

METROPOLITAN AND CITY POLICE ORPHANS FUND

Registered Charity Number 234787

ANNUAL REPORT & ACCOUNTS 2019



PATRON



**H.R.H The Duke of Cambridge
KG, KT, PC, ADC**

PRESIDENT



Cressida Dick CBE QPM

VICE PRESIDENT



Ian Dyson QPM

TRUSTEES & BOARD of MANAGEMENT

TRUSTEES:	Members of the Board of Management
BOARD OF MANAGEMENT:	<p>S. Ovens DL (Chairman) A.Sutherland QPM (Vice Chairman) D. Davies G. Gilbert C. Knight G. Gaskain A. O'Donnell (resigned 14.04.20) G. Gaskain (appointed 14.04.20) G. Smyth, Q.P.M. D. Lawes A. Maybanks J. Howard A. Shuttleworth S. Bray (resigned 31.03.19) N. Jerome (appointed 01.04.19) S. Davies</p>
EX-OFFICIO MEMBERS:	The President and Vice-President
CHIEF EXECUTIVE OFFICER:	<p>P. Smyth 30 Hazlewell Road, Putney London, SW15 6LH</p>
DEPUTY CHIEF EXECUTIVE OFFICER:	<p>M. Cooper 30 Hazlewell Road, Putney London, SW15 6LH</p>
AUDITORS:	<p>GEORGE HAY & COMPANY Chartered Accountants, Statutory Auditors, 83 Cambridge Street, Pimlico London, SW1V 4PS</p>
BANKERS:	<p>LLOYDS TSB BANK PLC Pall Mall Branch, St. James's, 8 – 10 Waterloo Place, London, SW1Y 4BE</p>
INVESTMENT MANAGERS:	<p>CCLA Investments Management Limited 80 Cheapside, London, EC2V 6DZ</p> <p>Close Brothers Asset Management 8th Floor, 10 Exchange Square, Primrose Street, London, EC2A 2BY</p>

FORWARD

The Trustees' (known as the Board of Management) present their report together with the audited financial statements for the Fund for the year ended 31st December 2019.

This report is prepared in accordance with our Trust Deed and the Statement of Recommended Practice – Accounting and Reporting by Charities (SORP 2019) and complies with applicable law.

ORIGINS

The Charity (**Charity Number 234787**) was founded in 1870, and was formerly known as **THE METROPOLITAN AND CITY POLICE ORPHANAGE**. With the approval of the Charity Commission, the orphanage closed on 31st July, 1937. On the following day the **Metropolitan and City Police Orphans Fund** came into being.

GOVERNING DOCUMENT

Declaration of Trust dated 31st August 1918 and Scheme of 12th October 1937 and adopted 8th May 1964 as amended 28th June 1967, 23rd May 1968, 28th May 1970, 26th September 1983, 14th November 2002 10th June 2009 and 17th January 2017.

THE OBJECT OF THE FUND

1. To relieve beneficiaries in cases of need or hardship.
2. To advance the education, professional or vocational training of beneficiaries in need of financial assistance, to include education at school, college or university and education or training in music or the arts.
3. To promote the health of and relieve sickness, infirmity or disability among beneficiaries in cases of need, by the provision of medical treatment and financial assistance to enable them to participate in healthy recreational activities.
4. To help the beneficiaries, especially but not exclusively, through leisure time activities, so as to develop their skills, capacities and capabilities, to enable them to participate in society as mature and responsible individuals.

GOVERNANCE OF THE FUND

The overall governance of the Fund is vested in the Trustees, there are fourteen members, two nominated by the Metropolitan Police Commissioner and one by the Commissioner of the City of London Police, with the remainder nominated by Staff Associations within the Services. The Board of Management meet at the Fund's office each month to consider applications and variations in the circumstances of recipients. Regular checks for changes are made by way of correspondence, enquiries of parents and educational establishments.

The day to day running of the Fund is delegated to the Chief Executive Officer and Deputy Chief Executive Officer. The Chief Executive Officer is responsible for the day-to-day management and control of the administration of the charitable funds and reports monthly to the Board of Management. The C.E.O; ensures that the criteria for spending charitable monies are fully met; that full accounting records are maintained and that devolved decision making or delegated arrangements are in accordance with the policies and procedures set out by the Board of Management.

CHAIRMAN



Simon Ovens BSc(Hons) MSc FCMI DL

CHAIRMANS REPORT

I am delighted to present my third Annual Report and Annual Accounts as Chair of the Metropolitan & City Police Orphan's Fund, it was an honour to be appointed as Chair of the fund which is the oldest Police Charity in the world. I would like to take this opportunity of thanking all those who gave up their valuable time to serve on the Board of Management.

I would also wish to place on record our enormous thanks to the sponsors of our Annual Luncheon, George Burrows Insurance, Reynolds Dawson Solicitors and ARC Legal Insurance. Their support for our luncheon and indeed their support throughout the year is of huge assistance to the Fund..

It seems strange to be writing a report about 2019 and having to ignore the momentous events of 2020. However this is the report of 2019 and the events of our 150th Anniversary and the COVID-19 pandemic will have to wait for the next report.

The Orphans Fund has had another successful year:- we hope to continue this in the coming years by increasing the level of support to the children of police officers serving or retired who have died or are so incapacitated that they are unable to contribute financially to the upkeep of their families.

We are now supporting more children than at any point since the years following the two World Wars. This is mainly due to our efforts to trace families who for whatever reason had not applied to the fund previously. By liaising with Police Pension Branch we were able to trace a number of families who had up until then missed out on our support.

We will endeavour to continue to support children who otherwise would be faced with financial hardships in their family life. We continue to review our finances to ensure we can maximise the amounts we can provide in support of families.

As a Charity we rely very heavily on voluntary contributions. I would like to thank all our donors and subscribers for their financial generosity. Without their on-going commitment we would not have been able to provide the same level of support in caring for our unfortunate orphans.

I also wish to thank ***Mr. Colin Reynolds of Reynolds Dawson Solicitors, Mr Rob Constable of George Burrows Insurance and Mr Frank O'Malley of ARC Legal Insurance*** for sponsoring the 'Board of Management Luncheon' which was held at The Royal Automobile Club, Pall Mall in December. A number of our benefactors were present together with Staff Association representatives. We were particularly delighted that three In-Pensioners from the Royal Hospital, Chelsea, were able to join us.

We are very proud of the achievements of the children we support it never ceases to amaze me of the resilience of young people and the fantastic results they attain, often in the face of adversity and tragic family loss. In 2019 for example the qualifications achieved included degrees in the following subjects:-

Bsc in Health and Wellbeing
Bsc in Politics and International Relations
BTEC In Aviation Operations
Bachelor of Music
Bsc in Psychology
BA in History
Bsc Marine and Natural History Photography
BA International Relations & Politics
Bsc in Mathematics
Bsc Advertising
BA in English
Bsc Product Design
Bsc International Relations
BSc in European Studies
BSc in Biological Science
BA in Music
BA in History
BA in Politics and Russian

In 2019, we continued our partnership with The Forces Children's Trust. This is a charity that takes children on Outward Bound courses, theatre breaks, snowboarding etc. We know from the feedback from our children that not only do they derive great enjoyment from the activities themselves, but a greater benefit is the chance to meet and be with other children who have suffered similar loss.

We also continued our partnership with Winston's Wish. This is a charity that specialises in providing grief counselling for children. We are very aware that the shock of losing a beloved parent can often have unseen but very real effects on young people. We hope that by offering expert counselling children will be able to come to terms with their loss and continue their education.

INVESTMENTS

Our investments are managed by CCLA Investment Management Limited and Close Brothers Asset Management with the objective of maximizing the income receivable whilst allowing a degree of capital growth. We will continue to have quarterly reports provided on the performance of our investments, in light of, our continued policy of reducing the exposure to UK equities in favour of a greater allocation to markets overseas. In our view, the enhanced allocation to international investment increases the opportunities to generate attractive long term returns and reduces the risks that arise from too great an exposure to a single market. 2019 was an excellent year with our Investment advisors not only providing us with income but in addition, achieving growth of 13%. This was an exceptional return and enabled us to go into 2020 well prepared for the travails to come.

RISK MANAGEMENT

The Trustees have assessed the major risks to which the Fund is exposed, in particular those related to the operations and finance of the Fund, and are satisfied that systems are in place to mitigate their exposure to major risks. A review of the Charity's risk management process is undertaken on a quarterly basis. Procedures are in place to ensure compliance with health and safety of staff and visitors to the offices. These procedures are periodically reviewed to ensure that they continue to meet the needs of the Charity.

RESERVES

The current level of unrestricted reserves is £25,590,652. The Fund is increasingly reliant upon the income generated by these reserves to fulfil its charitable objectives. In 2019 the reserves generated 60% of Income. The policy on reserves is reviewed annually. The Fund supports its beneficiaries over long periods, up to 20 years and, in ensuring that sufficient reserves are held for the continuity of such support, the Trustees are mindful of the need to make long term projections.

The Trustees regularly review the level of reserves to ensure that they are appropriate, taking into account projections of:

- a) The amount of police officer subscriptions
- b) The number of recipients of the allowances
- c) The level of inflation
- d) Income and Capital growth yields available from the investment portfolio.

The current policy of the Trustees is to maintain the current level of reserves and to try and achieve small increases in reserves to alleviate the effects of inflation. The income generated from our reserves is expended for the benefit of our unfortunate orphans. Other sources of income are insufficient to support our charitable aims, without the income from reserves. The current level of reserves is therefore needed to meet the capital requirements of the Charity.

PUBLIC BENEFIT

The Trustees have complied with the duty in section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission.

In order to carry out the Charity's aim for the public benefit, the Trustees award grants and allowances to cover the different circumstances of those in need:

Bereavement Payment is given to families immediately upon the death of a serving officer

Compassionate Allowance is awarded to children of police officers of the Metropolitan Police Service (“the MPS”) and the City of London Police who have not completed their education where one or both of whose police parent are dead, disabled or incapacitated, or in the judgement of the Trustees, is incapable of materially contributing to their own family’s support due to sickness, infirmity or disability; or in exceptional cases, persons who have ceased to be beneficiaries on completion of their education but who in the opinion of the Trustees remain in need of assistance.

Education Grants are awarded to children for any educational purpose which in the opinion of the Trustees is likely to contribute to the spiritual, moral, mental or physical development of the child. We also award a Discretionary Grant to help with the payment of tuition fees.

Clothing Grant is awarded to children who are leaving full time education to seek employment. The grant is awarded for financial assistance in the purchase of clothing for employment interviews.

Holiday Grant is awarded to our families who are on the lowest incomes.

Family Support is awarded to families on a higher income and are small payments given to such families twice per year, at summer holidays and Christmas, to assist with maintaining the children’s well being. Such payments are felt necessary to ensure that all police officers children receive an acknowledgement of the contributions made by their police parent.

Payments made in 2019:

• Compassionate Allowance	£ 549,642
• Education Grants (<i>includes tuition fee grants</i>)	£ 107,659
• Clothing Grant	£ 8,800
• Holiday Grant	£ 149,526
• Family Support	£ 97,100
• Bereavement	£ 56,000
TOTAL:	£ 968,727

TRUSTEE INDUCTION and TRAINING

New trustees undergo an orientation day to brief them on their legal obligations, to improve their knowledge of charity law and their responsibilities as trustees.

ACHIEVEMENTS DURING THE YEAR AND FUTURE PLANS

The Charity continues to remain focused on the educational needs of our orphans. The Grants paid by the Fund go to individuals and not to corporate bodies. The Trustees are of the opinion that the Fund’s responsibility under the Charity’s Deed of Trust is to provide educational funding in order that our orphans are given the best possible educational advantage.

In making grants (£968,727) during the year; the Trustees’ are of the opinion that they have discharged their duties under the Charity’s Deed of Trust.

We intend to strengthen our links with our benefactors and donors to assist us in developing more effective initiatives to expand the general awareness of the Charity.

The Fund has signed up to organisations such as EasyFundraising, VirginMoneyGiving and Love2Donate in order to maximise opportunities for donations and to ensure that all due Gift aid is claimed.

We will continue to improve our performance by increasing the number of applicants registered with the Charity and therefore increase the amount of expenditure on grants payable.

On behalf of the Board of Management, I am pleased to present a summary from the Statement of Financial Activities for the year ending 31st December 2019.

INCOME

Income in 2019; increased by £72,788 on the previous year, however due to the performance of our investments overall the charities funds increased by £3,438,936.

Police Subscriptions; which produced 32% of our income for 2018 and increased slightly to £354,395 compared to £344,584 in the previous year. This accounted for 30% of our income.

Donations; decreased from £44,749 to £41,413, Donations accounted for 3.5% of our income

Donations through Collecting Boxes; decreased by £2,186 to £3,150 compared to 2018. Collection Boxes were a significant income stream for us in the past and used to regularly bring in £20k per annum. The closure of so many police station front counters and the move to telephone and internet reporting has greatly reduced the effectiveness of this method of income generation.

Legacies; There were two legacies totalling £74,416 they will be invested in our Restricted Funds Account.

Investment Income; which produced 60% of our income; increased by £51,505 to £703,550.

EXPENDITURE

Expenditure in 2019 increased by £105,103 on the previous year. Recent Years have seen small deficits in expenditure over income. This has been largely offset by the growth in valuation of our investments. In 2019 with the assistance of Metropolitan Police Pensions Branch we undertook a major effort to try and trace families who were eligible for assistance but not currently claiming. This resulted in an additional 37 children coming onto the fund.

With the assistance of the Metropolitan and City Police Federations, the National Association of Retired Police Officers (London Branch) we are trying to ensure that no families are missed in future.

Compassionate Allowance and Miscellaneous Grants; which represented 79% of the Funds expenditure, increased by £48,909 to £968,727 compared to 2018,

Other Costs; increased by £47,950 to £215,531, details of this expenditure can be found in the notes to the financial statements, under the heading 'Total Resources Expended'. The main reason for this increase was the installation of double glazing at our premises and the purchase of new computer equipment.

NET RESULT

The net result was a net cash deficit of £91,964 compared to a deficit of £43,960 in 2018.

GAIN ON INVESTMENTS

Gains on investments amounted to £3,535,762 compared to a loss on investments of £946,904 in 2018. Taking into account these gains means that the Fund has grown by £3,438,936 in 2019.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees are responsible for preparing the Trustees' Report and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England & Wales requires the Trustees to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the Charity and of the incoming resources and application of resources for the Charity for that period. In preparing these financial statements, the Trustees are required to:

- (a) select suitable accounting policies and then apply them consistently;
- (b) observe the methods and principles in the Charities SORP;
- (c) make judgements and estimates that are reasonable and prudent;
- (d) state whether applicable UK accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- (e) prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The Trustees are responsible for keeping proper accounting records, which disclose with reasonable accuracy at any time the financial position of the Fund and to enable them to ensure that the financial statements comply with Charities Act 2011, The Charity (Accounts and Reports) Regulations 2008 and provisions of the trust deed. They are also responsible for safeguarding the assets of the Fund and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Trustees confirm that so far as they are aware, there is no relevant audit information of which the Charity's auditors are unaware. They have taken all the steps that they ought to have taken as Trustees in order to make themselves aware of any relevant audit information and to establish that the auditor is aware of the information. The trustees' are responsible for the maintenance and integrity of the charity and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

ACKNOWLEDGEMENTS

The Trustees wish to convey their sincere thanks to all our generous Donors and Subscribers, for their continued support in 2019.

We wish to thank the Staff Associations and National Association of Retired Police Officers (London Branch) who kept the fund informed of officers and retired officers who have died and still have children in full time education, but for this information, many cases could have been overlooked.

I also wish to place on record my thanks to my fellow Board of Management members for their continued support and for finding the time in their busy working lives to attend meetings, at their own expense, For their unwavering commitment and dedication I am very grateful.

Simon Ovens.

Chairman of the Board of Management

**REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019
FOR
METROPOLITAN AND CITY POLICE ORPHANS
FUND**

George Hay & Company
Chartered Accountants
& Statutory Auditors
83 Cambridge Street
London
SW1V 4PS

**METROPOLITAN AND CITY POLICE ORPHANS
FUND**

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FOR THE YEAR ENDED 31 DECEMBER 2019**

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**METROPOLITAN AND CITY POLICE ORPHANS
FUND**

**REFERENCE AND ADMINISTRATIVE DETAILS
FOR THE YEAR ENDED 31 DECEMBER 2019**

TRUSTEES	D Davies G Gilbert C Knight D Lawes A O'Donnell (resigned 14.4.20) S Owens G Smyth Q.P.M A Sutherland A Maybanks J Howard A Shuttleworth S Bray (resigned 31.3.19) N Jerome (appointed 1.4.19) S Davies G Gaskian
PRINCIPAL ADDRESS	30 Hazlewell Road Putney London SW15 6LH
REGISTERED CHARITY NUMBER	234787
AUDITORS	George Hay & Company Chartered Accountants & Statutory Auditors 83 Cambridge Street London SW1V 4PS

**METROPOLITAN AND CITY POLICE ORPHANS
FUND**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2019**

The trustees present their report with the financial statements of the charity for the year ended 31 December 2019. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

ORIGINS

The Charity (**Charity Number 234787**) was founded in 1870, and was formerly known as **THE METROPOLITAN AND CITY POLICE ORPHANAGE**. With the approval of the Charity Commission, the orphanage closed on 31st July 1937. On the following day the **Metropolitan and City Police Orphans Fund** came into being.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

Declaration of Trust dated 31st August 1918 and Scheme of 12th October 1937 and adopted 8th May 1964 as amended 28th June 1967, 23rd May 1968, 28th May 1970, 26th September 1983, 14th November 2002, 10th June 2009 and 17th January 2017.

EVENTS SINCE THE END OF THE YEAR

Information relating to events since the end of the year is given in the notes to the financial statements.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

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

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by order of the board of trustees on and signed on its behalf by:

.....
S Ovens - Trustee

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF METROPOLITAN AND CITY POLICE ORPHANS FUND

Opinion

We have audited the financial statements of Metropolitan and City Police Orphans Fund (the 'charity') for the year ended 31 December 2019 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, 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 (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2019 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the 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 financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity'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 financial statements are authorised for issue.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the 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 financial statements 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.

Matters on which we are required to report by exception

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

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

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF
METROPOLITAN AND CITY POLICE ORPHANS
FUND**

Responsibilities of trustees

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

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

Our responsibilities for the audit of the financial statements

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

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

Use of our 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 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.

George Hay & Company
Chartered Accountants
& Statutory Auditors
Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006
83 Cambridge Street
London
SW1V 4PS

Date:

**METROPOLITAN AND CITY POLICE ORPHANS
FUND**

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2019**

	Notes	Unrestricted fund £	Restricted funds £	2019 Total funds £	2018 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	473,374	-	473,374	452,091
Investment income	3	697,614	5,936	703,550	652,045
Total		1,170,988	5,936	1,176,924	1,104,136
EXPENDITURE ON					
Raising funds	4	89,492	-	89,492	81,248
Charitable activities	5				
Compassionate allowances		549,642	-	549,642	582,084
Miscellaneous grants		419,085	-	419,085	337,734
Direct costs		215,531	-	215,531	167,581
Total		1,273,750	-	1,273,750	1,168,647
Net gains/(losses) on investments		3,504,974	30,788	3,535,762	(946,904)
NET INCOME/(EXPENDITURE)		3,402,212	36,724	3,438,936	(1,011,415)
RECONCILIATION OF FUNDS					
Total funds brought forward		22,188,440	186,739	22,375,179	23,386,594
TOTAL FUNDS CARRIED FORWARD		25,590,652	223,463	25,814,115	22,375,179

The notes form part of these financial statements

**METROPOLITAN AND CITY POLICE ORPHANS
FUND**

**BALANCE SHEET
31 DECEMBER 2019**

	Notes	2019 £	2018 £
FIXED ASSETS			
Tangible assets	11	1,693	1,693
Investments	12	25,298,883	21,810,953
		<hr/>	<hr/>
		25,300,576	21,812,646
CURRENT ASSETS			
Debtors	13	158,626	124,934
Cash at bank		372,693	464,657
		<hr/>	<hr/>
		531,319	589,591
CREDITORS			
Amounts falling due within one year	14	(17,780)	(27,058)
		<hr/>	<hr/>
NET CURRENT ASSETS		513,539	562,533
		<hr/>	<hr/>
TOTAL ASSETS LESS CURRENT LIABILITIES		25,814,115	22,375,179
		<hr/>	<hr/>
NET ASSETS		25,814,115	22,375,179
		<hr/>	<hr/>
FUNDS	16		
Unrestricted funds		25,590,652	22,188,440
Restricted funds		223,463	186,739
		<hr/>	<hr/>
TOTAL FUNDS		25,814,115	22,375,179
		<hr/>	<hr/>

The financial statements were approved by the Board of Trustees and authorised for issue on and were signed on its behalf by:

.....
Trustee

.....
Trustee

.....
Trustee

The notes form part of these financial statements

**METROPOLITAN AND CITY POLICE ORPHANS
FUND**

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2019**

	Notes	2019 £	2018 £
Cash flows from operating activities			
Cash generated from operations	1	(139,796)	(27,831)
Net cash used in operating activities		<u>(139,796)</u>	<u>(27,831)</u>
Cash flows from investing activities			
Purchase of fixed asset investments		(5,898)	(415,557)
Sale of fixed asset investments		53,730	3,428
Net cash provided by/(used in) investing activities		<u>47,832</u>	<u>(412,129)</u>
Change in cash and cash equivalents in the reporting period		<u>(91,964)</u>	<u>(439,960)</u>
Cash and cash equivalents at the beginning of the reporting period		<u>464,657</u>	<u>904,617</u>
Cash and cash equivalents at the end of the reporting period		<u><u>372,693</u></u>	<u><u>464,657</u></u>

The notes form part of these financial statements

**METROPOLITAN AND CITY POLICE ORPHANS
FUND**

**NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2019**

**1. RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM
OPERATING ACTIVITIES**

	2019	2018
	£	£
Net income/(expenditure) for the reporting period (as per the Statement of Financial Activities)	3,438,936	(1,011,415)
Adjustments for:		
(Gain)/losses on investments	(3,535,762)	946,904
(Increase)/decrease in debtors	(33,692)	27,344
(Decrease)/increase in creditors	(9,278)	9,336
Net cash used in operations	<u>(139,796)</u>	<u>(27,831)</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.1.19	Cash flow	At 31.12.19
	£	£	£
Net cash			
Cash at bank	464,657	(91,964)	372,693
	<u>464,657</u>	<u>(91,964)</u>	<u>372,693</u>
Total	<u>464,657</u>	<u>(91,964)</u>	<u>372,693</u>

The notes form part of these financial statements

**METROPOLITAN AND CITY POLICE ORPHANS
FUND**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

Income

All incoming resources are recognised once the Fund has entitlement to the resources.

Subscription income is recognised on a receivable basis.

Donations are recognised as and when they received as cleared funds in the bank.

Legacies are accounted for as incoming resources either upon receipt or where the receipt of the legacy is virtually certain; this will be once confirmation has been received from the representatives of the estate(s) that payment of the legacy will be made or property transferred and once all conditions attached to the legacy have been fulfilled and it is virtually certain that the amount of the incoming resources is known.

Investment income is recognised on a receivable basis.

Tax recovered from voluntary income received under gift aid is recognised in the Statement of Financial Activities when the income is receivable and is allocated to the income category to which the income relates.

Expenditure

Expenditure is recognised on an accruals basis as a liability is incurred and has been classified under headings that aggregate all costs related to the category.

Expenditure on raising funds comprises costs associated with attracting voluntary income and investment management costs.

Direct costs include central functions allocated to activity cost categories on a basis consistent with the use of resources, and governance costs associated with meeting the constitutional and statutory requirements of the Charity and includes the audit fees and costs linked to the strategic management of the Charity.

Grants payable are payments made to third parties in furtherance of the charitable objectives of the Fund. The grants are accounted for where either the Trustees have agreed to pay the grant without conditions or the recipient has a reasonable expectation that they will receive a grant.

Tangible fixed assets

Freehold property held for the Charity's use is valued at cost. No depreciation has been charged, as it is the Trustees' policy to maintain the building in a continual state of sound repair. The Trustees consider that the life of this asset is so long and its residual value so high that its depreciation is insignificant.

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of the general objectives of the Charity.

Restricted funds comprise those funds held on trust to be applied for restrictive purposes.

**METROPOLITAN AND CITY POLICE ORPHANS
FUND**

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2019**

1. ACCOUNTING POLICIES - continued

Investments

Investments are initially recognised at their transaction value and subsequently measured at their market value as at the balance sheet date using the closing quoted market price.

All gains and losses are taken to the Statement of Financial Activities as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and their opening carrying value (or their purchase value if acquired subsequent to the first day of the financial year). Unrealised gains and losses are calculated as the difference between the fair value at the year end and the carrying value. Realised and unrealised gains and losses are combined in the Statement of Financial Activities.

2. DONATIONS AND LEGACIES

	2019	2018
	£	£
Police subscriptions	354,395	344,584
Donations	41,413	44,749
Collecting boxes	3,150	5,336
Legacies	74,416	57,422
	<u>473,374</u>	<u>452,091</u>

3. INVESTMENT INCOME

	2019	2018
	£	£
Investment income	<u>703,550</u>	<u>652,045</u>

4. RAISING FUNDS

Raising donations and legacies

	2019	2018
	£	£
Fundraising events	<u>8,380</u>	<u>128</u>

Investment management costs

	2019	2018
	£	£
Investment management costs	<u>81,112</u>	<u>81,120</u>
Aggregate amounts	<u>89,492</u>	<u>81,248</u>

**METROPOLITAN AND CITY POLICE ORPHANS
FUND**

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2019**

5. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Grant funding of activities (see note 6) £	Support costs (see note 7) £	Totals £
Compassionate allowances	-	549,642	-	549,642
Miscellaneous grants	-	419,085	-	419,085
Direct costs	66,442	25,279	123,810	215,531
	<u>66,442</u>	<u>994,006</u>	<u>123,810</u>	<u>1,184,258</u>

6. GRANTS PAYABLE

	2019 £	2018 £
Compassionate allowances	549,642	582,084
Miscellaneous grants	419,085	337,734
Direct costs	25,279	25,345
	<u>994,006</u>	<u>945,163</u>

The total grants paid to institutions during the year was as follows:

	2019 £	2018 £
Holiday	10,279	10,345
Bereavement	15,000	15,000
	<u>25,279</u>	<u>25,345</u>

The total grants paid to individuals during the year was as follows:

	2019 £	2018 £
Compassionate allowances	549,642	582,084
Clothing	8,800	17,250
Education	107,659	69,004
Holiday	149,526	149,480
Family support	97,100	86,000
Bereavement	56,000	16,000
	<u>968,727</u>	<u>919,818</u>

**METROPOLITAN AND CITY POLICE ORPHANS
FUND**

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2019**

7. SUPPORT COSTS

	Governance costs £
Direct costs	123,810
	<u>123,810</u>

Support costs, included in the above, are as follows:

Governance costs

	2019 Direct costs £	2018 Total activities £
Staff salaries and pensions	115,061	113,439
Auditors' remuneration	8,528	7,800
Legal and professional	221	745
	<u>123,810</u>	<u>121,984</u>

8. AUDITORS' REMUNERATION

	2019 £	2018 £
Fees payable to the charity's auditors for the audit of the charity's financial statements	8,528	7,800
	<u>8,528</u>	<u>7,800</u>

9. TRUSTEES' REMUNERATION AND BENEFITS

The Trustees received no remuneration during this year or the previous year and there were no expenses reimbursed during this year or in the previous year. The Charity has taken out a Trustee indemnity insurance policy and paid a premium of £1,120 (2018: £1,120).

10. STAFF COSTS

	2019 £	2018 £
Wages and salaries	115,061	113,439
	<u>115,061</u>	<u>113,439</u>

The average monthly number of employees during the year was as follows:

	2019	2018
Administration	2	2
	<u>2</u>	<u>2</u>

No employees received emoluments in excess of £60,000.

**METROPOLITAN AND CITY POLICE ORPHANS
FUND**

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2019**

11. TANGIBLE FIXED ASSETS

	Freehold property £
COST	
At 1 January 2019 and 31 December 2019	1,693
NET BOOK VALUE	
At 31 December 2019	1,693
At 31 December 2018	1,693

The freehold property at 30 Hazlewood Road, Putney was purchased in 1937 and is used as the Fund's Office. The property was valued on 1st April 2003 by Foxtons, Estate Agents at £1.5m. The market value of the property is now believed to be in the region of £2m. This value has not been incorporated into the financial statements. The property is subject to a covenant whereby it cannot be sold without the prior consent of the Charity Commission.

12. FIXED ASSET INVESTMENTS

	Listed investments £
MARKET VALUE	
At 1 January 2019	21,810,953
Additions	5,898
Disposals	(75,334)
Revaluations	3,557,366
At 31 December 2019	25,298,883
NET BOOK VALUE	
At 31 December 2019	25,298,883
At 31 December 2018	21,810,953

Investment assets held outside the UK total £4,295,785 (2018: £3,452,557).

The value of the following investments represents more than 5% of the total market value as at 31st December 2019:

CCLA Revenue Reserve - £7,222,085 (29%)
CCLA General Fund - £6,024,974 (24%)

**METROPOLITAN AND CITY POLICE ORPHANS
FUND**

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2019**

13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019	2018
	£	£
Other debtors	3,526	3,569
Dividends and interest	155,100	121,365
	<u>158,626</u>	<u>124,934</u>

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019	2018
	£	£
Other creditors	<u>17,780</u>	<u>27,058</u>

15. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted fund £	Restricted funds £	2019 Total funds £	2018 Total funds £
Fixed assets	1,693	-	1,693	1,693
Investments	25,095,921	202,962	25,298,883	21,810,953
Current assets	510,818	20,501	531,319	589,591
Current liabilities	(17,780)	-	(17,780)	(27,058)
	<u>25,590,652</u>	<u>223,463</u>	<u>25,814,115</u>	<u>22,375,179</u>

16. MOVEMENT IN FUNDS

	At 1.1.19 £	Net movement in funds £	At 31.12.19 £
Unrestricted funds			
General fund	22,188,440	3,402,212	25,590,652
Restricted funds			
Education	69,186	13,606	82,792
War memorial fund	57,401	11,288	68,689
War memorial hospital	45,058	8,862	53,920
Twells memorial	5,979	1,176	7,155
Sir Edmund Henderson	9,115	1,792	10,907
	<u>186,739</u>	<u>36,724</u>	<u>223,463</u>
TOTAL FUNDS	<u>22,375,179</u>	<u>3,438,936</u>	<u>25,814,115</u>

**METROPOLITAN AND CITY POLICE ORPHANS
FUND**

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2019**

16. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	1,170,988	(1,273,750)	3,504,974	3,402,212
Restricted funds				
Education	2,199	-	11,407	13,606
War memorial fund	1,825	-	9,463	11,288
War memorial hospital	1,433	-	7,429	8,862
Twells memorial	190	-	986	1,176
Sir Edmund Henderson	289	-	1,503	1,792
	<u>5,936</u>	<u>-</u>	<u>30,788</u>	<u>36,724</u>
TOTAL FUNDS	<u><u>1,176,924</u></u>	<u><u>(1,273,750)</u></u>	<u><u>3,535,762</u></u>	<u><u>3,438,936</u></u>

Comparatives for movement in funds

	At 1.1.18 £	Net movement in funds £	At 31.12.18 £
Unrestricted funds			
General fund	23,200,668	(1,012,228)	22,188,440
Restricted funds			
Education	68,885	301	69,186
War memorial fund	57,151	250	57,401
War memorial hospital	44,862	196	45,058
Twells memorial	5,953	26	5,979
Sir Edmund Henderson	9,075	40	9,115
	<u>185,926</u>	<u>813</u>	<u>186,739</u>
TOTAL FUNDS	<u><u>23,386,594</u></u>	<u><u>(1,011,415)</u></u>	<u><u>22,375,179</u></u>

**METROPOLITAN AND CITY POLICE ORPHANS
FUND**

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2019**

16. MOVEMENT IN FUNDS - continued

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	1,098,430	(1,168,647)	(942,011)	(1,012,228)
Restricted funds				
Education	2,114	-	(1,813)	301
War memorial fund	1,754	-	(1,504)	250
War memorial hospital	1,377	-	(1,181)	196
Twells memorial	183	-	(157)	26
Sir Edmund Henderson	278	-	(238)	40
	<u>5,706</u>	<u>-</u>	<u>(4,893)</u>	<u>813</u>
TOTAL FUNDS	<u><u>1,104,136</u></u>	<u><u>(1,168,647)</u></u>	<u><u>(946,904)</u></u>	<u><u>(1,011,415)</u></u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.1.18 £	Net movement in funds £	At 31.12.19 £
Unrestricted funds			
General fund	23,200,668	2,389,984	25,590,652
Restricted funds			
Education	68,885	13,907	82,792
War memorial fund	57,151	11,538	68,689
War memorial hospital	44,862	9,058	53,920
Twells memorial	5,953	1,202	7,155
Sir Edmund Henderson	9,075	1,832	10,907
	<u>185,926</u>	<u>37,537</u>	<u>223,463</u>
TOTAL FUNDS	<u><u>23,386,594</u></u>	<u><u>2,427,521</u></u>	<u><u>25,814,115</u></u>

**METROPOLITAN AND CITY POLICE ORPHANS
FUND**

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2019**

16. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	2,269,418	(2,442,397)	2,562,963	2,389,984
Restricted funds				
Education	4,313	-	9,594	13,907
War memorial fund	3,579	-	7,959	11,538
War memorial hospital	2,810	-	6,248	9,058
Twells memorial	373	-	829	1,202
Sir Edmund Henderson	567	-	1,265	1,832
	<hr/> 11,642	<hr/> -	<hr/> 25,895	<hr/> 37,537
TOTAL FUNDS	<hr/> <hr/> 2,281,060	<hr/> <hr/> (2,442,397)	<hr/> <hr/> 2,588,858	<hr/> <hr/> 2,427,521

Unrestricted funds comprise those funds which the Trustees are free to use in furtherance of the general objective of the Charity.

Restricted funds comprise of the following funds:

Education Fund: Income of the fund provides grants to orphans for education purposes.

War Memorial Fund: Income of the fund provides allowances for benefit of necessitous orphans.

War Memorial Hospital Fund: Income of the fund provides grants to orphans receiving compassionate allowances.

Twells Memorial Fund: Income of the fund provides grants to orphans receiving compassionate allowances.

Sir Edmund Henderson: Income of the fund provides education grants to orphans.

17. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 December 2019.

18. POST BALANCE SHEET EVENTS

In March of 2020, the World Health Organization declared a novel coronavirus and its resulting disease (COVID-19) a pandemic. In view of the potential impact on the Charity the Trustees have been closely monitoring of the value and performance of the investments held, to date there has only been a small decrease in the market value of less than 1%.

**METROPOLITAN AND CITY POLICE ORPHANS
FUND**

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2019**

	2019 £	2018 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Police subscriptions	354,395	344,584
Donations	41,413	44,749
Collecting boxes	3,150	5,336
Legacies	74,416	57,422
	<hr/> 473,374	<hr/> 452,091
Investment income		
Investment income	703,550	652,045
	<hr/>	<hr/>
Total incoming resources	1,176,924	1,104,136
EXPENDITURE		
Raising donations and legacies		
Fundraising events	8,380	128
Investment management costs		
Investment management costs	81,112	81,120
Charitable activities		
Rates	1,564	1,480
Insurance	5,111	4,829
Other premises costs	45,290	5,224
Telephone	1,385	1,147
Postage and stationery	117	2,447
Computer expenses	10,055	2,183
Miscellaneous costs	2,920	2,942
Grants to institutions	25,279	25,345
Grants to individuals	968,727	919,818
	<hr/> 1,060,448	<hr/> 965,415
Support costs		
Governance costs		
Staff salaries and pensions	115,061	113,439
Auditors' remuneration	8,528	7,800
Legal and professional	221	745
	<hr/> 123,810	<hr/> 121,984
	<hr/>	<hr/>
Total resources expended	1,273,750	1,168,647
	<hr/>	<hr/>
Net expenditure before gains and losses	(96,826)	(64,511)

This page does not form part of the statutory financial statements

**METROPOLITAN AND CITY POLICE ORPHANS
FUND**

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2019**

	2019	2018
	£	£
Realised recognised gains and losses		
Realised gains/(losses) on fixed asset investments	(21,604)	(49,916)
	<hr/>	<hr/>
Net expenditure	<u>(118,430)</u>	<u>(114,427)</u>

This page does not form part of the statutory financial statements

**REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019
FOR
METROPOLITAN AND CITY POLICE ORPHANS
FUND**

George Hay & Company
Chartered Accountants
& Statutory Auditors
83 Cambridge Street
London
SW1V 4PS

**METROPOLITAN AND CITY POLICE ORPHANS
FUND**

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FOR THE YEAR ENDED 31 DECEMBER 2019**

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**METROPOLITAN AND CITY POLICE ORPHANS
FUND**

**REFERENCE AND ADMINISTRATIVE DETAILS
FOR THE YEAR ENDED 31 DECEMBER 2019**

TRUSTEES	D Davies G Gilbert C Knight D Lawes A O'Donnell (resigned 14.4.20) S Owens G Smyth Q.P.M A Sutherland A Maybanks J Howard A Shuttleworth S Bray (resigned 31.3.19) N Jerome (appointed 1.4.19) S Davies G Gaskian
PRINCIPAL ADDRESS	30 Hazlewell Road Putney London SW15 6LH
REGISTERED CHARITY NUMBER	234787
AUDITORS	George Hay & Company Chartered Accountants & Statutory Auditors 83 Cambridge Street London SW1V 4PS

**METROPOLITAN AND CITY POLICE ORPHANS
FUND**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2019**

The trustees present their report with the financial statements of the charity for the year ended 31 December 2019. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

ORIGINS

The Charity (**Charity Number 234787**) was founded in 1870, and was formerly known as **THE METROPOLITAN AND CITY POLICE ORPHANAGE**. With the approval of the Charity Commission, the orphanage closed on 31st July 1937. On the following day the **Metropolitan and City Police Orphans Fund** came into being.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

Declaration of Trust dated 31st August 1918 and Scheme of 12th October 1937 and adopted 8th May 1964 as amended 28th June 1967, 23rd May 1968, 28th May 1970, 26th September 1983, 14th November 2002, 10th June 2009 and 17th January 2017.

EVENTS SINCE THE END OF THE YEAR

Information relating to events since the end of the year is given in the notes to the financial statements.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

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

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by order of the board of trustees on and signed on its behalf by:

.....
S Ovens - Trustee

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF METROPOLITAN AND CITY POLICE ORPHANS FUND

Opinion

We have audited the financial statements of Metropolitan and City Police Orphans Fund (the 'charity') for the year ended 31 December 2019 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, 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 (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2019 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the 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 financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity'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 financial statements are authorised for issue.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the 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 financial statements 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.

Matters on which we are required to report by exception

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

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

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF
METROPOLITAN AND CITY POLICE ORPHANS
FUND**

Responsibilities of trustees

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

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

Our responsibilities for the audit of the financial statements

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

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

Use of our 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 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.

George Hay & Company
Chartered Accountants
& Statutory Auditors
Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006
83 Cambridge Street
London
SW1V 4PS

Date:

**METROPOLITAN AND CITY POLICE ORPHANS
FUND**

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2019**

	Notes	Unrestricted fund £	Restricted funds £	2019 Total funds £	2018 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	473,374	-	473,374	452,091
Investment income	3	697,614	5,936	703,550	652,045
Total		1,170,988	5,936	1,176,924	1,104,136
EXPENDITURE ON					
Raising funds	4	89,492	-	89,492	81,248
Charitable activities	5				
Compassionate allowances		549,642	-	549,642	582,084
Miscellaneous grants		419,085	-	419,085	337,734
Direct costs		215,531	-	215,531	167,581
Total		1,273,750	-	1,273,750	1,168,647
Net gains/(losses) on investments		3,504,974	30,788	3,535,762	(946,904)
NET INCOME/(EXPENDITURE)		3,402,212	36,724	3,438,936	(1,011,415)
RECONCILIATION OF FUNDS					
Total funds brought forward		22,188,440	186,739	22,375,179	23,386,594
TOTAL FUNDS CARRIED FORWARD		25,590,652	223,463	25,814,115	22,375,179

The notes form part of these financial statements

**METROPOLITAN AND CITY POLICE ORPHANS
FUND**

**BALANCE SHEET
31 DECEMBER 2019**

	Notes	2019 £	2018 £
FIXED ASSETS			
Tangible assets	11	1,693	1,693
Investments	12	25,298,883	21,810,953
		<hr/>	<hr/>
		25,300,576	21,812,646
CURRENT ASSETS			
Debtors	13	158,626	124,934
Cash at bank		372,693	464,657
		<hr/>	<hr/>
		531,319	589,591
CREDITORS			
Amounts falling due within one year	14	(17,780)	(27,058)
		<hr/>	<hr/>
NET CURRENT ASSETS		513,539	562,533
		<hr/>	<hr/>
TOTAL ASSETS LESS CURRENT LIABILITIES		25,814,115	22,375,179
		<hr/>	<hr/>
NET ASSETS		25,814,115	22,375,179
		<hr/>	<hr/>
FUNDS	16		
Unrestricted funds		25,590,652	22,188,440
Restricted funds		223,463	186,739
		<hr/>	<hr/>
TOTAL FUNDS		25,814,115	22,375,179
		<hr/>	<hr/>

The financial statements were approved by the Board of Trustees and authorised for issue on and were signed on its behalf by:

.....
Trustee

.....
Trustee

.....
Trustee

The notes form part of these financial statements

**METROPOLITAN AND CITY POLICE ORPHANS
FUND**

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2019**

	Notes	2019 £	2018 £
Cash flows from operating activities			
Cash generated from operations	1	(139,796)	(27,831)
Net cash used in operating activities		<u>(139,796)</u>	<u>(27,831)</u>
Cash flows from investing activities			
Purchase of fixed asset investments		(5,898)	(415,557)
Sale of fixed asset investments		53,730	3,428
Net cash provided by/(used in) investing activities		<u>47,832</u>	<u>(412,129)</u>
Change in cash and cash equivalents in the reporting period		<u>(91,964)</u>	<u>(439,960)</u>
Cash and cash equivalents at the beginning of the reporting period		<u>464,657</u>	<u>904,617</u>
Cash and cash equivalents at the end of the reporting period		<u><u>372,693</u></u>	<u><u>464,657</u></u>

The notes form part of these financial statements

**METROPOLITAN AND CITY POLICE ORPHANS
FUND**

**NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2019**

**1. RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM
OPERATING ACTIVITIES**

	2019	2018
	£	£
Net income/(expenditure) for the reporting period (as per the Statement of Financial Activities)	3,438,936	(1,011,415)
Adjustments for:		
(Gain)/losses on investments	(3,535,762)	946,904
(Increase)/decrease in debtors	(33,692)	27,344
(Decrease)/increase in creditors	(9,278)	9,336
Net cash used in operations	<u>(139,796)</u>	<u>(27,831)</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.1.19	Cash flow	At 31.12.19
	£	£	£
Net cash			
Cash at bank	464,657	(91,964)	372,693
	<u>464,657</u>	<u>(91,964)</u>	<u>372,693</u>
Total	<u>464,657</u>	<u>(91,964)</u>	<u>372,693</u>

The notes form part of these financial statements

**METROPOLITAN AND CITY POLICE ORPHANS
FUND**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

Income

All incoming resources are recognised once the Fund has entitlement to the resources.

Subscription income is recognised on a receivable basis.

Donations are recognised as and when they received as cleared funds in the bank.

Legacies are accounted for as incoming resources either upon receipt or where the receipt of the legacy is virtually certain; this will be once confirmation has been received from the representatives of the estate(s) that payment of the legacy will be made or property transferred and once all conditions attached to the legacy have been fulfilled and it is virtually certain that the amount of the incoming resources is known.

Investment income is recognised on a receivable basis.

Tax recovered from voluntary income received under gift aid is recognised in the Statement of Financial Activities when the income is receivable and is allocated to the income category to which the income relates.

Expenditure

Expenditure is recognised on an accruals basis as a liability is incurred and has been classified under headings that aggregate all costs related to the category.

Expenditure on raising funds comprises costs associated with attracting voluntary income and investment management costs.

Direct costs include central functions allocated to activity cost categories on a basis consistent with the use of resources, and governance costs associated with meeting the constitutional and statutory requirements of the Charity and includes the audit fees and costs linked to the strategic management of the Charity.

Grants payable are payments made to third parties in furtherance of the charitable objectives of the Fund. The grants are accounted for where either the Trustees have agreed to pay the grant without conditions or the recipient has a reasonable expectation that they will receive a grant.

Tangible fixed assets

Freehold property held for the Charity's use is valued at cost. No depreciation has been charged, as it is the Trustees' policy to maintain the building in a continual state of sound repair. The Trustees consider that the life of this asset is so long and its residual value so high that its depreciation is insignificant.

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of the general objectives of the Charity.

Restricted funds comprise those funds held on trust to be applied for restrictive purposes.

**METROPOLITAN AND CITY POLICE ORPHANS
FUND**

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2019**

1. ACCOUNTING POLICIES - continued

Investments

Investments are initially recognised at their transaction value and subsequently measured at their market value as at the balance sheet date using the closing quoted market price.

All gains and losses are taken to the Statement of Financial Activities as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and their opening carrying value (or their purchase value if acquired subsequent to the first day of the financial year). Unrealised gains and losses are calculated as the difference between the fair value at the year end and the carrying value. Realised and unrealised gains and losses are combined in the Statement of Financial Activities.

2. DONATIONS AND LEGACIES

	2019	2018
	£	£
Police subscriptions	354,395	344,584
Donations	41,413	44,749
Collecting boxes	3,150	5,336
Legacies	74,416	57,422
	<u>473,374</u>	<u>452,091</u>

3. INVESTMENT INCOME

	2019	2018
	£	£
Investment income	<u>703,550</u>	<u>652,045</u>

4. RAISING FUNDS

Raising donations and legacies

	2019	2018
	£	£
Fundraising events	<u>8,380</u>	<u>128</u>

Investment management costs

	2019	2018
	£	£
Investment management costs	<u>81,112</u>	<u>81,120</u>
Aggregate amounts	<u>89,492</u>	<u>81,248</u>

**METROPOLITAN AND CITY POLICE ORPHANS
FUND**

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2019**

5. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Grant funding of activities (see note 6) £	Support costs (see note 7) £	Totals £
Compassionate allowances	-	549,642	-	549,642
Miscellaneous grants	-	419,085	-	419,085
Direct costs	66,442	25,279	123,810	215,531
	<u>66,442</u>	<u>994,006</u>	<u>123,810</u>	<u>1,184,258</u>

6. GRANTS PAYABLE

	2019 £	2018 £
Compassionate allowances	549,642	582,084
Miscellaneous grants	419,085	337,734
Direct costs	25,279	25,345
	<u>994,006</u>	<u>945,163</u>

The total grants paid to institutions during the year was as follows:

	2019 £	2018 £
Holiday	10,279	10,345
Bereavement	15,000	15,000
	<u>25,279</u>	<u>25,345</u>

The total grants paid to individuals during the year was as follows:

	2019 £	2018 £
Compassionate allowances	549,642	582,084
Clothing	8,800	17,250
Education	107,659	69,004
Holiday	149,526	149,480
Family support	97,100	86,000
Bereavement	56,000	16,000
	<u>968,727</u>	<u>919,818</u>

**METROPOLITAN AND CITY POLICE ORPHANS
FUND**

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2019**

7. SUPPORT COSTS

	Governance costs
	£
Direct costs	123,810
	<u> </u>

Support costs, included in the above, are as follows:

Governance costs

	2019 Direct costs £	2018 Total activities £
Staff salaries and pensions	115,061	113,439
Auditors' remuneration	8,528	7,800
Legal and professional	221	745
	<u>123,810</u>	<u>121,984</u>

8. AUDITORS' REMUNERATION

	2019 £	2018 £
Fees payable to the charity's auditors for the audit of the charity's financial statements	<u>8,528</u>	<u>7,800</u>

9. TRUSTEES' REMUNERATION AND BENEFITS

The Trustees received no remuneration during this year or the previous year and there were no expenses reimbursed during this year or in the previous year. The Charity has taken out a Trustee indemnity insurance policy and paid a premium of £1,120 (2018: £1,120).

10. STAFF COSTS

	2019 £	2018 £
Wages and salaries	115,061	113,439
	<u>115,061</u>	<u>113,439</u>

The average monthly number of employees during the year was as follows:

	2019	2018
Administration	<u>2</u>	<u>2</u>

No employees received emoluments in excess of £60,000.

**METROPOLITAN AND CITY POLICE ORPHANS
FUND**

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2019**

11. TANGIBLE FIXED ASSETS

	Freehold property £
COST	
At 1 January 2019 and 31 December 2019	1,693
NET BOOK VALUE	
At 31 December 2019	1,693
At 31 December 2018	1,693

The freehold property at 30 Hazlewood Road, Putney was purchased in 1937 and is used as the Fund's Office. The property was valued on 1st April 2003 by Foxtons, Estate Agents at £1.5m. The market value of the property is now believed to be in the region of £2m. This value has not been incorporated into the financial statements. The property is subject to a covenant whereby it cannot be sold without the prior consent of the Charity Commission.

12. FIXED ASSET INVESTMENTS

	Listed investments £
MARKET VALUE	
At 1 January 2019	21,810,953
Additions	5,898
Disposals	(75,334)
Revaluations	3,557,366
At 31 December 2019	25,298,883
NET BOOK VALUE	
At 31 December 2019	25,298,883
At 31 December 2018	21,810,953

Investment assets held outside the UK total £4,295,785 (2018: £3,452,557).

The value of the following investments represents more than 5% of the total market value as at 31st December 2019:

CCLA Revenue Reserve - £7,222,085 (29%)
CCLA General Fund - £6,024,974 (24%)

**METROPOLITAN AND CITY POLICE ORPHANS
FUND**

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2019**

13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019	2018
	£	£
Other debtors	3,526	3,569
Dividends and interest	155,100	121,365
	<u>158,626</u>	<u>124,934</u>

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019	2018
	£	£
Other creditors	17,780	27,058
	<u>17,780</u>	<u>27,058</u>

15. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted fund £	Restricted funds £	2019 Total funds £	2018 Total funds £
Fixed assets	1,693	-	1,693	1,693
Investments	25,095,921	202,962	25,298,883	21,810,953
Current assets	510,818	20,501	531,319	589,591
Current liabilities	(17,780)	-	(17,780)	(27,058)
	<u>25,590,652</u>	<u>223,463</u>	<u>25,814,115</u>	<u>22,375,179</u>

16. MOVEMENT IN FUNDS

	At 1.1.19 £	Net movement in funds £	At 31.12.19 £
Unrestricted funds			
General fund	22,188,440	3,402,212	25,590,652
Restricted funds			
Education	69,186	13,606	82,792
War memorial fund	57,401	11,288	68,689
War memorial hospital	45,058	8,862	53,920
Twells memorial	5,979	1,176	7,155
Sir Edmund Henderson	9,115	1,792	10,907
	<u>186,739</u>	<u>36,724</u>	<u>223,463</u>
TOTAL FUNDS	<u>22,375,179</u>	<u>3,438,936</u>	<u>25,814,115</u>

**METROPOLITAN AND CITY POLICE ORPHANS
FUND**

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2019**

16. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	1,170,988	(1,273,750)	3,504,974	3,402,212
Restricted funds				
Education	2,199	-	11,407	13,606
War memorial fund	1,825	-	9,463	11,288
War memorial hospital	1,433	-	7,429	8,862
Twells memorial	190	-	986	1,176
Sir Edmund Henderson	289	-	1,503	1,792
	<u>5,936</u>	<u>-</u>	<u>30,788</u>	<u>36,724</u>
TOTAL FUNDS	<u><u>1,176,924</u></u>	<u><u>(1,273,750)</u></u>	<u><u>3,535,762</u></u>	<u><u>3,438,936</u></u>

Comparatives for movement in funds

	At 1.1.18 £	Net movement in funds £	At 31.12.18 £
Unrestricted funds			
General fund	23,200,668	(1,012,228)	22,188,440
Restricted funds			
Education	68,885	301	69,186
War memorial fund	57,151	250	57,401
War memorial hospital	44,862	196	45,058
Twells memorial	5,953	26	5,979
Sir Edmund Henderson	9,075	40	9,115
	<u>185,926</u>	<u>813</u>	<u>186,739</u>
TOTAL FUNDS	<u><u>23,386,594</u></u>	<u><u>(1,011,415)</u></u>	<u><u>22,375,179</u></u>

**METROPOLITAN AND CITY POLICE ORPHANS
FUND**

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2019**

16. MOVEMENT IN FUNDS - continued

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	1,098,430	(1,168,647)	(942,011)	(1,012,228)
Restricted funds				
Education	2,114	-	(1,813)	301
War memorial fund	1,754	-	(1,504)	250
War memorial hospital	1,377	-	(1,181)	196
Twells memorial	183	-	(157)	26
Sir Edmund Henderson	278	-	(238)	40
	<u>5,706</u>	<u>-</u>	<u>(4,893)</u>	<u>813</u>
TOTAL FUNDS	<u><u>1,104,136</u></u>	<u><u>(1,168,647)</u></u>	<u><u>(946,904)</u></u>	<u><u>(1,011,415)</u></u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.1.18 £	Net movement in funds £	At 31.12.19 £
Unrestricted funds			
General fund	23,200,668	2,389,984	25,590,652
Restricted funds			
Education	68,885	13,907	82,792
War memorial fund	57,151	11,538	68,689
War memorial hospital	44,862	9,058	53,920
Twells memorial	5,953	1,202	7,155
Sir Edmund Henderson	9,075	1,832	10,907
	<u>185,926</u>	<u>37,537</u>	<u>223,463</u>
TOTAL FUNDS	<u><u>23,386,594</u></u>	<u><u>2,427,521</u></u>	<u><u>25,814,115</u></u>

**METROPOLITAN AND CITY POLICE ORPHANS
FUND**

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2019**

16. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	2,269,418	(2,442,397)	2,562,963	2,389,984
Restricted funds				
Education	4,313	-	9,594	13,907
War memorial fund	3,579	-	7,959	11,538
War memorial hospital	2,810	-	6,248	9,058
Twells memorial	373	-	829	1,202
Sir Edmund Henderson	567	-	1,265	1,832
	<hr/> 11,642	<hr/> -	<hr/> 25,895	<hr/> 37,537
TOTAL FUNDS	<hr/> <hr/> 2,281,060	<hr/> <hr/> (2,442,397)	<hr/> <hr/> 2,588,858	<hr/> <hr/> 2,427,521

Unrestricted funds comprise those funds which the Trustees are free to use in furtherance of the general objective of the Charity.

Restricted funds comprise of the following funds:

Education Fund: Income of the fund provides grants to orphans for education purposes.

War Memorial Fund: Income of the fund provides allowances for benefit of necessitous orphans.

War Memorial Hospital Fund: Income of the fund provides grants to orphans receiving compassionate allowances.

Twells Memorial Fund: Income of the fund provides grants to orphans receiving compassionate allowances.

Sir Edmund Henderson: Income of the fund provides education grants to orphans.

17. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 December 2019.

18. POST BALANCE SHEET EVENTS

In March of 2020, the World Health Organization declared a novel coronavirus and its resulting disease (COVID-19) a pandemic. In view of the potential impact on the Charity the Trustees have been closely monitoring of the value and performance of the investments held, to date there has only been a small decrease in the market value of less than 1%.

**METROPOLITAN AND CITY POLICE ORPHANS
FUND**

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2019**

	2019 £	2018 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Police subscriptions	354,395	344,584
Donations	41,413	44,749
Collecting boxes	3,150	5,336
Legacies	74,416	57,422
	<hr/> 473,374	<hr/> 452,091
Investment income		
Investment income	703,550	652,045
	<hr/>	<hr/>
Total incoming resources	1,176,924	1,104,136
EXPENDITURE		
Raising donations and legacies		
Fundraising events	8,380	128
Investment management costs		
Investment management costs	81,112	81,120
Charitable activities		
Rates	1,564	1,480
Insurance	5,111	4,829
Other premises costs	45,290	5,224
Telephone	1,385	1,147
Postage and stationery	117	2,447
Computer expenses	10,055	2,183
Miscellaneous costs	2,920	2,942
Grants to institutions	25,279	25,345
Grants to individuals	968,727	919,818
	<hr/> 1,060,448	<hr/> 965,415
Support costs		
Governance costs		
Staff salaries and pensions	115,061	113,439
Auditors' remuneration	8,528	7,800
Legal and professional	221	745
	<hr/> 123,810	<hr/> 121,984
Total resources expended	<hr/> 1,273,750	<hr/> 1,168,647
Net expenditure before gains and losses	(96,826)	(64,511)

This page does not form part of the statutory financial statements

**METROPOLITAN AND CITY POLICE ORPHANS
FUND**

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2019**

	2019	2018
	£	£
Realised recognised gains and losses		
Realised gains/(losses) on fixed asset investments	(21,604)	(49,916)
	<hr/>	<hr/>
Net expenditure	<u>(118,430)</u>	<u>(114,427)</u>

This page does not form part of the statutory financial statements