



**St Paul's Cathedral Foundation**  
(A Company Limited by Guarantee)

Charity Number 1082711  
Company Number 4040667

**Annual Report and  
Financial Statements  
For the Year Ended  
31<sup>st</sup> December 2022**

# **St Paul's Cathedral Foundation**

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# **St Paul's Cathedral Foundation**

## **Legal and Administrative Information**

Registered Charity number 1082711 and Company number 4040667

## **Trustees and Directors of the Company**

Clement Hutton-Mills (Chair) - appointed 6 September 2022

The Very Reverend Andrew Tremlett - appointed 19 October 2022

Sheila Nicoll

Joanne Day - appointed 21 March 2022

The Very Reverend Dr David Ison - resigned 15 September 2022

Emma Davies - resigned 21 March 2022

## **Company Secretary**

Joanne Day

## **Registered Office**

Chapter House, St Paul's Churchyard, London EC4M 8AD

## **Auditor**

Haysmacintyre LLP, 10 Queen Street Place, London EC4R 1AG

## **Bankers**

Coutts & Co. Plc, 440 Strand, London WC2R 0QS

## **Solicitors**

Winckworth Sherwood, Minerva House, Montagu Close, London SE1 9BB

# **St Paul's Cathedral Foundation**

## **Trustees' Report**

### **Introduction**

The Trustees, who are also Directors of the Company for the purposes of the Companies Act 2006, present their annual report and the audited financial statements for the year ended 31 December 2022.

The information with respect to Trustees, Directors, Officers and Advisers set out on page 2 forms part of this report. This Trustees' report has been prepared in accordance with the provisions applicable to companies entitled to the small companies' exception. The Charity is exempt from preparing a strategic report.

St Paul's Cathedral Foundation is a charitable company limited by guarantee. It is governed by a memorandum and articles of association. The Foundation is legally separate from the Cathedral.

### **Public Benefit**

The Trustees are aware of the guidance issued by the Charity Commission under the Charities Act 2011 in relation to Public Benefit and are mindful of their obligations in this regard. The Trustees are confident the Foundation's activities, supporting the mission statement objectives of the St Paul's Cathedral, are in pursuit of its objects and are delivering Public Benefit.

### **Objectives**

The Foundation's principal activities are pursuing fundraising plans jointly formulated with the Cathedral.

The Foundation's principal objectives are:

- the maintenance, restoration, repair and conservation of, and the undertaking of works to the fabric of the Cathedral Church of St Paul in London, commonly known as St Paul's Cathedral (the Cathedral);
- to further the theological and educational work of the Cathedral;
- to promote the development of the music and musical educational work of the Cathedral, including the maintenance of the organ and other instruments in the Cathedral, and the musical training of the choirs and musicians of the Cathedral and of the choristers at the St Paul's Cathedral School;
- to promote the work and mission of the Cathedral as a diocesan, national and international institution.

### **Review of Activities and Future Developments**

The Statement of Financial Activities for the year ended 31 December 2022 is set out on page 11 of the financial statements. A summary of the financial results and the work of the Foundation is set out below.

To achieve its objectives, the Foundation works closely with the Cathedral to identify the key projects requiring financial support. In particular, this means working with the Development Team at the Cathedral which has overall responsibility for fundraising at St Paul's.

## **St Paul's Cathedral Foundation**

The Foundation's main objective for 2022 was to continue to support the Cathedral by fundraising for priority projects and activities. The Foundation will continue to seek donations from corporations, trusts, foundations and individuals and also to pursue legacies.

### **Relationship with the Cathedral**

St Paul's Cathedral is not a registered Charity and so many grants and donations for the benefit of the Cathedral are received through St Paul's Cathedral Foundation, which is a registered charity, regulated by the Charity Commission. The Cathedrals Measure 2021 received royal assent on 29th April 2021. Under the Measure St Paul's Cathedral will be required to register as a charity with the Charity Commission in 2023 and after that time all fundraising will be conducted through St Paul's Cathedral and the funds held in the Foundation will be granted to the Cathedral in full.

In most cases, before the Cathedral commits to expenditure for a significant project the funds for the project must be raised in full. Once the required funds have been raised, the Cathedral will commence the project and Chapter will call upon the Trustees of the Foundation to award the necessary grants to finance the project. The Foundation can sometimes therefore hold large balances in reserves before a project commences. However, as well as funding for capital projects, the Foundation also receives donations to support Cathedral activities and events, for example the Cathedral's Music Outreach programme and the performances of the Messiah and St John's Passion by the Cathedral's Music department. These are ongoing activities in the Cathedral. The Trustees have therefore recently reviewed the Foundation's grant making policy and from 2023 funds will be transferred to the Cathedral on a more regular basis. Funds are accounted for in the Cathedral in accordance with any restrictions or limitations specified by the original donor.

During 2020, minimal grants were made to the Cathedral as most project work stopped due to the pandemic. In 2021, the Foundation awarded the Cathedral £1,176,769 to fund the Equal Access Ramp and St Paul's Cathedral Choir School £155,438 to fund the Learning in Harmony project (School extension). In 2022, total grants of £4,349,465 were made to the Cathedral.

At as 31 December 2022, the Foundation has restricted reserves of £293,658 (2021: £3,969,526).

### **Impact of Covid-19**

The Cathedral's financial operating model is heavily dependent on paying visitors. In years prior to the pandemic, with over 80% of those visitors from overseas and about 20% from the UK, it successfully generated significant returns with visitor numbers increasing year on year. This model ensured that all core costs were covered by commercial activities and fundraising could focus on fabric or incremental projects.

This all went into reverse in 2020 when nearly all income stopped after the Cathedral's doors closed. This meant that the Cathedral had to rely on using the reserves that had been built up over many years. In the years 2020 and 2021, £5.9 million of reserves were used to help fund Cathedral operations and £8.6m of investments were realised into cash to assist cashflow.

## **St Paul's Cathedral Foundation**

Due to the significant loss of visitors from March 2020 the financial model had to be reviewed and the Chapter continue to investigate ways to further diversify income streams. However, given the amounts required to fund core costs, the Cathedral will need to continue to rely on attracting a large number of paying visitors.

### **Financial Review**

Total income during the year was £842,607 (2021: £3,002,461). During the year, grants totalling £4,349,465 (2021: £1,332,207) were awarded to the Cathedral (note 3). Excluding foreign exchange gains and losses the Costs of Raising Funds were £14,649 in 2022 (2021: £15,822). The Foundation holds some funds in a US Dollar bank account and recognised a gain of £21,596 in 2022 (£860 in 2021) due to the deterioration in the value of sterling compared to the US Dollar.

### **Reserves Policy**

The Foundation's total reserves at the year-end were £981,279 (2021: £4,489,770). There were unrestricted reserves at the end of 2022 of £687,621 (2021: £520,244). Restricted reserves were £293,658 at the end of 2022 (2021: £3,969,526).

The Foundation does not have a significant level of committed costs and accordingly no need to accumulate a significant level of free reserves. The Trustees have therefore agreed a free reserves target of £20,000 which would be sufficient to cover the costs of closure. As at 31 December 2022, unrestricted reserves of £687,621 are therefore £667,621 above the target free reserves of £20,000.

At the April 2023 Board meeting, the Trustees reviewed the reserves policy. It was agreed that funds raised should generally be expended as soon as possible in accordance with the objects of the Foundation, subject to maintaining the target level of free reserves. A grant of £1,039,762 to the Cathedral was approved at that meeting, comprising unrestricted funds of £667,621 and restricted funds of £372,141 (which included funds raised in the first quarter of 2023). This grant was approved by the Trustees after the year-end and the amount will be accounted for within 2023 grant expenditure.

### **Risks**

The Trustees consider the Foundation's key risks to be the inappropriate use of funds and the incorrect allocation of grants to the Cathedral. These are mitigated by the provision of full information to the Trustees on fundraising activities by the Cathedral's Development Team, and the requirement for the Cathedral to submit grant applications for all funds allocated by the Foundation.

### **Governance**

There is a maximum of 15 and a minimum of 3 Trustees.

New Trustees are briefed on the objectives and working of the Foundation by the existing Trustees. Much of such briefing takes place before the Trustee is formally appointed, as part of the invitation process. Trustees may attend training courses, paid for by the Foundation, at their request.

## **St Paul's Cathedral Foundation**

All decisions as to whether or not to award a grant are made by the Trustees. The Trustees are considered to be the key management personnel of the Foundation. Senior members of the Cathedral's staff attend Trustee meetings, which are held at least twice a year, to ensure a full understanding of current issues.

The Trustees, who are also directors of St Paul's Cathedral Foundation for the purposes of company law, are responsible for preparing the Trustees' Report and the financial statements.

As part of this process the Trustees will continue to review and update the adequacy of the Foundation's internal controls, the risks to which the charity is exposed and have established procedures to manage these risks to the extent appropriate to the size of the Foundation.

### **Fundraising Policies**

The Foundation fundraises primarily through institutions, trusts and foundations, together with occasional event-based fundraising and individual donations. The charity does not engage in cold-calling or street-based fundraising or use third party fundraisers and all activities undertaken are directly monitored and controlled by the Cathedral's staff. The Foundation has not received any complaints in the year in connection with the propriety of its fundraising.

The Development team takes all reasonable steps to treat donors fairly, enabling them to make informed decisions about any donation. This includes taking into account the needs of any potential donor who may be in vulnerable circumstances or require additional care and support to make an informed decision.

The charity has fundraising costs of less than £100,000; hence it has not been asked to register with the Fundraising Regulator and in view of the nature of the fundraising undertaken, the charity has not to date registered voluntarily. From time to time the Foundation receives donations from St Paul's Cathedral Trust in America, a U.S. based 501(c)(3) public charity that seeks donations in the U.S. to provide funds for St Paul's Cathedral. From time to time The trust engages advisors to provide professional fundraising support and help raise awareness and strengthen engagement with donors.

### **Statement of Trustees' Responsibilities**

Company law requires the Trustees to prepare financial statements for each financial year. Under that law the Trustees have elected to prepare the financial statements in accordance with applicable law and United Kingdom Accounting Standards, including FRS 102. Under company law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure of the charitable company for that period.

In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;

## **St Paul's Cathedral Foundation**

- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements and; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The Trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Charities Act 2011 and Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities. In so far as the Trustees are aware:

- there is no relevant audit information of which the charitable company's auditor is unaware; and
- the Trustees have taken all steps that they ought to have taken, to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

### **Going Concern**

Having considered the current financial position, commitments to St Paul's Cathedral and associated risks and grant assumptions, no material uncertainties that may cast doubt about the ability of the Foundation to continue as a going concern have been identified by Trustees.

This report was approved by the Trustees on 26 April 2023.



Clement Hutton-Mills  
Chair of the Trustees



## **St Paul's Cathedral Foundation**

### **Independent Auditor's Report to the members of St Paul's Cathedral Foundation**

#### **Opinion**

We have audited the financial statements of St Paul's Cathedral Foundation for the year-ended 31 December 2022 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, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2022 and its net movement in funds, including the income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

#### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the 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**

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

#### **Other information**

The trustees are responsible for the other information. The other information comprises the information included in the Trustee and Strategic Report. 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

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there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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

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

- the information given in the Trustees' Annual Report (which includes the directors' report prepared for the purposes of company law) for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report included within the Trustees' Annual Report have been prepared in accordance with applicable legal requirements.

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

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustee and Strategic Report (which incorporates the strategic report and the directors' report prepared for the purpose of company law).

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept by the charitable company; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies' exemptions in preparing the trustees' report and from the requirement to prepare a strategic report.

### **Responsibilities of trustees for the financial statements**

As explained more fully in the trustees' responsibilities statement set out on pages 6 and 7, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they 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 charitable company'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 charitable company or to cease operations, or have no realistic alternative but to do so.

### **Auditor's 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 an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

## St Paul's Cathedral Foundation

Based on our understanding of the charitable company and the environment in which it operates, we identified that the principal risks of non-compliance with laws and regulations related to registered charities, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Companies Act 2006 and the Charities Act 2011, and other factors such as income tax, payroll tax and sales tax.

We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to areas of estimation uncertainty and to manual accounting journals. Audit procedures performed by the engagement team included:

- Inspecting correspondence with regulators and tax authorities;
- Discussions with management including consideration of known or suspected instances of non-compliance with laws and regulation and fraud;
- Evaluating management's controls designed to prevent and detect irregularities;
- Identifying and testing journals, in particular journal entries posted with unusual account combinations, postings by unusual users or with unusual descriptions; and
- Challenging assumptions and judgements made by management in their critical accounting estimates.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

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](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditor's report.

### Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an Auditor's 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 charitable company and the charitable company's members, as a body, for our audit work, for this report, or for the opinions we have formed.



**Adam Halsey (Senior Statutory Auditor)**  
**For and on behalf of Haysmacintyre LLP, Statutory Auditors**

10 Queen Street Place London  
London  
EC4R 1AG

Date: 9 August 2023

## St Paul's Cathedral Foundation

### Statement of Financial Activities for the Year Ended 31 December 2022 (including an Income and Expenditure account)

	Notes	Unrestricted Funds	Restricted Funds	Dec 22 Total	Dec 21 Total
		£	£	£	
<b>Income</b>					
Donations & Legacies	2	181,335	653,797	835,132	3,001,594
Investment income		7,475	-	7,475	867
<b>Total</b>		<b>188,810</b>	<b>653,797</b>	<b>842,607</b>	<b>3,002,461</b>
<b>Expenditure</b>					
Costs of raising funds	3	(6,947)	-	(6,947)	14,962
Expenditure on charitable activities	3	28,380	4,329,665	4,358,045	1,354,639
<b>Total</b>		<b>21,433</b>	<b>4,329,665</b>	<b>4,351,098</b>	<b>1,369,601</b>
Net Income before transfers		167,377	(3,675,868)	(3,508,491)	1,632,860
Transfers	9	-	-	-	-
<b>Net movement in funds</b>		<b>167,377</b>	<b>(3,675,868)</b>	<b>(3,508,491)</b>	<b>1,632,860</b>
Total funds brought forward		520,244	3,969,526	4,489,770	2,841,948
<b>Total funds carried forward</b>		<b>687,621</b>	<b>293,658</b>	<b>981,279</b>	<b>4,474,808</b>

The above results are derived from continuing activities.

The Statement of Financial Activities for 2021 is included in note 14.

The notes on pages 14 to 25 form part of these financial statements.

# St Paul's Cathedral Foundation

## Balance Sheet as at 31 December 2022

	Notes	Dec 22 Total £	Dec 21 Total £
<b>Current Assets:</b>			
Debtors	6	69,766	279,925
Short term cash deposits		500,000	500,000
Cash at bank and in hand		449,753	3,772,161
<b>Total</b>		<b>1,019,519</b>	<b>4,552,086</b>
<b>Liabilities: amounts falling due within one year</b>	7	<b>(38,240)</b>	<b>(62,316)</b>
<b>Net assets</b>	8	<b>981,279</b>	<b>4,489,770</b>
<b>Funds of the Charity:</b>			
Unrestricted funds	9	687,621	520,244
Restricted funds	9	293,658	3,969,526
<b>Total</b>		<b>981,279</b>	<b>4,489,770</b>



Clement Hutton-Mills

Chair of the Trustees

26 April 2023

The notes on pages 14 to 25 form part of these financial statements.

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# St Paul's Cathedral Foundation

## Statement of Cash Flows for Year Ended 31 December 2022

	Notes	2022 £	2021 £
<b>Net Cash (used in) / provided by operating activities</b>	10(a)	<b>(3,329,883)</b>	<b>(9,890)</b>
<b>Cash flows from investing activities:</b>			
Interest received		7,475	867
<b>Change in cash and equivalents in the year</b>		<b>(3,322,408)</b>	<b>(9,023)</b>
<b>Cash &amp; cash equivalents brought forward</b>		<b>4,272,161</b>	<b>4,281,184</b>
<b>Cash &amp; cash equivalents carried forward</b>	10(b)	<b>949,753</b>	<b>4,272,161</b>

The notes on pages 14 to 25 form part of these financial statements.

## **St Paul's Cathedral Foundation**

### **Notes to the financial statements for the year ended 31 December 2022**

#### **I. Accounting Policies**

##### **(a) Entity Status**

The Foundation is a charitable company limited by guarantee and a charity registered with the Charity Commission in England and Wales. Its registration number and registered office address are disclosed on page 2.

##### **(b) Basis of Preparation**

The financial statements have been prepared under the historical cost convention and in compliance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their financial statements in accordance with the Financial Reporting Standard 102, "The Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland" ("FRS 102") and the Charities Act 2011.

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

The Charity is a Public Benefit Entity as defined by FRS 102.

The financial statements have been prepared on a going concern basis. The principle accounting policies applied in the preparation of these financial statements are set out in the notes below. These policies have been consistently applied to all years presented, unless otherwise stated.

##### **(c) Going Concern**

The Trustees have assessed whether the use of the going concern basis is appropriate and have considered possible events or conditions that might cast significant doubt on the ability of the Charity to continue as a going concern. The trustees have made this assessment for a period of at least one year from the date of approval of the financial statements. In particular, the Trustees have taken account of pressures on donation income however, as the principle expenditures are grants to St Paul's Cathedral, and these are only made out of funds available, the Trustees have concluded that there is a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. The Foundation therefore continues to adopt the going concern basis in preparing its financial statements.

## **St Paul's Cathedral Foundation**

### **Notes to the financial statements for the year ended 31 December 2022**

#### **(d) Fund Accounting**

Unrestricted income funds are funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes. Designated Funds are funds set aside by Trustees for specific use. Restricted Funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. Investment income is allocated to the appropriate fund where appropriate.

#### **(e) Income Recognition**

All income is included in the Statement of Financial Activities when the charity has entitlement to the income, the income is probable and the amount of income can be measured reliably. Donated services are included in both income and expenditure when the benefit is both quantifiable and measurable.

Legacies are accounted for as income where there is clear entitlement, the amounts can be measured reliably; and receipt is probable. Receipt is probable when:

- o Confirmation has been received from the representative(s) of the estate(s) that probate has been granted;
- o The executors have established there are sufficient assets in the estate to pay the legacy; and
- o All conditions attached to the legacy have been fulfilled or are within the Charity's control.



## **St Paul's Cathedral Foundation**

### **Notes to the financial statements for the year ended 31 December 2022**

#### **(f) Expenditure Recognition**

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with use of the resources. Grants to the Cathedral are recognised as liabilities when the grant has been communicated to Chapter of the Cathedral, the conditions attached to them have been met and they have been approved by Trustees of the Foundation. Costs of raising funds are those incurred in seeking income. Governance costs are those incurred in connection with administration of the charity and compliance with constitutional and statutory requirements. Irrecoverable VAT is included with the underlying cost.

#### **(g) Foreign Currencies**

Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. Monetary assets and liabilities are retranslated at the rate of exchange ruling at the balance sheet date. All differences are taken to the Statement of Financial Activities.

## **St Paul's Cathedral Foundation**

### **Notes to the financial statements for the year ended 31 December 2022**

#### **(h) Financial instruments**

##### **a. Cash and cash equivalents**

Cash and cash equivalents include cash at bank and short term deposits.

##### **b. Debtors and Creditors**

Debtors and creditors receivable or payable within one year of the reporting date are carried at their transaction price. Debtors and creditors that are receivable or payable in more than one year and not subject to a market rate of interest are measured at the present value of the expected future receipts or payment discounted at a market rate of interest.

#### **(i) Critical Accounting Judgements and Estimates**

In the application of the company's accounting policies, which are described in note 1, the Trustees are required to make judgements, estimates and assumptions about the carrying amounts 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, if the revision affects only that period, or in the period of the revision and future periods, if the revision affects both current and future periods.

The Trustees do not consider there to be any critical judgements or sources of estimation uncertainty requiring disclosure.

#### **(j) Taxation**

The company is a registered charity and has no liability to corporation tax on its charitable activities.

## St Paul's Cathedral Foundation

### Notes to the financial statements for the year ended 31 December 2022

#### 2. Income

For the year under review, the charity's income totalled £842,607 (2021: £3,002,461), which included income from donations of £835,132 (2021: £3,001,594). Included in these donations there was £11,618 (2021: £172,717) of income from legacies of which £11,618 (2021: £167,717) was unrestricted.

#### 3. Expenditure

	Total 2022 £	Total 2021* £
<b>Costs of Raising Funds</b>		
Cost of generating income	14,649	15,821
Foreign exchange gains	(21,596)	(860)
	<u>(6,947)</u>	14,962
<b>Charitable Activities</b>		
Governance*	8,580	7,470
Grants to St Paul's Cathedral Choir School (Learning in Harmony)	-	155,438
Grants to St Paul's Cathedral	4,349,465	1,176,769
<b>Total</b>	<u><u>4,351,098</u></u>	<u><u>1,354,639</u></u>

\*Governance costs were previously included under the Cost of Raising Funds heading. Included in governance costs is the audit fee amounting to £8,580 (2021: £7,470) for fees payable for the audit of the charity's statutory financial accounts (including VAT).

Grants made to St Paul's Cathedral and St Paul's Cathedral Choir School were in respect of costs incurred in accordance with the stated objectives of the Foundation on agreed projects and activities. No charges were made to the Foundation in respect of office accommodation, staff time on fundraising activities or similar services.

#### 4. Trustees' Remuneration

The Trustees neither received, nor waived, any emoluments or expenses during the period (2021: £nil).

#### 5. Employees

There were no employees in 2022 (2021: nil).

## St Paul's Cathedral Foundation

### Notes to the financial statements for the year ended 31 December 2022

#### 6. Debtors

	2022	2021
	£	£
Prepayments and Accrued Income	64,021	257,685
Gift Aid recoverable	5,745	22,240
<b>Total</b>	<b>69,766</b>	<b>279,925</b>

#### 7. Creditors: Amounts Falling Due Within One Year

	2022	2021
	£	£
Accruals	8,580	7,470
Due to St Paul's Cathedral	28,377	22,662
Other Creditors	1,283	32,184
<b>Total</b>	<b>38,240</b>	<b>62,316</b>

Other Creditors includes £1,073 (2021: £32,184) due to the Friends of St Paul's Cathedral. The £1,073 comprises amounts in respect of Friends membership subscriptions received by Foundation (2021: £12,184). The balance at 31 Dec 2021 also included £20,000 in respect of a legacy due to Friends but received in the Foundation bank account.

# St Paul's Cathedral Foundation

## Notes to the financial statements for the year ended 31 December 2022

### 8. Analysis of Net Assets Between Funds

2022	Unrestricted	Restricted	Total
	£	£	£
Cash and short term deposits	716,308	233,445	949,753
Other Current Assets	9,553	60,213	69,766
Current Liabilities	(38,240)	-	(38,240)
<b>Total</b>	<b>687,621</b>	<b>293,658</b>	<b>981,279</b>
2021	Unrestricted	Restricted	Total
	£	£	£
Cash and short term deposits	576,985	3,695,176	4,272,161
Other Current Assets	5,575	274,350	279,925
Current Liabilities	(62,316)	-	(62,316)
<b>Total</b>	<b>520,244</b>	<b>3,969,526</b>	<b>4,489,770</b>

## St Paul's Cathedral Foundation

### Notes to the financial statements for the year ended 31 December 2022

#### 9. Analysis of Funds

The restricted funds are for specific projects as listed and have been recorded in accordance with the specifications and restrictions indicated by donors. Total designated funds at the year-end were £nil (2021: £nil).

	Balance 1 Jan 2022	Income Designations/ Transfers	Expenditure	Balance 31 Dec 2022
<b>Collections</b>				
Collections - General	130,041	10,000	- (134,041)	6,000
Collections - Platinum Jubilee	10,000	20,000	- (30,000)	-
<b>Education</b>				
Education	38,009	13	- (38,009)	13
<b>Fabric</b>				
Remember Me	2,031,677	1,677	- (2,032,224)	1,130
Library Project	535,985	1,200	- (537,185)	-
Organ CCTV	160,000	-	- (160,000)	-
Whispering Gallery Safety	100,000	324,500	- (260,000)	164,500
Equal Access Ramp	80,383	-	- (80,383)	-
Sound System Project	70,352	-	- (70,352)	-
Bells Appeal	45,517	-	- (45,517)	-
American Chapel	34,256	-	- (34,256)	-
Other Fabric Funds*	54,717	12,365	- (60,717)	6,365
<b>Music</b>				
Music - General	112,305	34,056	- (140,693)	5,668
Music - Outreach	219,260	64,940	- (229,261)	54,939
Girls Choir	115,000	5,500	- (120,500)	-
Chorister Funds	114,820	89,187	- (160,757)	43,250
Music Patrons**	79,645	61,693	- (130,075)	11,263
Piano Appeal	3,949	-	- (3,949)	-
<b>Other restricted</b>				
Learning in Harmony	14,315	165	- (14,450)	30
Other restricted	19,295	28,501	- (47,296)	500
<b>Total restricted</b>	<b>3,969,526</b>	<b>653,797</b>	<b>- (4,329,665)</b>	<b>293,658</b>
Unrestricted Funds	520,244	188,810	- (21,433)	687,621
<b>Total Funds</b>	<b>4,489,770</b>	<b>842,607</b>	<b>- (4,351,098)</b>	<b>981,279</b>

\*Other Fabric Funds include funds for Organ repairs & maintenance, Great Paul and Adopt a tile. \*\* Music Patron donations were previously shown under the heading "Vicars Choral"

During 2022 grants totalling £4,349,465 were made to the Cathedral (2021: £1,176,769 to the Cathedral and £155,438 to the Cathedral Choir School).

# St Paul's Cathedral Foundation

## Notes to the financial statements for the year ended 31 December 2022

### 9. Analysis of Funds - Comparatives for the year ended 31 December 2021

	Balance 1 Jan 2021	Income	Designations/ Transfers	Expenditure	Balance 31 Dec 2021
<b>Collections</b>					
Collections - General	54,041	76,000	-	-	130,041
Collections - Platinum Jubilee	-	10,000	-	-	10,000
<b>Education</b>					
Education	37,964	45	-	-	38,009
<b>Fabric</b>					
Remember Me	50,213	1,981,464	-	-	2,031,677
Library Project	277,997	257,988	-	-	535,985
Organ CCTV	160,000	-	-	-	160,000
Whispering Gallery	-	100,000	-	-	100,000
Equal Access Ramp	1,176,769	383	80,000	(1,176,769)	80,383
Sound System Project	70,352	-	-	-	70,352
Bells Appeal	40,581	4,936	-	-	45,517
American Chapel	34,256	-	-	-	34,256
Other Fabric Funds	34,717	20,000	-	-	54,717
<b>Music</b>					
Music - General	85,710	19,995	6,600	-	112,305
Music - Outreach	164,813	59,447	(5,000)	-	219,260
Girls Choir	115,000	-	-	-	115,000
Chorister Funds	32,443	82,377	-	-	114,820
Vicars Choral	32,420	47,225	-	-	79,645
Piano Appeal	3,949	-	-	-	3,949
<b>Other restricted</b>					
Learning in Harmony	155,438	9,065	5,250	(155,438)	14,315
Other restricted	8,141	11,154	-	-	19,295
<b>Total Restricted Funds</b>	<b>2,534,804</b>	<b>2,680,079</b>	<b>86,850</b>	<b>(1,332,207)</b>	<b>3,969,526</b>
Unrestricted Funds	307,144	322,382	(86,850)	(22,432)	520,244
<b>Total Funds</b>	<b>2,841,948</b>	<b>3,002,461</b>	<b>-</b>	<b>(1,354,639)</b>	<b>4,489,770</b>

## **St Paul's Cathedral Foundation**

### **Notes to the financial statements for the year ended 31 December 2022**

#### **10. Cash Flow Information**

##### **a) Reconciliation of changes in resources to net (outflow)/inflow from operating activities**

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Net movement in funds	<b>(3,508,491)</b>	1,647,822
Interest Income	<b>(7,475)</b>	(867)
Decrease / (increase) in Debtors	<b>210,159</b>	(256,390)
Increase in Creditors	<b>(24,076)</b>	(1,400,455)
	<b><u>(3,329,883)</u></b>	<b><u>(9,890)</u></b>

##### **b) Analysis of cash & cash equivalents**

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Short term deposits	<b>500,000</b>	500,000
Cash at bank and in hand	<b>449,753</b>	3,772,161
	<b><u>949,753</u></b>	<b><u>4,272,161</u></b>

#### **11. Controlling entity**

St Paul's Cathedral is the ultimate controlling party of the Foundation.



## **St Paul's Cathedral Foundation**

### **Notes to the financial statements for the year ended 31 December 2022**

#### **12. Related Party Transactions**

The Charity's trustees give their time freely and receive no remuneration for the work that they undertake as trustees. No trustee was reimbursed for any costs incurred in fulfilling their duties (2021: £nil). During the year two trustees (2021: one) donated a total of £2,300 (£2,800) to the Foundation.

During the year the Foundation awarded St Paul's Cathedral grants totalling £4,349,465 (2021: £1,176,769 to the Cathedral and £155,438 to the Cathedral Choir School). As at the year-end £28,377 (2021: £22,662) was owed to the Cathedral and included in creditors in relation to the reimbursement of expenses.

#### **13. Status of the Company**

The Foundation is a company limited by guarantee. The members of the company are the current Trustees. In the event of the Foundation being wound up, the liability in respect of the guarantee is limited to a maximum of £10 per member of the Foundation. Members are not entitled to any distribution in the event of the Foundation being wound up.

# St Paul's Cathedral Foundation

## Notes to the financial statements for the year ended 31 December 2022

### 14. Statement of Financial Activities for the year ended 31 December 2021

	Unrestricted Funds £	Restricted Funds £	Dec 21* Total £
<b>Income</b>			
Donations & Legacies	321,515	2,680,079	3,001,594
Investment income	867	-	867
<b>Total Income</b>	<b>322,382</b>	<b>2,680,079</b>	<b>3,002,461</b>
<b>Expenditure</b>			
Costs of raising funds	14,962	-	14,962
Expenditure on charitable activities	7,470	1,332,207	1,339,677
<b>Total Expenditure</b>	<b>22,432</b>	<b>1,332,207</b>	<b>1,354,639</b>
 Net income before transfers	 299,950	 1,347,872	 1,647,822
Transfers to income	(86,850)	86,850	-
 <b>Net movement in funds</b>	 213,100	 1,434,722	 1,647,822
Total funds brought forward	307,144	2,534,804	2,841,948
<b>Total funds carried forward</b>	<b>520,244</b>	<b>3,969,526</b>	<b>4,489,770</b>

\* Governance costs were previously included under the Cost of Raising Funds heading. See note 3 for further details.