

Registered Company Number: 10722941 (England and Wales)
Registered Charity Number: 1173462

THE PACKARD FOUNDATION
REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

THE PACKARD FOUNDATION

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THE PACKARD FOUNDATION

ADMINISTRATION DETAILS

REFERENCE AND ADMINISTRATION DETAILS

Registered Company Number

10722941 (England and Wales)

Registered Charity Number

1173462

Registered Office

St Martin's Court
10 Paternoster Row
London
EC4M 7EJ

Trustees

D M Packard
T T M Packard
A M M Packard

Independent Examiner

Nikki Crane FCA
Wilson Wright LLP
Chartered Accountants
5 Fleet Place
London
EC4M 7RD

Solicitors

Collyer Bristow LLP
10 Paternoster Row
London
EC4M 7EJ

REPORT OF THE TRUSTEES
THE PACKARD FOUNDATION
FOR THE YEAR ENDED 31 MARCH 2023

The trustees, who also the directors of the Charity for the purposes of the Companies Act 2006, present their report and financial statements for the Charity for the year ended 31st March 2023 which are also prepared to meet the requirements for a directors' reports and financial statements for Companies Act purposes.

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Charity's Memorandum and Articles of Association and have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and UK Generally Accepted Practice as it applies from 1 January 2019.

The accounts have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view'. This departure has involved following 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) effective from 1 January 2019 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

Structure, Governance and Management

The charity was formed as a company limited by guarantee on 12 April 2017. The Company registration number is 10722941. Registered with the Charity Commission – Registration Number 1173462.

Governing document

The Packard Foundation (the "Charity") is a Company limited by guarantee and is governed by its Memorandum and Articles of Association dated 12 April 2017.

Method of appointment of trustees

Any person may be appointed to be a trustee by ordinary resolution, or by a decision of the trustees. The number of trustees should be not less than 3. The trustees are appointed and operate in accordance with the Trust Deed. No formal policies have been adopted for the induction and training of trustees.

Trustees

D M Packard
T T M Packard
A M M Packard

Risk management

The trustees have a duty to identify and review the risks to which the Charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error. The trustees have assessed the major risks to which the Charity is exposed, and systems have been established to mitigate these risks.

OBJECTIVES AND ACTIVITIES

Objectives and aims

The objects of the Charity are all such objects as are exclusively charitable under the laws of England and Wales.

REPORT OF THE TRUSTEES
THE PACKARD FOUNDATION
FOR THE YEAR ENDED 31 MARCH 2023

Significant activities

During the year the Charity has undertaken several activities, including:

- Continuing to support the A Million Realities fellowship programme, which was transferred to a separate legal entity, The A Million Realities Foundation. One of the charity's trustees, A M M Packard, is also a trustee of this new entity.
- Funding the cost of on-site training abroad for a student at The British Racing School
- Providing scholarships for students to attend a top-level UK school; and
- Supporting art and sporting heritage by funding a curator at the National Horse Racing museum.

Public benefit statement

The Charities Act 2011 requires all charities to meet the legal requirement that its aims are for the public benefit. The Charity Commission in its Charities and Public Benefit guidance states that there are two key principles to be met in order to show that an organisation's aims are for the public benefit: firstly, there must be an identifiable benefit or benefits and secondly, that the benefit must be to the public or a section of the public. The trustees consider that they have complied with Section 17 of the Charities Act 2011 including guidance the 'Public benefit: running a charity (PB2)'.

The trustees are satisfied that the objects and activities of the Charity are within the definition of the Charitable Purposes set down in the Act. The trustees are not aware of any public detriment caused by the Charity's objective or activities, nor are they aware of anyone receiving any private benefit from the Charity's activities.

Grantmaking

During the year, the Charity has primarily been a grant making charity which supports a variety of charitable causes through grants to other registered charities.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

Multiple, ongoing annual grant funding agreements are in place with several organisations in order to fulfill the charitable objectives outlined above. The Charity has also entered into a 5 year grant funding agreement to support scholarships in a top-level UK school.

Fundraising activities

No major fundraising events were held in the period.

FINANCIAL REVIEW

The Charity receives all of its funding through private donations. During the year, the Charity received £560,628 (2022: £820,008) in donations.

Reserves and reserves policy

At the Balance Sheet date, funds were in deficit by £509,027 (2022 - £185,859 surplus), due to the recognition of the liability associated with the 5 year grant. The Trustees expect the Charity to have sufficient funds to make the grant payments as they fall due. A Trustee has also undertaken to provide further financial support to the charity to cover the deficit on unrestricted funds should this be required.

The Charity's aim is to maintain minimal reserves, which should be sufficient to cover its expected non grant expenditure for at least one year. As noted above, the Trustees expect the Charity to have sufficient funds to make the grant payments as they are due and a Trustee has undertaken to provide further financial support to the charity to cover the deficit on unrestricted funds should this be required.

REPORT OF THE TRUSTEES

THE PACKARD FOUNDATION

FOR THE YEAR ENDED 31 MARCH 2023

Social Investment

In 2018, a concessionary loan was made to Head Talks Productions CIC, an organisation supporting mental wellbeing. This loan is fully impaired in the Charity's books.

Future Aims

The Trustees intend that the Foundation will continue to support a range of causes through the provision of grants. In particular, the Trustees intend that the Foundation will continue to support education through Marlborough College and the British Racing School by way of grants and bursaries. There is also a continued yearly grant the National Horse Racing Museum.

Trustees' responsibilities in relation to the financial statements

The trustees (who are also the directors of The Packard Foundation for the purposes of company law) are responsible for preparing the trustees' annual report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure of the charitable company for that year. 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 judgments and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue to operate.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the 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.

By order of the trustees



Trustee: D M Packard

Date: 11/12/23

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF THE PACKARD FOUNDATION

I report to the charity trustees on my examination of the financial statements of The Packard Foundation for the year ended 31 March 2023, which comprise the Statement of Financial Activities, the Balance Sheet and related notes.

This report is made solely to the charity's trustees, as a body, in accordance with section 145 of the Charities Act 2011. My work has been undertaken so that I might state to the charity's trustees those matters I am required to state to them in this report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for my work, for this report, or for the opinions I have formed.

Responsibilities and basis of report

As the charity's trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 (the '2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

As permitted by Direction 2, issued by the Charity Commission the firm for which I work has provided the Company with bookkeeping services during the year ended 31 March 2023. As a consequence I have followed the requirement of the FRC's Ethical Standard when undertaking this assignment

Independent examiner's report

Since the company's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the ICAEW, which is one of the listed bodies.

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:

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

- accounting records were not kept in respect of the charity as required by section 130 of the Act; or
- the financial statements do not accord with those records; or
- 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.
- the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended practice for accounting and reporting by charities [applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)].

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF THE PACKARD FOUNDATION

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

Nikki Crane FCA
Wilson Wright LLP
Chartered Accountants
5 Fleet Place
London
EC4M 7RD
Date: 19 December 2023

THE PACKARD FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 MARCH 2023

		2023 Unrestricted fund	2022 Unrestricted fund
		£	£
Income	Notes		
Donations		560,628	820,008
Total income		<u>560,628</u>	<u>820,008</u>
Expenditure			
Expenditure on Charitable activities	2	1,255,514	868,473
Total expenditure		<u>1,255,514</u>	<u>868,473</u>
Net expenditure		(694,886)	(48,465)
Total funds at 1 April 2022		185,859	234,324
Total (deficit) / funds at 31 March 2023	9	<u><u>(509,027)</u></u>	<u><u>185,859</u></u>

All income and expenditure has arisen from continuing activities.

THE PACKARD FOUNDATION

STATEMENT OF FINANCIAL POSITION
FOR THE YEAR ENDED 31 MARCH 2023

		2023	Fund	2022	Fund
	Notes	£	£	£	£
Fixed assets					
Social investments	5		-		-
Current assets					
Trade and other receivables	6	124		-	
Cash at bank		398,994		197,276	
		399,118		197,276	
Creditors: Amounts falling due within one year	7	(217,659)		(11,417)	
Net current assets			181,459		185,859
Creditors: Amounts falling due after more than year	8		(690,486)		-
Net (liabilities) / assets			<u>(509,027)</u>		<u>185,859</u>
Represented by:					
Funds	9				
Unrestricted funds			(509,027)		185,859
Total (deficit) / funds			<u>(509,027)</u>		<u>185,859</u>

For the financial year ended 31 March 2023 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

Approved by the Board for issue on 11/12/23

Trustee: D M Packard

D M Packard

Company Registration No. 10722941

THE PACKARD FOUNDATION

**STATEMENT OF CASHFLOWS
FOR THE YEAR ENDED 31 MARCH 2023**

	Notes	2023	2022
		£	£
Net cash generated/(absorbed) by operating activities	10	<u>201,718</u>	<u>(79,218)</u>
Net increase/(decrease) in cash and cash equivalents in the year		201,718	(79,218)
Cash and cash equivalents at the beginning of the year		197,276	276,494
Cash and cash equivalents at the end of the year		<u><u>398,994</u></u>	<u><u>197,276</u></u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

1 Accounting policies

The principal accounting policies adopted and judgements in the preparation of the financial statements are as follows:

1.1 Basis of preparation of accounts

The financial statements have been prepared in accordance with 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)-(Charities SORP(FRS 102)) and the Companies Act 2006.

The Charity meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

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 £.

1.2 Going concern

At the Balance Sheet date, funds were in deficit by £509,027 (2022 - £185,859 surplus), due to the recognition of the liability associated with the 5 year grant. The Trustees' expect the Charity to have sufficient funds to make the grant payments as they fall due. A Trustee has also undertaken to provide further financial support to the charity to cover the deficit on unrestricted funds should this be required.

Based on the above, the Trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Accordingly the Trustees continue to adopt the going concern basis of accounting in the financial statements.

1.3 Incoming resources

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Donations are recognised when the charity has entitlement to the funds and it is probable that the income will be received and the amount can be measured reliably.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

1.4 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

Grants payable are payments made to third parties in the furtherance of the charitable objects of the charity. Unconditional grant offer is accrued once the recipient has been notified of the grant award. The notification gives the recipient a reasonable expectation that they will receive the one-year or multi-year grant.

The provision of a multi-year grant is recognised at its present value where settlement is due over more than one year from the date of the award, there are no unfulfilled performance conditions under the control of the Trust that would permit the Trust to avoid making the future payment(s), settlement is probable and the effect of discounting is material. The discount rate used is the average loan rate in the year in which the grant award is made. This discount rate is regarded by the trustees as providing the most current available estimate of the opportunity cost of money reflecting the time value of money to the Charity.

All expenditure is accounted for on an accruals basis. Irrecoverable VAT is charged against the expenditure heading for which it was incurred.

1.5 Cash at bank

Cash at bank includes cash and short term highly liquid investments with a short maturity from the date of opening the deposit.

1.6 Creditors

Creditors are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably.

1.7 Financial instruments

The charity only has financial assets and liabilities of a kind that qualify as basic financial instruments which include bank balances and social investment loans. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**1 Accounting policies****(Continued)****1.8 Social investments**

A concessionary loan was made to Head Talks Production CIC in the 2018 financial year. This loan was interest free, with no fixed repayment date and had been fully impaired in previous years. The impairment expense was recognised within expenditure on charitable activities.

1.9 Resources expended

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings.

Expenditure on charitable activities comprises those costs incurred by the charity in the delivery of its activities and services. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support it.

Governance costs included costs associated with meeting the constitutional and statutory requirements of the charity and are allocated to charitable expenditure.

Value added tax is not recoverable and such is included in the relevant costs in the Statement of Financial Activities.

1.10 Fund accounting

Unrestricted funds are available to spend on activities that further any of the purposes of the charity. Designated funds are unrestricted funds of the charity which the trustees have decided at their discretion to set aside to use for a specific purpose. Restricted funds are donations which the donor has specified are to be solely used for particular areas of the Charity's work or are raised for particular related purposes.

1.1 Financial instruments

The charity has financial assets and liabilities of a kind that qualify as basic financial instruments which include trade and other receivables, trade and other payables and cash and bank balances. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

2 Expenditure on charitable activities

		2023	2022
		£	£
Grant expenditure		1,246,627	855,256
Programme costs	Support costs	-	(1,219)
Governance costs (see note 3)	Support costs	8,084	12,529
Other	Support costs	803	1,657
Advisory	Support costs	-	292
Recruitment and Training	Support costs	-	(42)
		1,255,514	868,473
Grant expenditure			
Grant commitments made in the year		1,344,482	855,256
Present value adjustment on grant commitments made in year		(144,825)	-
		1,199,657	855,256
Finance costs		46,970	-
		1,246,627	855,256

Where significant grant payments are due in greater than one year the amounts have been discounted to reflect their net present value. Finance costs represent finance charges in respect of the unwinding of the grants.

	2023	2022
	£	£
Present value of grant commitments made in year		
Commitments at 1 April 2022	-	-
Commitments made in year	1,199,657	-
Grants paid during the year	(344,482)	-
Finance costs	46,970	-
Commitments at 31 March 2023	902,145	-
Commitments at 31 March 2023 are payable as follows:-		
Within one year (note 7)	211,659	-
After more than one year (note 8)	690,486	-
	902,145	-

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

3 Governance costs	2023	2022
	£	£
Accountancy	4,250	7,152
Fees for Independent examination	2,400	6,000
Legal fees	1,434	(623)
	<u>8,084</u>	<u>12,529</u>

4 Trustees and employees

No remuneration was paid to the trustees or their connected persons for the year, nor were any expenses reimbursed to them (2022 - £nil).

There were no persons employed by the charity during the year or the previous year.

5 Social investments
**Programme
related
investments
loans
£**
Cost

At 31 March 2022 and 31 March 2023

125,000

Impairment

At 31 March 2022

125,000

Impairment losses

-

At 31 March 2023

125,000

Carrying amount

At 31 March 2023

-

At 31 March 2022

-

6 Debtors

2023
£

2022
£

Other debtors

124

-

7 Creditors: Amounts falling due within one year

2023
£

2022
£

Trade payables

600

-

Grant payables

211,659

-

Accruals

5,400

11,417

217,659

11,417

8 Creditors: Amounts falling due more than one year

2023
£

2022
£

Grant payables

690,486

-

690,486

-

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

9	Movement in funds		Net movement in funds £
	Balance as at 1 April 2021		234,324
	Income and expenditure account		(48,465)
	Balance at 31 March 2022		<u>185,859</u>
	Year ended 31 March 2023		
	Income and expenditure account		(694,886)
	Balance at 31 March 2023		<u>(509,027)</u>
10	Cash generated from operations		
		2023 £	2022 £
	Net movement in funds for the period	(694,886)	(48,465)
	Movement in working capital		
	(Increase)/decrease in debtors	(124)	797
	Increase/(decrease) in creditors	896,728	(31,550)
	Cash flow generated/(absorbed) by operating activities	<u>201,718</u>	<u>(79,218)</u>
11	Transactions with related parties		
	No related party transactions requiring disclosure took place during the year.		

