

PETER & TERESA HARRIS CHARITABLE TRUST

Annual report and unaudited financial statements

For the year ended 5 April 2020

PETER & TERESA HARRIS CHARITABLE TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr D C P Rabagliati Mr Timothy Barnes
Charity number	1161183
Registered office	Gregsons Solicitors St Christopher's House Tabor Grove Wimbledon London SW19 4EX
Independent examiner	WSM Advisors Limited Connect House 133-137 Alexandra Road Wimbledon London SW19 7JY
Solicitors	Gregsons Solicitors St Christopher's House Tabor Grove Wimbledon London SW19 4EX

PETER & TERESA HARRIS CHARITABLE TRUST

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PETER & TERESA HARRIS CHARITABLE TRUST

TRUSTEES' REPORT

For the year ended 5 April 2020

The trustees present their report and financial statements for the year ended 5 April 2020.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the trust's governing document, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

Objectives and activities

The trust's objects are namely charitable purposes for the public benefit as are exclusively charitable according to the Laws of England and Wales as the Trustees may from time to time determine. The policies adopted in furtherance of these objects are to make grants and there has been no change in these during the year.

Grants are considered by all trustees on a regular basis throughout the year while having regard to the trust's aims and objectives, and investments. When grants are approved, the trustees instruct the solicitors to organise the making of such grants. A detailed register of grants made is kept and updated by the solicitors and circulated amongst the trustees.

The trustees continue to seek for grant making opportunities to fulfil the charity's objectives.

Achievements and performance

During the year the trust made donations to other charitable bodies of £150,400 (2019: £189,994). Applications are made in writing or via email and are considered on a case-by-case basis. The trust will consider applications by charitable organisations that it has not previously supported. In principle all applications by registered charities in England and Wales will be considered on their merits in accordance with the Charity's areas of interest as outlined in the objectives.

The trust plans to continue making grants in line with its objectives.

Financial review

During the year the trust received a total income of £51,149 (2019: £53,763) and total expenditure was £169,010 (2019: £209,203), giving rise a net expense of £350,680 (2019: £29,397) after gain on sale of investment. This resulted in a total funds carried forward as at 5 April 2020 of £2,559,617 (2019: £2,910,297).

The trust does not fundraise and its income is comprised wholly of income arising on the trust's investment portfolio which was funded by gifts of expendable endowment from the charity's founders, Peter and Teresa Harris. The trust received a lump sum gift of expendable endowment from Peter and Teresa Harris during the year to 6 April 2016 in the sum of £2,954,586. This has been invested by the trust's Investment Managers.

The trust's Investment Managers have discretionary management over the trust's investment portfolio and are instructed to maximise income return within the constraints of a medium risk portfolio. There are no ethical constraints in place with regard to investment.

The Investment Managers' report for the year to 5 April 2020 showed a satisfactory performance.

The trustees aim to continue with the grant making. Given that the current reserves, they are sufficient to meet any unexpected grant application. The trust seeks to use income earned from investments to make grants but has an expendable endowment fund if required.

The trustees has assessed the major risks to which the trust is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

PETER & TERESA HARRIS CHARITABLE TRUST

TRUSTEES' REPORT (CONTINUED)

For the year ended 5 April 2020

Structure, governance and management

The trust was established by a charitable trust deed on 25 November 2010 and deed of amendment of 1 April 2015.

The trustees who served during the year and up to the date of signature of the financial statements were:

Mr D C P Rabagliati

Mr Timothy Barnes

The trust deed states there shall be at least two trustees. Every future trustee shall be appointed by a resolution of the trustees passed at a special meeting.

In selecting persons to be appointed as trustees, the trustees shall take into account the benefits of appointing a person who is able by virtue of their personal or professional qualifications to make a contribution to the pursuit of the objects of the management of the charity.

The trustees hold at least one ordinary meeting a year.

There are no related parties apart from the trustees.

The trustees' report was approved by the Board of Trustees.

Mr D C P Rabagliati

Trustee

Dated: 8 February 2021

PETER & TERESA HARRIS CHARITABLE TRUST

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF PETER & TERESA HARRIS CHARITABLE TRUST

I report to the trustees on my examination of the financial statements of Peter & Teresa Harris Charitable Trust (the trust) for the year ended 5 April 2020.

Responsibilities and basis of report

As the trustees of the trust you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 (the 2011 Act).

I report in respect of my examination of the trust's financial statements carried out under section 145 of the 2011 Act. In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

- 1 accounting records were not kept in respect of the trust as required by section 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the financial statements to be reached.

Andrew Bithray
WSM Advisors Limited

Connect House
133-137 Alexandra Road
Wimbledon
London
SW19 7JY

Dated: 8 February 2021

PETER & TERESA HARRIS CHARITABLE TRUST

STATEMENT OF FINANCIAL ACTIVITIES

For the year ended 5 April 2020

		Unrestricted funds 2020 £	Endowment funds 2020 £	Total 2020 £	Unrestricted funds 2019 £	Endowment funds 2019 £	Total 2019 £
	Notes						
<u>Income from:</u>							
Donations and legacies	3	-	35	35	-	38	38
Investments	4	-	51,114	51,114	-	53,725	53,725
Total income and endowments		-	51,149	51,149	-	53,763	53,763
<u>Expenditure on:</u>							
Raising funds	5	-	14,046	14,046	-	14,889	14,889
Charitable activities	6	154,964	-	154,964	194,314	-	194,314
Total resources expended		154,964	14,046	169,010	194,314	14,889	209,203
Net gains/(losses) on investments	11	-	(232,819)	(232,819)	-	126,043	126,043
Net outgoing resources before transfers		(154,964)	(195,716)	(350,680)	(194,314)	164,917	(29,397)
Gross transfers between funds		154,964	(154,964)	-	194,314	(194,314)	-
Net movement in funds		-	(350,680)	(350,680)	-	(29,397)	(29,397)
Fund balances at 6 April 2019		-	2,910,297	2,910,297	-	2,939,694	2,939,694
Fund balances at 5 April 2020		-	2,559,617	2,559,617	-	2,910,297	2,910,297

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

All income and expenditure derive from continuing activities.

PETER & TERESA HARRIS CHARITABLE TRUST

BALANCE SHEET

As at 5 April 2020

	Notes	2020 £	£	2019 £	£
Fixed assets					
Investments	12		2,019,324		2,253,879
Current assets					
Debtors	13	-		1	
Cash at bank and in hand		544,713		660,599	
		<u>544,713</u>		<u>660,600</u>	
Creditors: amounts falling due within one year	14	(4,420)		(4,182)	
Net current assets			<u>540,293</u>		<u>656,418</u>
Total assets less current liabilities			<u>2,559,617</u>		<u>2,910,297</u>
Capital funds					
<u>Endowment funds - general</u>					
General endowment funds		2,559,617		2,910,297	
		<u>2,559,617</u>		<u>2,910,297</u>	
Expendable endowment		-		2,910,297	
	15		2,559,617		2,910,297
Income funds					
Unrestricted funds			-		-
			<u>2,559,617</u>		<u>2,910,297</u>

The financial statements were approved by the Trustees on 8 February 2021

Mr D C P Rabagliati
Trustee

PETER & TERESA HARRIS CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 5 April 2020

1 Accounting policies

Charity information

Peter & Teresa Harris Charitable Trust is a charitable trust constituted under a Trust deed dated 25 November 2010. The trust is a registered charity number 1161183. The trust was established by Peter and Teresa Harris by an initial gift of expendable endowment funds.

1.1 Accounting convention

The financial statements have been prepared in accordance with the trust's governing document, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The trust is a Public Benefit Entity as defined by FRS 102.

The trust has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

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

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the trust has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the trust.

1.4 Incoming resources

Income is recognised when the trust is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the trust 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 or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the trust 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.

1.5 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

PETER & TERESA HARRIS CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the year ended 5 April 2020

1 Accounting policies

(Continued)

1.6 Financial instruments

The trust has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the trust's balance sheet when the trust becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans 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 payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

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

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

2 Critical accounting estimates and judgements

In the application of the trust's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

PETER & TERESA HARRIS CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the year ended 5 April 2020

3 Donations and legacies

	Endowment funds general 2020 £	Endowment funds general 2019 £
Donations and gifts	35	-
Legacies receivable	-	38
	<u>35</u>	<u>38</u>

4 Investments

	Endowment funds general 2020 £	Endowment funds general 2019 £
Dividend receivable	37,369	41,140
Interest receivable	13,745	12,585
	<u>51,114</u>	<u>53,725</u>

5 Raising funds

	2020 £	2019 £
Investment management	14,046	14,889
Endowment funds	<u>14,046</u>	<u>14,889</u>

PETER & TERESA HARRIS CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the year ended 5 April 2020

6 Charitable activities

	Grant making 2020 £	Grant making 2019 £
Grant funding of activities (see note 7)	150,400	189,994
Share of governance costs (see note 8)	4,564	4,320
	<u>154,964</u>	<u>194,314</u>

7 Grants payable

	2020 £	2019 £
Grants to institutions:		
19th Wimbledon Scout Group	2,000	-
Accrington Stanley Community Trust	-	2,000
Alfège Church Greenwich	14,500	-
Association Agnes McLaren	2,000	-
ATD - 4th World	4,000	5,000
Bexley Community	1,000	-
Billingshurst Unitarian Chapel	2,000	-
Birmingham Royal Ballet	2,000	-
Blackheath Conservatoire	-	10,000
Bradfield Club Peckam	4,000	5,000
Brain Tumour Research	1,000	-
Budiro Trust	3,000	3,000
Christ Co of E Primary School	-	2,500
Christchurch West Wimbledon	5,000	5,000
Christian care association	-	3,000
Climbing Out	3,000	-
Dyfodol Powys Futures	-	2,000
Emergency Exit Arts	-	1,000
Emergency Exit Arts	-	4,344
Families Need Fathers	-	3,000
Foundation Old Navy	2,007	500
Friends of Westcombe Woodlands	-	500
Greenwich Cricket Limited	-	20,000
Greenwich Performs	31,500	-
Greenwich Theatre	-	6,000
Greenwich Winter Night Shelter	-	500
Heyswood Campsite Fund	2,000	-
Humanity & Inclusion	2,000	-
Kids N'Action	2,000	-
Kids Out UK	2,000	-
Kingswood Trust	3,000	-
Lewisham, Greenwich & Southwark	-	10,000

PETER & TERESA HARRIS CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the year ended 5 April 2020

7	Grants payable	(Continued)
	Linden Lodge Charitable Trust	- 2,000
	Llanhilleth Miners Institute Limited	3,000 -
	Music for ALL	3,000 3,000
	Opera North: Community Partnership	2,000 3,000
	Oxford Hospitals Charity	- 1,000
	Prostate Cancer UK	1,000 -
	Pugin Place Appeal Fund	- 4,000
	Read For Good	2,000 -
	Royal Borough of Greenwich Destination Management Company	- 4,000
	Samaritans	10,000 -
	Second Chance	3,000 2,250
	Sedbergh School Foundation	- 3,000
	St Andrew's Society for Ladies in Need	3,000 3,000
	St Michael All Angels Church	2,000 -
	Super Kidz	- 12,000
	Talk About Art	7,500 7,500
	Tanyard Youth Project Limited	2,000 -
	Team Malawi	2,000 -
	The Buddy Bag Foundation	2,000 -
	The Children's Literacy Charity	2,000 -
	The Makes Guild in Wales	(1,000) 3,000
	The Olive Branch	1,000 -
	The Polka Theatre	500 -
	Tower Hamlets Opportunity Group	5,000 2,000
	Tramshed Arts Limited	500 -
	Trinity Laban Conservatoire of Music and Dance	10,000 15,000
	Trinity Laban Conservatoire of Music and Dance	- 5,000
	Unitarian Chapel Billingshurst	- 3,000
	University of Greenwich	- 10,000
	Water City Music	- 400
	Welsh Religious Buildings Trust	- 2,000
	Wide Horizon	(4,607) 15,000
	Wimbledon Food Bank	2,000 -
	Windsor Street Angels	2,000 -
	Woolwich Garrison Church	- 5,000
	Youth on the Move (London)	2,000 2,000
		149,900 190,494
	Grants to individuals	
	Mrs Elan Thomas	500 -
		150,400 190,494

PETER & TERESA HARRIS CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the year ended 5 April 2020

8 Support costs

	Support costs	Governance costs	2020	2019	Basis of allocation
	£	£	£	£	
Accountancy	-	4,528	4,528	4,320	Directly
Bank charges	-	36	36	-	Directly
	<u>-</u>	<u>4,564</u>	<u>4,564</u>	<u>4,320</u>	
Analysed between					
Charitable activities	-	4,564	4,564	4,320	
	<u>-</u>	<u>4,564</u>	<u>4,564</u>	<u>4,320</u>	

Governance costs includes payments to the independent examiner of £2,040 (2019: £1,950).

9 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the trust during the year.

10 Employees

There were no employees during the year.

11 Net gains/(losses) on investments

	2020	2019
	£	£
Revaluation of investments	(251,291)	65,809
Gain/(loss) on sale of investments	<u>18,472</u>	<u>60,234</u>
Endowment funds	<u>(232,819)</u>	<u>126,043</u>

PETER & TERESA HARRIS CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the year ended 5 April 2020

12 Fixed asset investments

	Listed investments £
At 6 April 2019	2,253,879
Additions	178,963
Valuation changes	(251,291)
Disposals	(162,228)
At 5 April 2020	2,019,323
Carrying amount	
At 5 April 2020	2,019,323
At 5 April 2019	2,253,879

13 Debtors

	2020 £	2019 £
Amounts falling due within one year:		
Other debtors	-	1

14 Creditors: amounts falling due within one year

	2020 £	2019 £
Accruals and deferred income	4,420	4,182

15 Endowment funds

Endowment funds represent assets which must be held permanently by the trust. Income arising on the endowment funds can be used in accordance with the objects of the trust and is included as unrestricted income. Any capital gains or losses arising on the assets form part of the fund.

The transfer during year between Unrestricted fund and Endowment fund of £154,964 (2019: £194,314) represents the net cost of the grant making for the year.

PETER & TERESA HARRIS CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the year ended 5 April 2020

16 Analysis of net assets between funds

	Unrestricted £	Endowment £	Total £
Fund balances at 5 April 2020 are represented by:			
Investments	-	2,019,324	2,019,324
Current assets/(liabilities)	-	540,293	540,293
	<hr/>	<hr/>	<hr/>
	-	2,559,617	2,559,617
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

17 Related party transactions

During the year grants were made to charities which total £3,000 (2019: £8,500) where the trustees of which also included trustees.