff is reviewed annually and normally increased in accordance with average earnings. In doing so, the Trustees also benchmark senior staff pay levels against similar Community Foundations in the UK network and, subject to financial performance of the charity, endeavour to ensure pay is competitive and reflects performance.

SCF offers up to 3% contribution to employees' pensions on a match funding basis and participates in the auto-enrolment schemes during the year through NEST.

### Risk Management

The Finance and Governance Committee maintains a Risk Register through which the major risks to which the Foundation are exposed are managed across all areas of activity. These are reported to the Board at quarterly meetings.

However, the trustees are mindful of the fall of £13,911 in our free reserves and are taking steps to ensure that our free reserves are sustain a sufficient level.

### Status

The Foundation is registered as a charity, number 1094446 and as a private company in the United Kingdom limited by guarantee, number 04530979.

### Registered Address

Yeoman House, Bath and West Showground, Shepton Mallet, Somerset BA4 6QN.

### Board of Trustees

The serving Trustees on the date of approval of this report were:

#### Chairman

Jane Barrie OBE DL (FG, LC, IC)

#### Vice Chairman

Martin Kitchen OBE (FG, CI, GC, HPC)

#### Treasurer

Paul Hake (FG)

Chris Bishop (FG, LC, HPC)

Richard Lloyd (PC)

John Lyon CB (FG, HPC)

Bruce McIntosh (FG, IC)+

Lucy Nelson (PC)

Karen Pearson

Jan Ross MBE (CI, GC)

David Taylor (GC, CIC)+

Sarah (Lomas) Wakefield (LC)

Tim Walker

Other Trustees serving during the year to 31 March 2018 were:

Jane Lock (GC, CI)



Judith North (CI, GC)  
Andrew Palmer\*\*  
Barry O’Leary (FG, IC)

*\*\*resigned from duties in May 2017  
+ joined as directors in 2018/19*

Subcommittees include:

*CI - Community Impact Committee  
HPC – HPC Community Fund Awards Panel  
FG - Finance and Governance Committee  
GC – Grants Committee  
LC – Loans Committee  
IC - Co-Investment Committee  
PC – Philanthropy Committee*

**Patron**

Lady Gass DCVO JP

**President**

HM Lord Lieutenant of Somerset, Anne Maw

**Vice-Presidents**

Lord Cameron of Dillington DL  
John Cullum DL  
Michael Fiennes  
The Rt Rev’d Peter Hancock, Bishop of Bath and Wells  
Denis Burn (High Sheriff of Somerset 2018/19)  
Cllr Nigel Taylor (Chair, Somerset County Council)  
Maureen Whitmore  
Peter Wyman CBE DL  
Angela Yeoman OBE DL

**Principal Officers**

Justin Sargent (CEO, Company Secretary)  
Mary Hancock (Operations Director)  
Val Bishop (Programmes Director)

**Registered Auditors**

Old Mill Audit LLP  
Statutory Auditor, Bishopbrook House,  
Cathedral Avenue, Wells BA5 1FD

**Legal Advisors**

Clarke Willmott LLP, Blackbrook Gate,  
Taunton, Somerset TA1 2PG

**Bankers**

CAF Bank Ltd, 25 Kings Hill Avenue,  
West Malling, Kent ME19 4JQ

**Investment Managers**

Smith and Williamson, Portland Place,  
Portwall Lane, Bristol BS1 6NA

Ruffer LLP , 80 Victoria Street, London  
SW1E 5JL

CCLA, Senator House, 85 Queen Victoria  
Street, London EC4V 4ET

## Statement of Trustees' Responsibilities

The Trustees, who are also directors of Somerset Community Foundation (Limited by Guarantee) for the purposes of company law, are responsible for preparing the Annual Report of the Trustees (incorporating the strategic report and the directors' report) and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law 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 Foundation and of the income and expenditure, of the Foundation, 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 in the Charities SORP
- Make judgements and accounting estimates that are reasonable and prudent
- State whether applicable United Kingdom Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Foundation will continue in operation

The Trustees are also responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the Foundation and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Foundation and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the Trustees are aware:

- There is no relevant audit information of which the Foundation's auditor is unaware
- The Trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information

The Trustees are responsible for the maintenance and integrity of the corporate and financial information included on the Foundation's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Approved by the Trustees on  
24 September 2018 and signed on their behalf by

.....  
Jane Barrie OBE DL (Chair of Trustees)

## Independent Auditors' Report to the Members of Somerset Community Foundation (Limited by Guarantee)

### Opinion

We have audited the accounts of Somerset Community Foundation (the 'charitable company') for the year ended 31 March 2018 which comprise the Statement of Financial Activities, balance sheet, Statement of Cash Flows and the notes to the accounts, 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).

In our opinion, the accounts:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2018 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 Companies Act 2006.

### Basis for opinion

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

### Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the accounts is not appropriate; or
- the trustees have not disclosed in the accounts any identified material uncertainties that may cast significant doubt about the charitable company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the accounts are authorised for issue.

### Other information

The other information comprises the information included in the annual report, other than the accounts and our auditor's report thereon. The trustees are responsible for the other

information. Our opinion on the accounts does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the accounts, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the accounts or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the accounts or a material misstatement of the other information. 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.

#### Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report (incorporating directors' report) for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report has been prepared in accordance with applicable legal requirements.

#### Matters on which we are required to report by exception

In the light of our knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report.

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

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

#### Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees, who are also the directors of the charity for the purpose of company law, are responsible for the preparation of the accounts and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of accounts that are free from material misstatement, whether due to fraud or error.

In preparing the accounts, 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 company or to cease operations, or have no realistic alternative but to do so.

**Auditor's responsibilities for the audit of the financial statements**

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

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

A further description of our responsibilities for the audit of the accounts is located on the Financial Reporting Council's website at: <http://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

This report is made solely to the charity's trustees, as a body, in accordance with section 144 of the Charities Act 2011 and the regulations made under section 154 of that act. 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 the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

**Tim Lerwill (Senior Statutory Auditor)**  
**for and on behalf of Old Mill Audit LLP**  
**Accountants**  
**Statutory Auditor**

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Wessex House  
Challemead Business Park  
Melksham  
Wiltshire  
SN12 8BU

Old Mill Audit LLP is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under of section 1212 of the Companies Act 2006

## Statement of Financial Activities for the Year Ended 31 March 2018

		Unrestricted Funds	Restricted Funds	Endowment Funds	Total 2018	Unrestricted Funds	Restricted Funds	Endowment Funds	Total 2017
	Note	£	£	£	£	£	£	£	£
<b>Income from:</b>									
Donations and Legacies	3	140,287	363,786	384,394	888,467	134,772	396,543	279,203	810,518
Charitable Activities	6	1,408	1,197,063	-	1,198,471	18	276,067	-	276,085
Other Trading Activities		9,091	-	-	9,091	13,255	-	-	13,255
Investments	4	4,895	161,016	-	165,911	5,363	138,275	-	143,638
<b>Total</b>		<b>155,681</b>	<b>1,721,865</b>	<b>384,394</b>	<b>2,261,940</b>	<b>153,408</b>	<b>810,885</b>	<b>279,203</b>	<b>1,243,496</b>
<b>Expenditure on:</b>									
Raising Funds	5	75,401	24,704	19,345	119,450	76,921	22,618	10,487	110,026
Charitable Activities	6,19	169,967	963,555	-	1,133,522	140,676	793,163	-	933,839
<b>Total</b>		<b>245,368</b>	<b>988,259</b>	<b>19,345</b>	<b>1,252,972</b>	<b>217,597</b>	<b>815,781</b>	<b>10,487</b>	<b>1,043,865</b>
<b>Net (Expenditure)/Income Before Gains and Losses on Investment</b>	7	<b>(89,687)</b>	<b>733,606</b>	<b>365,049</b>	<b>1,008,968</b>	<b>(64,189)</b>	<b>(4,896)</b>	<b>268,716</b>	<b>199,631</b>
<b>Net (Losses)/Gains on Investment</b>	10	<b>(3,022)</b>	<b>(19)</b>	<b>43,640</b>	<b>40,599</b>	<b>4,182</b>	<b>3,284</b>	<b>596,962</b>	<b>604,428</b>
<b>Net (Expenditure)/Income Transfers Between Funds Net Movement in Funds</b>	17	<b>(92,709)</b> <b>71,340)</b> <b>(21,369)</b>	<b>733,587)</b> <b>25,676)</b> <b>759,263)</b>	<b>408,689)</b> <b>(97,016)</b> <b>311,673)</b>	<b>1,049,567)</b> <b>-)</b> <b>1,049,567)</b>	<b>(60,007)</b> <b>66,808)</b> <b>6,801)</b>	<b>(1,612)</b> <b>(17,532)</b> <b>(19,144)</b>	<b>865,678)</b> <b>(49,276)</b> <b>816,402)</b>	<b>804,059)</b> <b>-)</b> <b>804,059)</b>
<b>Reconciliation of Funds</b>									
Total Funds Brought Forward	14	317,652	1,847,311	5,050,237	7,215,200	310,851	1,866,455	4,233,835	6,411,141
<b>Total Funds Carried Forward</b>	14	<b>296,283</b>	<b>2,606,574</b>	<b>5,361,910</b>	<b>8,264,767</b>	<b>317,652</b>	<b>1,847,311</b>	<b>5,050,237</b>	<b>7,215,200</b>

## Summary Income & Expenditure Account for the Year Ended 31 March 2018

	2018 £	2017 £
Income	1,711,635	820,655
Gains/(Losses) on Investments	(3,041)	7,466
Interest and Investment Income	165,911	143,638
Gross Income in the Reporting Period	<b>1,874,505</b>	<b>971,759</b>
Expenditure	(1,226,589)	(1,026,341)
Depreciation	(7,038)	(7,037)
Total Expenditure in the Reporting Period	<b>(1,233,627)</b>	<b>(1,033,378)</b>
Net Income Before Transfers	<b>640,878</b>	<b>(61,619)</b>
Transfers	<b>97,016</b>	<b>49,276</b>
Net (Expenditure)/Income for the Financial Year	<b>737,894</b>	<b>(12,343)</b>

The summary income and expenditure account is derived from the statement of financial activities on page 20 (excluding endowment fund incoming resources and resources expended) which, together with the notes to the financial statements starting on page 24 provides full information on the movements during the year on all the funds. Excluded from the total net incoming resources in the statement of financial activities to arrive at the above figure is £384,394 (2017: £279,203) of endowment income and £19,345 (2017: £10,487) of endowment expenses.

All income and expenditure derive from continuing operations.

The notes on pages 24 to 54 form an integral part of these financial statements.

## Balance Sheet as at 31 March 2018

	Notes	2018 £	2017 £
<b>Fixed Assets</b>			
Investments	10	5,307,040	5,256,188
Tangible Assets	11	103,947	110,985
<b>Total Fixed Assets</b>		<b>5,410,987</b>	<b>5,367,173</b>
<b>Current Assets</b>			
Debtors – Amounts Falling Due After More Than One Year	12	115,453	87,823
Debtors – Amounts Falling Due Within One Year	12	491,977	69,233
Cash at Bank and in Hand		2,396,463	1,762,268
<b>Total Current Assets</b>		<b>3,003,893</b>	<b>1,919,324</b>
<b>Creditors: Amounts Falling Due Within One Year</b>	13	<b>(150,113)</b>	<b>(71,297)</b>
<b>Net Current Assets</b>		<b>2,853,780</b>	<b>1,848,027</b>
<b>Total Net Assets</b>		<b>8,264,767</b>	<b>7,215,200</b>
<b>The Funds of the Charity</b>			
Unrestricted Funds	14	146,367	161,334
Designated Funds	14	149,916	156,318
Restricted Funds	14	2,606,574	1,847,311
Expendable Endowment Funds	14	5,361,910	5,050,237
<b>Total Charity Funds</b>		<b>8,264,767</b>	<b>7,215,200</b>

Approved by the Trustees on 24 September 2018 and signed on their behalf by

..... Jane Barrie OBE DL

..... Paul Hake FCCA

Registered Company No: 04530979.

The notes on pages 23 to 54 form an integral part of these financial statements.



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## Statement of Cash Flows for the Year Ended 31 March 2018

	Note	Total 2018	Total 2017 £
<b>Cash Flows from Operating Activities:</b>			
Net Cash Provided by Operating Activities	18	481,107	529,100
<b>Cash Flows from Investing Activities</b>			
Dividends and Interest from Investments		165,911	143,638
Purchase of Equipment		-	(1,266)
Proceeds from Sale of Investments		1,103,015	1,532,969
Investment Cash Movement		110,222	(161,479)
Purchase of Investments		(1,226,060)	(1,839,697)
<b>Net Cash Provided/(Used) by Investing Activities</b>		<b>153,088</b>	<b>(325,835)</b>
<b>Change in Cash and Cash Equivalents in the Reporting Period</b>		<b>634,195</b>	<b>203,265</b>
<b>Cash and Cash Equivalents at the Beginning of the Reporting Period</b>		<b>1,762,268</b>	<b>1,559,003</b>
<b>Cash and Cash Equivalents at the End of the Reporting Period</b>	<b>18</b>	<b>2,396,463</b>	<b>1,762,268</b>

## Notes to the Financial Statements for the Year Ended 31 March 2018

### 1. Legal status of the Foundation

The Foundation is a registered charity and a registered company, limited by guarantee, and has no share capital. The guarantors are the members whose liability in the event of a winding-up is limited to £1 each. There were 13 members at the balance sheet date (2016/17: 15).

### 2. Accounting policies

#### Accounting Convention

These accounts have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102"), "Accounting and Reporting by Charities" the Statement of Recommended Practice for charities applying FRS 102, the Companies Act 2006, the Charities Act 2011 and UK Generally Accepted Accounting Practice as it applies from 1 January 2015. The Foundation meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

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

The accounts have been prepared on the historical cost convention modified to include the revaluation of investment assets and the principal accounting policies are set out below.

#### Going Concern

At the time of approving the accounts, the Trustees have a reasonable expectation that the Somerset Community Foundation has adequate resources to continue in operational service for the foreseeable future. Thus, the Trustees continue to adopt the going concern basis of accounting in the preparation of the accounts.

#### Incoming Resources

Income is recognised when the Foundation has entitlement to the funds, any performance conditions attached to the item of income has been met, it is probable that the income will be received, and the amount can be measured reliably. Income from government and other grants, whether 'capital' grants or 'revenue' grants is recognised in the same way unless it is deferred.

Cash donations are recognised on receipt. Other donations are recognised once the Foundation 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 is recognised at the time of the donation.

## Notes to the Financial Statements for the Year Ended 31 March 2018

Legacies are recognised on receipt or otherwise if the Foundation 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.

Donated professional services and donated facilities are recognised as income when the Foundation has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use by the Foundation of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), the general time of the volunteers is not recognised and refer to the Trustees' annual report for more information about their contribution.

On receipt, donated professional services and donated facilities are recognised on the basis of the value of the gift to the Foundation which is the amount the Foundation would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

### Resources Expended

Expenditure is accounted for on an accruals basis and has been included under expenses categories that aggregate all costs for allocation to activities. Where costs cannot be directly attributed to particular activities they have been allocated on a basis consistent with the use of the resources.

Support costs are those costs incurred directly in support of expenditure on the objects of the Foundation and include project management carried out the Foundation's office. Governance costs are those incurred in connection with the administration of the Foundation and compliance with constitutional and statutory requirements.

Costs of charitable activities comprise grants payable and support costs, payments to charities registered on localgiving.com and work associated with the Raising Aspirations mentoring programme. Grants payable are included in resources expended once the grant application has been approved by the grants committee and this has been communicated to the grant recipient, except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attached 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.

### Fixed Assets and Depreciation

All capital assets with a value of less than £1,000 are expensed in the statement of financial activities. Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Leasehold Property and Improvements	- 25 years (straight line)
Furniture and Equipment	- 6 years (straight line)

## Notes to the Financial Statements for the Year Ended 31 March 2018

### Investments

Listed investments are included in the balance sheet at their market value at the balance sheet date. Realised and unrealised gains and losses on investments are included in the statement of financial activities in the year in which they arise. Investment income is credited to income on an accruals basis.

### Cash and Cash Equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks and other short-term liquid assets.

### Financial Instruments

The Foundation 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 when the Foundation becomes party to the contractual provisions of the instrument.

Financial assets are offset, with the net amounts presented in the accounts 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 trade and other receivables 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.

### Basic Financial Liabilities

Basic financial liabilities, including trade and other payables, 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. Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade payables are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Accounts payable are classified as current liabilities if payment is due within one year or less. Trade payables are recognised initially at transaction price and subsequently measure at amortised cost using the effective interest method.

## Notes to the Financial Statements for the Year Ended 31 March 2018

### Pension Costs

The Foundation contributes to a defined contribution pension scheme, the assets of which are held separately from those of the Foundation. The scheme is independently administered. Contributions are charged in the statement of financial activities as they fall due in accordance with the scheme rules.

### Operating Lease Agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

### Fund Accounting

Funds held by the Foundation are either:

- Unrestricted general funds – these are funds which can be used in accordance with the charitable objects at the discretion of the Trustees.
- Designated funds – these are funds set aside by the Trustees out of unrestricted general funds for specific future purposes or projects.
- Restricted funds – these are funds that can only be used for particular, restricted purposes within the objects of the Foundation. Restrictions arise when specified by the donor or when funds are raised for particular, restricted purposes.
- Expendable Endowment Funds – these are funds whose assets provide a long-term source of income to support the Foundation's objects. Individual donations to the endowment fund may be unrestricted or restricted if the donor has specified how the income arising should be spent. The Trustees have the power to spend the capital if they so determine.

In many cases and with the prior agreement of the donor one donation may be divided between various funds. Further explanation of the nature and purpose of each fund is included in note 14 to the financial statements.

### Tax Status

The Foundation is exempt from any taxation with the exception of Value Added Tax.

## Notes to the Financial Statements for the Year Ended 31 March 2018

### Loans Advanced

One of the objectives of the Foundation is to support existing and emerging enterprises through the making of grants and loans. Loans receivable by the Foundation are recognised when funds are advanced to borrowers. Amounts due for repayment after more than one year from the balance sheet date are shown as long-term debtors within current assets.

Fees charged in respect of loan applications are recognised in full when funds are advanced to borrowers. Interest receivable on loans is recognised on an accruals basis when funds are repaid and not when loans are advanced. Fees and interest are deemed to be restricted income, to be utilised in the making of future loans in accordance with the fund objectives.

### 3. Donations and Legacies

	2018	2017
	£	£
Field House Trust	71,500	75,250
Cheeke and Stodgell	74,352	-
The Graham Burroughs Charitable Trust	333,285	-
The Richard Huish Foundation	-	95,564
Individual Endowment Donation <sup>1</sup>	-	199,572
Other Donations and Grants (< £70,000)	409,330	440,132
	<b>888,467</b>	<b>810,518</b>
Assets and Services Gifted in Kind	6,325	3,800

We are grateful to the following for their support during the year: Albert Goodman, Andelli Design, Clarke Willmott, The Swan Hotel, and Taunton School. We are also grateful to our trustee Lucy Nelson for allowing us to use a room in her home for the Staff Away Day.

### 4. Investment Income

	2018	2017
	£	£
Dividends on Equities and Fixed Interest Securities	164,753	142,132
Interest on Cash Deposits	1,158	1,506
	<b>165,911</b>	<b>143,638</b>

<sup>1</sup> Donor wishes to remain anonymous

## 5. Raising Funds

The costs comprise:	Unrestricted £	Restricted £	Endowment £	2018 £	2017 £
Staff Salaries	36,980	19,944	-	56,924	59,206
Support Costs					
Staff Expenses and Other Costs	2,032	627	-	2,659	1,536
Staff Training and Recruitment	599	338	-	937	940
Event Costs	13,864	-	-	13,864	8,516
Marketing and Promotion	1,631	874	-	2,505	8,621
Rent and Utilities	5,868	1,555	-	7,423	2,607
Postage, Printing and Stationery	1,814	245	-	2,059	2,667
IT Support	280	936	-	1,216	3,354
Bookkeeping and Accountancy Support	1,989	-	-	1,989	1,473
Subscriptions	2,144	-	-	2,144	2,457
Finance Charges and Insurance	432	-	-	432	59
Depreciation	7,038	-	-	7,038	7,037
Professional Fees	125	-	-	125	405
Investment Manager's Fees	605	185	19,345	20,135	11,148
	<b>75,401</b>	<b>24,704</b>	<b>19,345</b>	<b>119,450</b>	<b>110,026</b>

## Notes to the Financial Statements for the Year Ended 31 March 2018

### 6. Charitable Activities

#### Income

Income from charitable activities comprises monies received from various donors and funders to be administered by the Foundation and paid out by way of grants, alongside voluntary donations for the same purpose.

**Masonic Fund** – residue funds from the 2014/15 appeal returned to the Somerset Masonic Charity as they are no longer needed. The will be held for any future disaster relief measures required in Somerset.

**SSEF** – SCF agreed to return £250,500 to provide match funding against an ERDF funded ‘Enhance Social Enterprise’ programme supporting social enterprises in Somerset with technical support.

Expenditure	Grants Awarded	Direct Support Costs	2018	2017
	£	£	£	£
<b>Regular Grants Programmes</b>				
Enhance physical and mental health, wellbeing and safety	321,633	52,990	374,623	139,359
Reduction of isolation and disadvantage	79,641	13,123	92,764	279,119
Improve education and life skills	106,602	17,563	124,165	101,352
Create stronger communities	126,074	20,771	146,845	82,348
Connect people with arts, culture, heritage and environment	17,796	2,932	20,728	31,673
<b>Sub total</b>	<b>651,746</b>	<b>107,379</b>	<b>759,125</b>	<b>633,851</b>
<b>HPC Community Fund Grant Programme</b>	<b>52,198</b>	<b>84,623</b>	<b>136,821</b>	<b>-</b>
<b>Other Programmes</b>				
Flood Relief grants to households	-	-	-	31,035
Localgiving.com	90,622	-	90,622	133,458
Raising Aspirations	-	4,491	4,491	35,332
VCSE Strategic Coordination Project	-	26,855	26,855	33,746
Somerset Social Enterprise Fund	32,000	29,715	61,715	39,531
Enhance Social Enterprise	-	876	876	-
Access Growth Fund	-	7,900	7,900	-
<b>Sub Total</b>	<b>122,622</b>	<b>69,837</b>	<b>192,459</b>	<b>273,102</b>
<b>Governance Costs (See page 32)</b>	<b>-</b>	<b>45,117</b>	<b>45,117</b>	<b>26,886</b>
<b>Total</b>	<b>826,566</b>	<b>306,956</b>	<b>1,133,522</b>	<b>933,839</b>



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## Notes to the Financial Statements for the Year Ended 31 March 2018

### Grants: Geographical analysis grants from regular programmes

	<b>2018</b>	<b>2017</b>
	<b>£</b>	<b>£</b>
Mendip	125,183	140,220
Sedgemoor	53,173	39,879
South Somerset	130,544	99,450
Taunton Deane	183,266	164,385
West Somerset	65,662	37,684
Out of County	93,918	34,616
<b>Total</b>	<b>651,746</b>	<b>516,234</b>

## Notes to the Financial Statements for the Year Ended 31 March 2018

## Charitable Activities – detailed by Fund

	Unrestricted	Restricted	Endowment	2018	2017
	£	£	£	£	£
<b>Grant Making</b> (incl.localgiving.com)	-	<b>826,566</b>	-	<b>826,566</b>	<b>690,728</b>
<b>Direct Support Costs</b>					
Staff Salaries	87,539	44,709	-	132,248	87,640
Staff Expenses and Other Costs	4,721	2,160	-	6,881	5,461
Rent and Utilities	4,024	6,219	-	10,243	10,085
Marketing and Promotion	6,523	8,337	-	14,860	11,041
Postage, Printing and Stationery	731	1,210	-	1,941	6,132
Staff Training / Recruitment	1,416	413	-	1,829	1,014
IT Support	1,121	3,745	-	4,866	3,625
Bookkeeping and Accountancy Support	7,954	575	-	8,529	6,973
Subscriptions	8,575	-	-	8,575	9,826
Finance Charges and Insurance	1,726	60	-	1,786	577
Professional Fees	520	69,561	-	70,081	74,931
Depreciation	-	-	-	-	-
	<b>124,850</b>	<b>136,989</b>	-	<b>261,839</b>	<b>217,305</b>
<b>Sub Total</b>	<b>124,850</b>	<b>963,555</b>	-	<b>1,088,405</b>	<b>908,033</b>
<b>Governance Costs</b>					
Management	34,283	-	-	34,283	19,146
Audit	6,840	-	-	6,840	6,660
<b>Other Costs</b>	3,994	-	-	3,994	-
<b>Total</b>	<b>45,117</b>	-	-	<b>45,117</b>	<b>25,806</b>
<b>Total Charitable Activities</b>	<b>169,967</b>	<b>963,555</b>	-	<b>1,133,522</b>	<b>933,839</b>

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## Notes to the Financial Statements for the Year Ended 31 March 2018

### 7. Net (Expenditure)/Income

Net Income is stated after charging:

	2018	2017
	£	£
Auditor's Remuneration: Audit of Statutory Financial Statements	6,840	6,660

### 8. Trustees Expenses

None of the Trustees, or any persons connected with them, received any remuneration or were reimbursed any expenses relating to their role as Trustee. Clarke Willmott, a partner of which is a Trustee of the Foundation, received fees of £12,180 (2016/17: £1,200).

### 9. Staff Costs

Employee Information	2018	2017
	£	£
Salaries	200,774	151,162
Employer's National Insurance Contributions	16,747	11,523
Employer's Pension Contributions	5,935	3,307
	<b>223,456</b>	<b>165,992</b>

There were 6.7 employees during the year calculated on an average basis (2017: 5.4). The key management personnel of the Foundation comprise the Chief Executive, Operations Director and Programmes Director. The total employee benefits of the key management personnel of the Foundation were £119,462 (2017:£80,874). No employee earned more than £60,000 per annum (2016/17: None).

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## Notes to the Financial Statements for the Year Ended 31 March 2018

**10. Investments**

<b>Fixed Asset Investments</b>	<b>2018</b>	<b>2017</b>
	<b>£</b>	<b>£</b>
Listed Investments	5,184,474	5,023,400
Cash Held in Investment Portfolio	122,566	232,788
	<b>5,307,040</b>	<b>5,256,188</b>
	<b>2018</b>	<b>2017</b>
	<b>£</b>	<b>£</b>
Listed Investments are made up as follows:-		
Market Value brought forward	5,023,400	4,097,165
Acquisitions at Costs	1,226,060	1,839,697
Sale Proceeds	(1,103,015)	(1,532,969)
Realised Gains	22,737	25,758
Unrealised Gains/(Losses)	15,292	593,749
<b>Market Value Carried Forward</b>	<b>5,184,474</b>	<b>5,023,400</b>
<b>Book Cost Carried Forward</b>	<b>4,891,285</b>	<b>5,466,550</b>

The above investments comprise fixed asset interest securities and equities of which £4,099,034 (2017: £4,251,963) are UK Investments and £1,085,440 (2017: £771,437) relate to investments held outside the UK.

Additional realised gains of £2,570 (2017: realised loss £15,079) are shown in the Statement of Financial Activities which relate to foreign exchange settlements and cash distributions.

Share-holdings which individually represent more than 5% of the charity's investments are:

No. Of Shares	Investments	Market Value £
143141	COIF Charities Investment Fund	1,887,920

**11. Tangible Fixed Assets**

	Leasehold Property and Improvements £	Furniture and Equipment £	Total £
<b>Cost</b>			
At Beginning of the Year	160,324	10,293	170,617
Additions	-	-	-
<b>At the End of the Year</b>	<b>160,324</b>	<b>10,293</b>	<b>170,617</b>
<b>Depreciation</b>			
At Beginning of the Year	51,305	8,327	59,632
Charge for the Year	6,413	625	7,038
<b>At the End of the Year</b>	<b>57,718</b>	<b>8,952</b>	<b>66,670</b>
<b>Net Book Value</b>			
At Beginning of the Year	109,019	1,966	110,985
<b>At End of the Year</b>	<b>102,606</b>	<b>1,341</b>	<b>103,947</b>

Notes to the Financial Statements for the Year Ended 31 March 2018

**12. Debtors**

	2018	2017
	£	£
Other Debtors	470,755	57,463
Loans – Amounts Falling Due Within One Year	16,595	8,638
Prepayments and Accrued Income	4,627	3,132
	<b>491,977</b>	<b>69,233</b>
Loans – Amounts Falling due After More Than One Year	<b>115,453</b>	<b>87,823</b>

**13. Creditors: Amounts falling due within one year**

	2018	2017
	£	£
Other Creditors	111,337	33,744
Accruals and Deferred Income	32,946	32,950
Other Tax and Social Security	5,830	4,603
	<b>150,113</b>	<b>71,297</b>

## Notes to the Financial Statements for the Year Ended 31 March 2018

## 14. Statement of Funds – Current Year

	Balance B/fwd £	Incoming Resources £	Resources Expended £	Unrealised/Realised Gains/(Losses) £	Transfers £	Balance C/fwd £
<b>Unrestricted Fund – General Funds</b>	161,334	154,325	(237,707)	(3,244)	71,659	146,367
Designated Funds:						
Building and Maintenance Fund	52,535	1,356	(1,681)	222	(319)	52,113
Yeoman House Fund	101,660	-	(5,980)	-	-	95,680
Raising Aspirations Research Fund	23	-	-	-	-	23
SYVN	2,100	-	-	-	-	2,100
Total Designated Funds	156,318	1,356	(7,661)	222	(319)	149,916
<b>Total Unrestricted Funds</b>	<b>317,652</b>	<b>155,681</b>	<b>(245,368)</b>	<b>(3,022)</b>	<b>71,340</b>	<b>296,283</b>
<b>Restricted Funds</b>						
Access Growth Fund	-	57,714	(7,900)	-	(25,750)	24,064
Hinkley Point C Community Fund	-	1,214,563	(136,821)	-	-	1,077,742
Enhance Social Enterprise (ESE)	-	1,452	(2,413)	-	-	(961)
Raising Aspirations	3,686	8,000	(3,695)	-	-	7,991
Somerset Social Enterprise Delivery Fund	922,266	(243,231)	(62,331)	-	25,750	642,454
Support Costs SCC	-	10,000	-	-	-	10,000
Taunton Youth Community Centre	193,038	-	(43,038)	-	-	150,000
VCSE Strategic Co-coordinator	84,274	17,386	(36,068)	-	-	65,592

## Notes to the Financial Statements for the Year Ended 31 March 2018

<b>14. Statement of Funds – Current Year</b>	<b>Balance B/fwd £</b>	<b>Incoming Resources £</b>	<b>Resources Expended £</b>	<b>Unrealised/Realised Gains(Losses) £</b>	<b>Transfers £</b>	<b>Balance C/fwd £</b>
<b>Other Restricted Funds</b>						
Discretionary (14 funds)	86,949	171,152	(162,173)	-	-	95,928
Donor Advised (20 funds)	213,367	123,021	(178,104)	1,040	-	159,324
Donor Directed (5 funds)	50,628	103,100	(98,007)	(1,059)	-	54,662
Field of Interest (10 funds)	59,352	71,299	(51,858)	-	-	78,793
<b>Sub-total Restricted Funds</b>	<b>1,613,560</b>	<b>1,534,456</b>	<b>(782,408)</b>	<b>(19)</b>	<b>-</b>	<b>2,365,589</b>
<b>Endowment Income Funds</b>						
<b>Discretionary Funds (8 funds)</b>	15,353	19,127	(13,138)	-	(4,069)	17,273
<b>Donor Advised (28 funds)</b>	155,875	108,575	(140,229)	-	5,157	129,378
<b>Donor Directed (1 Fund)</b>	-	1,000	-	-	-	1,000
<b>Field of Interest (12 Funds)</b>	62,523	58,707	(52,484)	-	24,588	93,334
<b>Sub Total Endowment Income Funds</b>	<b>233,751</b>	<b>187,409</b>	<b>(205,851)</b>	<b>-</b>	<b>25,676</b>	<b>240,985</b>
<b>TOTAL RESTRICTED FUNDS</b>	<b>1,847,311</b>	<b>1,721,865</b>	<b>(988,259)</b>	<b>(19)</b>	<b>25,676</b>	<b>2,606,574</b>



## Notes to the Financial Statements for the Year Ended 31 March 2018

**14. Statement of Funds – Current Year**

	Balance B/fwd £	Incoming Resources £	Resources Expended £	Unrealised/Realised Gains(Losses) £	Transfers £	Balance C/fwd £
<b>Endowment Funds</b>						
Unrestricted Fund – General Funds	13,347	-	(56)	51	(74)	13,268
<b>Restricted Funds (over £90,000)</b>						
C&JP Fund CF	174,779	-	(300)	2,728	(10,469)	166,738
Churchstanton Community Fund CF	154,858	-	(266)	2,216	-	156,808
Clarke Willmott	134,799	-	(409)	1,507	(2,802)	133,095
David Medlock CF	232,325	-	(399)	3,619	(12,642)	222,903
David Price GG CF	278,696	-	(704)	3,543	(6,715)	274,820
Donald Lake Memorial Fund GG	122,360	-	(609)	543	(782)	121,512
Eagle House GG	597,002	-	(3,073)	2,745	(3,955)	592,719
Exmoor Community Trust CF	121,579	-	(209)	1,894	(6,587)	116,677
Glemsford Fund CF	373,825	-	(1,537)	3,705	(6,730)	369,263
Graham Burrough Charitable Trust	-	311,785	-	-	-	311,785
Grave Family Fund GG CF	110,084	-	(521)	622	(982)	109,203
McGreevy Charitable Trust GG	124,642	-	(627)	560	(807)	123,768
Millennium Fund CF	201,911	-	(347)	3,119	(6,047)	198,636
Huish's Exhibition Fund	97,335	-	(482)	430	(619)	96,664
Ringham Fund	90,709	-	(155)	1,401	(2,717)	89,238

## Notes to the Financial Statements for the Year Ended 31 March 2018

<b>14. Statement of Funds-Current Year</b>	<b>Balance B/fwd £</b>	<b>Incoming Resources £</b>	<b>Resources Expended £</b>	<b>Unrealised/Realised Gains/(Losses) £</b>	<b>Transfers £</b>	<b>Balance C/fwd £</b>
<b>Restricted Funds (over £90,000) Cont.</b>						
S'set Fund for Deaf and Hard of Hearing CF	226,548	-	(389)	3,500	(6,785)	222,874
Somerset Grassroots Grants Endowment GG	176,405	-	(918)	820	(1,181)	175,126
Somerset Masonic Fund GG	242,565	-	(1,291)	979	(1,411)	240,842
Summerfield & Tauntfield GG CF	124,377	-	(585)	678	(1,062)	123,408
T & PJ (Milborne Port)	313,587	-	(1,598)	1,426	(2,055)	311,360
WCS Pickford Trust	195,352	-	(972)	867	(11,248)	183,999
<b>Other Endowment Funds</b>						
Discretionary (5 Funds)	95,109	-	(468)	437	(640)	94,438
Donor Directed (1 Fund)	-	72,609	-	-	-	72,609
Donor Advised (18 Funds)	114,343	-	(359)	1,220	(2,202)	113,002
Field of Interest (4 Funds)	733,700	-	(3,071)	5,030	(8,504)	727,155
<b>Total Endowment Funds</b>	<b>5,050,237</b>	<b>384,394</b>	<b>(19,345)</b>	<b>43,640</b>	<b>(97,016)</b>	<b>5,361,910</b>
<b>Total Funds</b>	<b>7,215,200</b>	<b>2,261,940</b>	<b>(1,252,972)</b>	<b>40,599</b>	<b>-</b>	<b>8,264,767</b>

## Notes to the Financial Statements for the Year Ended 31 March 2018

## 14. Statement of Funds – Previous Year

	Balance B/fwd £	Incoming Resources £	Resources Expended £	Unrealised/Realised Gains/(Losses) £	Transfers £	Balance C/fwd £
<b>Unrestricted Fund – General Funds</b>	151,988	152,126	(210,963)	(1,635)	69,818	161,334
Designated Funds:						
Building and Maintenance Fund	46,368	1,282	(654)	5,817	(278)	52,535
Yeoman House Fund	107,640	-	(5,980)	-	-	101,660
Raising Aspirations Research Fund	2,755	-	-	-	(2,732)	23
SYVN	2,100	-	-	-	-	2,100
<b>Total Designated Funds</b>	<b>158,863</b>	<b>1,282</b>	<b>(6,634)</b>	<b>5,817</b>	<b>(3,010)</b>	<b>156,318</b>
<b>Total Unrestricted Funds</b>	<b>310,851</b>	<b>153,408</b>	<b>(217,597)</b>	<b>4,182</b>	<b>66,808</b>	<b>317,652</b>
<b>Restricted Funds</b>						
Hinkley Point C Community Fund	-	20,000	(20,000)	-	-	-
Raising Aspirations	4,286	32,000	(35,332)	-	2,732	3,686
Somerset Social Enterprise Delivery Fund	957,908	3,889	(39,531)	-	-	922,266
Taunton Youth Community Centre	262,333	-	(69,295)	-	-	193,038
VCSE Strategic Co-coordinator	13,968	104,052	(33,746)	-	-	84,274
<b>Other Restricted Funds</b>						
Discretionary (11 funds)	91,656	131,661	(136,368)	-	-	86,949
Donor Advised (18 funds)	197,541	186,796	(171,020)	-	50	213,367
Donor Directed (4 funds)	46,974	135,077	(133,624)	3,284	(1,083)	50,628
Field of Interest (7 funds)	39,835	42,903	(23,386)	-	-	59,352
<b>Sub-total Restricted Funds</b>	<b>1,614,501</b>	<b>656,378</b>	<b>(662,302)</b>	<b>3,284</b>	<b>1,699</b>	<b>1,613,560</b>

## Notes to the Financial Statements for the Year Ended 31 March 2018

**14. Statement of Funds – Previous Year**

	Balance B/fwd £	Incoming Resources £	Resources Expended £	Unrealised/Realised Gains(Losses) £	Transfers £	Balance C/fwd £
<b>Endowment Income Funds</b>						
Discretionary Funds (6 funds)	18,059	10,338	(13,779)	-	735	15,353
Donor Advised (29 funds)	164,796	90,717	(87,815)	-	(11,823)	155,875
Field of Interest (12 Funds)	69,099	53,452	(51,885)	-	(8,143)	62,523
<b>Total Endowment Income Funds</b>	<b>251,954</b>	<b>154,507</b>	<b>(153,479)</b>	<b>-</b>	<b>(19,231)</b>	<b>233,751</b>
<b>Total Restricted Funds</b>	<b>1,866,455</b>	<b>810,885</b>	<b>(815,781)</b>	<b>3,284</b>	<b>(17,532)</b>	<b>1,847,311</b>
<b>Endowment Funds</b>						
Unrestricted Fund - General Funds	11,799	-	345	1,402	(199)	13,347

## Notes to the Financial Statements for the Year Ended 31 March 2018

**14. Statement of Funds – Previous Year**

	Balance B/fwd £	Incoming Resources £	Resources Expended £	Unrealised/Realised Gains(Losses) £	Transfers £	Balance C/fwd £
<b>Restricted Funds (over £90,000)</b>						
C&JP Fund CF	151,498	-	300	22,981	-	174,779
Churchstanton Community Fund CF	134,231	-	266	20,361	-	154,858
Clarke Willmott	118,759	-	(97)	17,063	(926)	134,799
David Medlock CF	201,379	-	399	30,547	-	232,325
David Price GG CF	244,237	-	54	35,596	(1,191)	278,696
Donald Lake Memorial Fund GG	110,764	-	(540)	14,239	(2,103)	122,360
Eagle House GG	538,362	-	(2,728)	72,005	(10,637)	597,002
Exmoor Community Trust CF	105,385	-	209	15,985	-	121,579
Glemsford Fund CF	156,927	189,594	(141)	27,725	(280)	373,825
Grave Family Fund GG CF	99,023	-	(426)	13,222	(1,735)	110,084
McGreevy Charitable Trust GG	112,678	-	(557)	14,692	(2,171)	124,642
Millennium Fund CF	175,016	-	347	26,548	-	201,911
Huish's Exhibition Fund	-	94,609	(330)	3,338	(282)	97,335
Ringham Fund	78,626	-	156	11,927	-	90,709
S'set Fund for Deaf and Hard of Hearing CF	196,372	-	389	29,787	-	226,548
Somerset Grassroots Grants Endowment GG	158,889	-	(815)	21,508	(3,177)	176,405
Somerset Masonic Fund GG	215,800	-	(1,438)	29,720	(1,517)	242,565
Summerfield & Tauntfield GG CF	112,120	-	(481)	14,689	(1,951)	124,377

## Notes to the Financial Statements for the Year Ended 31 March 2018

<b>14. Statement of Funds – Previous Year</b>	<b>Balance B/fwd £</b>	<b>Incoming Resources £</b>	<b>Resources Expended £</b>	<b>Unrealised/Realised Gains/(Losses) £</b>	<b>Transfers £</b>	<b>Balance C/fwd £</b>
T & PJ (Milborne Port)	289,760	(5,000)	(1,795)	37,412	(6,790)	313,587
WCS Pickford Trust	176,835	-	(856)	22,730	(3,357)	195,352
<b>Other Endowment Funds</b>						
Discretionary (5 Funds)	85,994	-	(414)	11,062	(1,533)	95,109
Donor Advised (18 Funds)	658,363	-	(2,226)	88,138	(10,575)	733,700
Field of Interest (4 Funds)	101,018	-	(108)	14,285	(852)	114,343
<b>Total Endowment Funds</b>	<b>4,233,835</b>	<b>279,203</b>	<b>(10,487)</b>	<b>596,962</b>	<b>(49,276)</b>	<b>5,050,237</b>
<b>Total Funds</b>	<b>6,411,141</b>	<b>1,243,496</b>	<b>(1,043,865)</b>	<b>604,428</b>	<b>-</b>	<b>7,215,200</b>

## Notes to the Financial Statements for the Year Ended 31 March 2018

### Designated Funds

**Building and Maintenance Fund** - for the upkeep and maintenance of Yeoman House

**SYVN** (Somerset Youth Volunteer Network) - to support youth volunteers in Somerset

**Raising Aspirations Research Fund** - to fund research in support of the Raising Aspirations mentoring programme

**Yeoman House** - Funds donated to purchase Yeoman House. The funds have been fully spent on acquiring the leasehold property, Yeoman House. The fund balance will be reduced by depreciation over the life of the lease.

### Restricted Funds & Endowment Funds

**Local Giving** - Funds received through localgiving.com

**VCSE Strategic Co-ordinator** - Supporting the work of the VCSE coordinator for Somerset

All other restricted and endowment funds that support our grants programmes are listed with brief descriptions on our [website](#).

### 15. Analysis of Net Assets between Funds – Current Year

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total Funds £
Investments	86,773	72,804	5,147,463	5,307,040
Fixed Assets	103,947	-		103,947
Current Assets/(Liabilities)	105,563	2,533,770	214,447	2,853,780
	<b>296,283</b>	<b>2,606,574</b>	<b>5,361,910</b>	<b>8,264,767</b>

### 15. Analysis of Net Assets between Funds – Previous Year

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total Funds £
Investments	90,017	65,067	5,101,104	5,256,188
Fixed Assets	110,985	-	-	110,985
Current Assets/(Liabilities)	116,650	1,782,244	(50,867)	1,848,027
	<b>317,652</b>	<b>1,847,311</b>	<b>5,050,237</b>	<b>7,215,200</b>

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## Notes to the Financial Statements for the Year Ended 31 March 2018

### 16. Financial Commitments

#### Capital

There were no capital commitments in respect of specific charitable projects or the purchase of tangible fixed assets as at 31 March 2018 (2016/17: £Nil).

#### Operating lease commitments

At the reporting end date, the Foundation had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2018	2017
	£	£
Within one year	10,188	3,909
Between two and five years	30,160	10,939
Over five years	34,344	29,664
	<b>74,692</b>	<b>44,512</b>

Amounts recognised in the statement of financial activities as a cost during the period in respect of operating lease arrangements amounted to £6,763 (2017: £4,747).

### 17. Transfers

	Unrestricted Funds	Restricted Funds	Endowment Funds	Total Funds
	£	£	£	£
Income Fund	51,246	(51,246)	-	-
Other	20,094	76,922	(97,016)	-
	<b>71,340</b>	<b>25,676</b>	<b>(97,016)</b>	<b>-</b>

Income Fund - relates to fees applied to the restricted income funds to contribute to the unrestricted running costs of the charity, in line with the terms of the funds.

Other - relates to the transfer of endowment fund balances to unrestricted funds from savings in investment costs in order to support the Foundation's Development.



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## Notes to the Financial Statements for the Year Ended 31 March 2018

**18. Reconciliation of Net (Expenditure)/Income to Net Cash Flow From Operating Activities**

	2018	2017
	£	£
<b>Net Income for the Reporting Period (as per the Statement of Financial Activities)</b>	<b>1,049,567</b>	<b>804,059</b>
<b>Adjustments for:</b>		
Depreciation Charges	7,038	7,037
(Gains)/Losses on Investments	(38,029)	(619,506)
Dividends and Interest from Investments	(165,911)	(143,638)
(Increase)/Decrease in Debtors	(450,374)	503,276
Increase/(Decrease) in Creditors	78,816	(22,128)
<b>Net Cash Provided by Operating Activities</b>	<b>481,107</b>	<b>529,100</b>
<b>Analysis of Cash and Cash Equivalents</b>		
Cash in Hand	2,296,463	1,762,268
<b>Total Cash and Cash Equivalents</b>	<b>2,396,463</b>	<b>1,762,268</b>

**19. Grants payable**

	2018	2017
	£	£
Organisations	721,536	514,894
Individuals	30,239	50,640
Local Giving	90,622	133,458
Returned Grants	(15,831)	(8,265)
<b>Total Grants Payable</b>	<b>826,566</b>	<b>690,727</b>

## Community Investment (Grants)

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FOUNDATION GRANTS	£
1st Bridgwater (St Georges) Wembdon Scout Group	100
2BU (2 grants)	5,350
Action East Devon (previously EDVSA)	4,000
Actiontrack	4,962
Active and In Touch (2 grants)	1,300
Age UK Somerset	6,300
All Saints' Church	1,000
Allerford & Selworthy Community Hall	1,750
Alzheimers Society	5,434
Art Care Education	1,100
Ashcott Football Club	1,000
Aster Communities	5,000
Avon and Somerset Constabulary (3 grants)	3,350
Avon and Somerset Search and Rescue	500
Bay Centre (Formerly Burnham-on-Sea Youth Centre)	3,000
Bayford Mission Hall Society	100
Beacon of Hope	100
Bee Happy Makes	993
Berrow Junior Football Club	4,815
Berrow Mini Day Centre	1,000
Blackbrook Friendship Club (2 grants)	1,050
Blackdown Support Group	500
Blagdon Orchard Group	500
Blagdon Primary School	700
Blandford Opportunity Group	1,500
BOS Events	1,000
Bridgwater & Taunton College	250
Bridgwater Arts Centre	4,000
Bridgwater Carnival	1,000
Bridgwater College Academy	500
Bridgwater Cricket Club	100
Bridgwater Parent Support Group	300
Bristol Avon Rivers Trust	2,806
Burnham & Berrow Golf Club	240
Burnham & Highbridge Choral Society	100
Burnham-On-Sea & Highbridge Men's Shed (BOSHed)	4,000
Burnham United Junior Football Club	2,500
Burnham-On-Sea RNLI	500
Cannington Pre-School	100
Care and Share Time	500
Carers' Voice Somerset	1,750

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Carhampton Recreation Group	500
Catalys-ability	1,800
Central Taunton Scout Group	500
Chard WATCH C.I.C.	5,000
CHARIS	2,800
Childrens World (3 grants)	5,654
Chilton Trinity Village Hall	100
Christmas Sparkle	700
Church of St Mary, Bridgwater	500
Churchinford & District Village Hall	500
Churchstanton Parish Council	350
Churchstanton Public Open Space Management Group (2 grants)	1,500
Citizens Advice Bureau - South Somerset	16,500
Citizens Advice Mendip (3 grants)	5,383
Community Catalysts	10,000
Community Council for Somerset (4 grants)	28,082
Compass Disability Services	1,340
Conquest Centre	1,000
Contact the Elderly	750
Contains Art Community Interest Company	2,000
Corfe Parish Council	1,000
Creech St Michael Parish Council	1,000
Crispin Community Focus (2 grants)	2,475
Crispin School	500
DeafPLUS (2 grants)	5,498
Devon Community Foundation	8,675
DofE Somerset Committee	3,500
Dorchester Opportunity Group	1,500
Dowlish Wake Playing Field Trust	2,000
Dulverton and Brushford Pastimes Club	300
Dulverton Dance	1,000
Dulverton Youth Club (Previously known as DDYPP)	3,096
Durstun Parish Meeting	756
East Harptree VC Primary School	1,288
East Somerset Society of Model and Experimental Engineers	500
Eastover Park Bowls Club	300
Educational Action Challenging Homophobia (EACH)	1,000
Elim Connect Centre	1,000
Engage Voluntary Sector Development	1,000
Escape Support Group (4 grants)	2,800
Evercreech Friendship Club	200
Evercreech Youth Club	1,250

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Exmoor Search and Rescue	250
Exmoor Young Voices (2 grants)	3,100
Fair Frome	500
Feed Avalon CIC	3,000
Fiddington Village Hall	800
Forum 21	20,500
Friends of Oake Bradford & Nynehead Church of England Primary School	1,000
Friends of Somerset Bridge PTFA	100
Friends of Somerset Young Carers	2,750
Frome and District Day Centre	400
Frome Community Cars	3,595
Frome Re:refresh Project - launched by West Wilts Vineyard Church	2,030
Galhampton Village Hall and Playing Field	3,000
GoCreate Taunton CIC	1,000
Golden Oldies	2,000
Good Fellowship Club (2 grants)	2,000
Great Ormond Street Hospital Charity	20,000
Growing Roots CIC	600
Halcon One Team, Diversity Group	1,000
Hawkridge Village Hall Committee	5,000
Henhayes Centre	3,000
Home-Start West Somerset	5,508
Honeymead Garden Society (Allotments)	550
Horseshoes and Handprints	1,000
Huish Taunton Tigers Basketball Club	500
Ilminster Entertainment Society (2 grants)	6,165
In the Mix Youth Project	1,800
Jack in the Box Toy Library	1,970
Key4Life	4,200
Kilve Village Hall	250
Kingston Community Partnership	996
Kingston St Mary Vc Primary School PTFA	100
Knightstone Housing Association - (W-S-M)	4,000
Langport & District Community Youth Centre	1,262
Langport Church Community Trust	2,300
LEBE's Community Cafe	200
Little Acorns Pre-School Oake	500
Living Paintings	450
Lower Lakes CIO	770
Lucy Campbell Trust / Holton Village Hall	265
Making the Most of Martock Community Partnership	210
Mark Active Living Centre	100

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Mencap Taunton (2 grants)	2,000
Mendip Community Credit Union	1,020
Mendip Disabled Association	300
Mendip YMCA (2 grants)	6,080
MIND in Taunton & West Somerset (2 grants)	3,300
Minehead EYE CIC	5,000
Minehead Museum	225
Moorland and Fordgate Keep in Touch	500
Moorland and Fordgate Village Hall	3,800
North Petherton Community Centre	5,000
North Petherton Rugby Football Club	430
North Taunton Partnership (4 grants)	5,170
North Town School Association	3,700
Oake and District Shop and Post Office Ltd	2,000
Oake and District Village Hall and Recreation Ground	750
Oake Mini Day Centre	500
On Your Bike	1,082
Onion Collective	4,826
Openstorytellers Ltd (4 grants)	7,354
Osprey Outdoors Community Interest Company	1,973
Otterford Parish Council	958
Parish Council of Coleford	1,500
Parochial Church Council St Andrew's Blagdon	500
Peers for Creative Outlets	1,000
Penny Brohn Cancer Care	2,500
Pitminster Parish Council	1,000
Purple Elephant Productions CIC	1,970
Quartet Community Foundation	7,150
RAISE South West CIC	3,208
Red Brick Building	5,000
Reminiscence Learning	2,500
Restore Support Network	3,500
Rethink Mental Illness (2 grants)	1,332
Revitalise Respite Holidays	2,832
Roadwater Cricket Club	1,750
Robert Blake Science College	500
Rotary Club of Frome Selwood	3,900
Rotary Club of Glastonbury and Street	100
Royal Brompton and Harefield Hospitals Charity	10,000
Ruishton & Thornfalcon Parish Council	1,000
Samaritans of Taunton and Somerset	1,000
Sampford Arundel Parish Council	1,000

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Sedgemoor Chess Club	100
Sedgemoor Community Partnership	300
Shane Kaye Golf Academy	720
Shepton Area Men's Shed	3,400
Somerset and Avon Rape and Sexual Abuse Support	2,500
Somerset Community Care Matters	1,000
Somerset Counselling Centre	2,500
Somerset County Council Chairman's Charities	300
Somerset FA Youth Council	2,235
Somerset Hills Chorus	1,000
Somerset Levels and Moors Sheds (SLaMS)	5,000
Somerset Levels RDA Carriage Driving Group	1,000
Somerset Levels Stargazers	200
Somerset Rural Youth Project	400
Somerset Time For Youth	1,500
Somerset Wildlife Trust	500
Somerton Scout Group	2,500
Somewhere House Somerset (2 grants)	4,000
South Somerset Community Accessible Transport	5,000
South Somerset MIND (2 grants)	9,861
Spark Somerset (3 grants)	13,114
Spaxton Junior Football Club	1,000
Speak Up Somerset	1,000
St Benedicts PCC	250
St Francis Youth Club	1,500
St Mary's Church - Breakfast Club	1,000
St Peter and St Paul Parochial Church Council	10,000
Stawell & Sutton Mallet Village Hall	150
Stoke St Michael Community Events Group	1,800
Stoke St Mary Parish Council	1,000
Street and District Swimming Club	500
Street Men's Shed	2,000
Stroke Association	100
SWEDA	5,000
Take Art	4,980
Taunton East Development Trust LTD	5,000
Taunton Foodbank	1,500
Taunton Opportunity Group	4,000
Taunton RFC Youth	250
Taunton Stroke Club	1,000
Taunton Team Chaplaincy Ltd	500
Taunton Theatre Association Ltd	960

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Taunton YMCA (3 grants)	6,133
The Abbeyfield Burnham and Highbridge Society	2,000
The Coleford Club	2,000
The Community Youth Project (Somerset)	2,500
The Footprints Project	4,680
The Friendship Circle of Langford Budville, Runnington and local area (2 grants)	2,334
The Nelson Trust (2 grants)	4,000
The Open Door Taunton	3,208
The Orchard Social Club	300
The Pod Youth Club	2,500
The PSP Association	100
The Salvation Army	500
The Zone Youth Club	1,000
Transition Minehead and Alcombe	786
Trident Centre	43,038
Trident Youth and Community Centre	1,000
Trudoxhill Parish Council	770
Tuesday Venture Club	300
Ups and Downs South West	2,583
Wadham College	250
Watchet Town Football Club	250
We Hear You	3,000
Wellington & District Sports Federation	800
Wellington Choral Society	1,000
Wellington Medical Centre Patient Participation Group	200
Wells and Mendip Astronomers	75
Wells City Football Club	1,040
Wells Vineyard (2 grants)	4,000
Wembdon Community Association (2 grants)	400
West Buckland Friendship Club (3 grants)	1,550
West Monkton Parish Council	1,000
West Somerset Advice Bureau	670
West Somerset Community Land Trust	2,300
Westfield United Reformed Church	300
WHERE (2 grants)	1,300
Wincanton Community Venture	2,205
Wincanton Live at Home (2 grants)	7,048
Wincanton Town Council	300
Wiveliscombe Area Partnership	2,500
Yarlington Housing Group	5,000
Yeovil Opportunity Group	3,000
YMCA Somerset Coast	220

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Returned grants	(7,796)
<b>Sub Total</b>	<b>629,542</b>
<b>SOMERSET SOCIAL ENTERPRISE FUND GRANTS</b>	
GrassRoots Power CIC	12,500
Support for People in Need (SW) Ltd	7,000
We Hear You	12,500
<b>Sub Total</b>	<b>32,000</b>
<b>GRANTS TO INDIVIDUALS</b>	
Eagle House Trust	24,109
Huish Exhibition Trust	4,400
Norah Cooke Hurle Trust	200
Other Programme (Anonymous Donor)	500
West Somerset Youth Trust	1,030
Returned grants	(8,035)
<b>Sub Total</b>	<b>22,204</b>
<b>LOCALGIVING.COM GRANTS TO GROUPS</b>	<b>90,622</b>
<b>HPC COMMUNITY FUND GRANTS</b>	
Bridgwater Cricket Club	3,501
Burnham-On-Sea & Highbridge Men's Shed (BOSHed)	4,780
Combwich Motor Boat & Sailing Club	17,965
Middlezoy Arts	5,000
Friends of Minehead First School	5,000
Otterhampton Parish Council	1,119
Work-Wise	4,833
Old Cleeve Community Hall	5,000
St Francis Church Holiday Club	5,000
<b>Sub Total</b>	<b>52,198</b>
<b>Total Grants Awarded</b>	<b>826,566</b>
<b>Community Investment (Loans)</b>	
Support for People in Need	18,000
Trident Youth and Community Centre	25,000
We Hear You	25,000
<b>Total Loans Awarded</b>	<b>68,000</b>

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