

Company registration number: 04175018

Charity registration number: 1104191

The Bevan Foundation

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 31 March 2019

The Bevan Foundation

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The Bevan Foundation

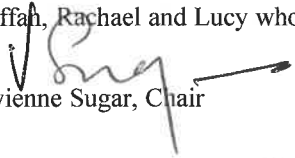
Chair's Introduction for the Year Ended 31 March 2019


A breakthrough year

2018/19 was the year in which we achieved a significant leap forward in influence and activity. Successful bids for project funding enabled us to recruit new staff members to the team and focus on our key themes of poverty, inequality and economic resilience.

We are still a very small organisation with the equivalent of four and a half staff but we fight well above our weight. Quoted extensively in Assembly debates, interviewed by press and TV, seen as experts and opinion formers who challenge the status quo, we achieved a profile and impact that belies our modest resources.

We are grateful to the organisations and individual supporters who made this possible. As we grow so does our ambition to increase awareness of how public policy impacts on the lives of the people of Wales and on how and why change is needed. In conclusion I would also like to thank my fellow Board of Trustees members for their time and commitment, our director Victoria Winckler and the small but impactful team of Claire, Helen, Steffan, Rachael and Lucy who are the Bevan Foundation.


Vivienne Sugar, Chair



The Bevan Foundation

Trustees' Report

The trustees are pleased to present their annual directors' report together with the consolidated financial statements for the charity for the year ended 31 March 2019. The report also meets the requirements for a directors' report and accounts for Companies Act purposes.

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association, and Accounting and Reporting by Charities: Statement of Recommended Practice.

Objectives and activities

Objects and aims

The purposes of the charity are:

1. To advance in Wales the education of the public in the economic, social and political sciences and their effect on public policy and the policy making process;
2. To promote research in these fields and disseminate the useful results of such research.

During 2018/19 the Bevan Foundation continued to increase public understanding of equality, justice and prosperity in Wales through a mix of reports, articles and briefings; organising or contributing to training, conferences and seminars; and by informing public policy and commenting in the media.

The Trustees have full regard to the Charity Commission's guidance on public benefit and to its regulatory alert issued to think tanks. The ways in which they have done so is demonstrated in throughout this report.

The main benefit of the Foundation's activities is a significant increase in collective knowledge and understanding of social and economic issues in Wales, particularly of issues that are otherwise neglected. The Foundation's activities have clear educational objectives, it uses robust methods of data collection and analysis, and its conclusions are accurate and balanced. Its reports are usually checked by one or more experts in the relevant field before publication.

Objectives, strategies and activities

The year saw an exceptionally high level of excellent quality educational output. In total it published seven major reports, four responses to Welsh Government consultations and 46 online articles, all of which were freely available on its website. The number of visitors to its website increased by nearly 50% compared with the previous year, and its social media presence continued to grow reaching 8,300 Twitter followers and 2,700 Facebook followers.

The charity's educational events programme enabled it to engage with more than 600 people from a wide range of backgrounds at a mix of free and paid-for events. Our free 'thought-leader' talks featured Lord Bird, founder of The Big Issue; Jeremy Miles AM, Counsel General for Wales; Claire Ainsley, author of 'The New Working Class', and Deborah Hargreaves, former Guardian business editor and researcher on gender equality. The charity organised four seminars linked to its ongoing project work, hosted a visit by a delegation from Northern Ireland as part of the Carnegie UK Trust's Well-being programme, and delivered one fee-paying conference and two training sessions.

For its supporters, the charity published three issues of its magazine, Exchange, and monthly State of Wales briefings. It also organised one event for supporters in conjunction with its AGM and a New Year supporters' lunch.

The Bevan Foundation

Trustees' Report

The Bevan Foundation's work programme in 2018/19 focused on solving poverty; reducing inequality and increasing economic resilience. It also completed projects begun in the previous year as well as providing an outlook on key developments that might take place in 2019.

1. Solving Poverty

The first full year of our new collaboration with the Joseph Rowntree Foundation enabled the Bevan Foundation to make significant progress to increase the public's understanding of the causes and consequences of poverty and to develop practical solutions. Early in the year, the charity expressed concern at plans to scrap School Uniform Grant, which helps low-income families with the costs of school equipment. The plans were halted and a new scheme launched together with new guidance to schools. The charity also responded to proposed changes to eligibility for free school meals, and was encouraged that the new First Minister included a commitment to broaden eligibility in his leadership manifesto.

Alerted to the scale of 'food poverty' amongst children, the charity investigated the incidence of 'holiday hunger' amongst low income families, making it the focus of its Christmas 2018 appeal. A seminar in February 2019 enabled providers of holiday schemes to learn from best practice and discuss the barriers to increasing provision in Wales. The findings were launched in May 2019. The problem of holiday hunger has a greatly increased profile as a result, with the charity's staff contributing to print and broadcast media coverage. Following the charity's work, several organisations have set up schemes to reduce holiday hunger and that the Welsh Government has since allocated £100,000 for holiday provision to alleviate hunger.

In November 2018 the charity completed work on the effect of Universal Credit on devolved public services, and called on public bodies to step up their planning. Building on its findings, the National Assembly for Wales launched an inquiry into how benefits could be better delivered, and the charity was pleased to bring UK experts on the new benefit to a seminar with key stakeholders.

During the year the Bevan Foundation also investigated the role of work as a solution to poverty, holding a conference on 'fair work' in partnership with Business in the Community Cymru, and researching an in-depth report due for publication in 2019/20. It also published the findings of its project on an 'inclusive economy' in May 2018, the work for which had been undertaken in the previous financial year.

2. Building economic resilience

The Bevan Foundation has long been concerned about places in Wales that do not benefit from prosperity and growth, including those in the south Wales valleys. In July 2018 we questioned the impact of government interventions on people in the valleys in BBC Wales news coverage. This shaped debate in the National Assembly for Wales and other media outlets. The charity decided to undertake further work itself on possible solutions, which the Friends Provident Foundation kindly part-funded. It is co-financed by several local authorities, social landlords and other organisations. The project started in January 2019 with a project officer in post from March 2019. The main outputs will be in 2019/20 and 2020/21.

The charity also published its findings on how Wales' higher education institutions might respond to Brexit, not only in terms of the possible impacts on funding, staffing and student numbers but also the future role of universities in wider society. The project was undertaken in partnership with Universities Wales, and was launched at an event with the now First Minister and the Vice Chancellor of Cardiff University.

The Bevan Foundation

Trustees' Report

3. Increasing equality

As a result of concerns about community relationships, the Bevan Foundation was funded by the Paul Hamlyn Foundation to explore alternative approaches to immigration and the integration of migrants. The project began in July 2018 with a detailed analysis of the role of migration in maintaining and growing Wales' population. This was followed by a symposium which brought several UK experts to Wales to explore for the first time how migration policy could work better for Wales. The charity published a landmark report in January 2019 which asked important questions about who should decide who lives, works and studies in Wales. Through this the charity has helped to ensure that public discussion about migration are informed by Wales's specific demographic circumstances, and it has also shaped consideration of changes in immigration policy by the National Assembly for Wales.

The Bevan Foundation also investigated health inequalities, starting a project with the Age Alliance Wales (via Age Cymru) on older people's access to GP services, which is due for completion in autumn 2019. It also held a seminar on health inequalities in partnership with MacMillan Cancer Care, a report of which was published in April 2019.

4. Better opportunities for young people

The charity published its findings on improving prospects for young people who do not achieve five GCSE's at grades A*- C in May 2018. It found that the range of opportunities was limited, and that there could be significant barriers to participation in further education. The charity's recommendations were launched at the National Assembly for Wales and at an event for young people and learning providers in Port Talbot, where the fieldwork was undertaken.

Achievements and performance

Through its project work the Bevan Foundation increased collective knowledge about fairness, prosperity and sustainability, and as a result it is changing what a wide range of organisations do.

Increasing public understanding

Over the year the charity increased public awareness and understanding through extensive media coverage, including UK-wide coverage in the Guardian, Independent and Radio 4, Welsh media (BBC Wales radio and TV, Western Mail and Walesonline) and local media such as the South Wales Argus). The Bevan Foundation also published ten 'State of Wales' briefings which provide accessible insights into key topics.

In addition, many of its reports and briefings are used as learning resources in further and higher education, and are used by organisations to shape their forward plans.

Strengthening democracy

The collective knowledge generated by the Bevan Foundation helped to strengthen democracy. It gave written and oral evidence to three different Assembly Committee inquiries, and the charity's findings were quoted in Assembly debates on more than 50 occasions by politicians from all political parties. The Foundation's work was also cited by a House of Lords Committee and by the Assembly's research service.

The Bevan Foundation

Trustees' Report

Shaping public policy

The charity made an important contribution to the policies of public bodies in Wales. The Welsh Government established a new grant scheme and issued new, statutory guidance to schools on affordable school uniforms following the charity's concerns about changes to the support for families. It has also reinvigorated and refocused the work of the Valleys Task Force following our concerns about its impact, and it has echoed our calls for changes to immigration policy at least for EU economic migrants. The Welsh Government is continuing to work on three devolved taxes the Bevan Foundation called for in 2016/17.

Informing other organisations

The Bevan Foundation's activities made a valuable contribution to the agendas, policies and practices of other organisations.

The charity's staff team reached more than 500 professionals at conferences including those organised by the Tenant Participation Advisory Service, Learning and Work Institute, Shelter Cymru and many others. In addition, staff contributed to smaller-scale events, including those organised by the Wales Institute for Socio-economic Research, Data and Methods (WISERD) and Welsh Government.

Financial review

2018/19 is the second year of implementing the charity's new financial strategy. In many ways it has been very successful, with the charity more than doubling its income in those two years.

Almost all the increase in income is due to its success attracting restricted funding from a wider range of trusts and foundations, including the Joseph Rowntree Foundation, Paul Hamlyn Foundation and Friends Provident Foundation, as well as small contributions from Welsh charities and public bodies. The increase in restricted funds as enabled it to employ additional staff to deliver these projects. Some of the restricted income has been received in advance and so nearly a third of its restricted funding is carried forward in to 2019/20.

The position in respect of unrestricted funding continues to be very challenging. The charity has found it difficult to achieve the targets in its fund-raising strategy drawn up in 2017/18 despite investing additional resources. As a result the charity is reporting a deficit in unrestricted funds of £31,998. It is able to meet this shortfall from its unrestricted reserves, which have fallen to £45,330 as a result.

Trustees have revised the funding targets for 2019/20 to a more achievable level and will continue to make every effort to ensure the Foundation's funding is sustainable.

Plans for future periods

The Trustees will continue to deliver the Bevan Foundation strategy for 2018/19 to 2020/21. The strategy has three broad themes - equality, justice and prosperity - and specific outcomes it wishes to achieve in each.

Structure, governance and management

Nature of governing document

The Bevan Foundation is a charitable company limited by guarantee, incorporated on 7th March 2001 and registered as a charity on 8th June 2004. The company was established under a Memorandum of Association, which established the objects and powers of the charitable company, and is governed under its Articles of Association.

The Bevan Foundation

Trustees' Report

Recruitment and appointment of trustees

The directors of the company are also charity Trustees for the purposes of charity law and are known under the company's Articles of Association as Trustees. The Articles of Association provide for up to four Trustees to be elected for a four year term at the Annual General Meeting following an open call for nominations. Vacancies can also be filled by co-option by the board, such co-option to run until the date of the next Annual General Meeting.

At the Foundation's Annual General Meeting in November 2018, Vivienne Sugar, Rachal Minchinton and Mark Hooper were re-elected as Trustees, and Lynne Hughes was elected for the first time. Following open advertisement the previous year, Anthony Hunt, William Powell and Professor Sally Power were also appointed by the AGM to fill casual vacancies. Trustees subsequently co-opted Tegid Roberts, Sandy Blair and Tamsin Stirling to the board until the next AGM.

The board agreed that Vivienne Sugar should continue as Chair and Rachal Minchinton should continue as Vice Chair. Duncan Forbes continued as company secretary and Mark Hooper continued as Treasurer. Rachal Minchinton stood down as a Trustee in July 2019 due to pressure of work.

Induction and training of trustees

Given the number of new Trustees, the Foundation held two induction and training sessions in the year. In addition all Trustees are regularly informed about charity matters via regular newsletters for Trustees from the Charity Commission and Wales Council for Voluntary Action. Governance is a standard item in the Chief Executive's reports to the board, and Trustees undertake an annual governance review. Trustees are invited to participate in appropriate external training and development opportunities that may be of interest, including those on fundraising and good governance.

Arrangements for setting key management personnel remuneration

The charity's trustees give their time freely and none received remuneration in the year. Trustees' expenses may be reimbursed in line with the charity's expenses policies and are disclosed in note 12 to the accounts.

The pay and employer pension contributions of the senior staff are reviewed annually, taking into account changes in the cost of living and pay levels in other small charities as well as the Bevan Foundation's limited resources.

Organisational structure

The board meets quarterly and is responsible for the strategic direction and policy of the charity. It has a scheme of delegation in place which sets out the decisions devolved to the Chief Executive. The Company Secretary is also a Trustee.

The charity's aims and activities for the year ahead are set out in its forward work programme, in so far as this is possible given the nature of the charity's funding. Its activities, outputs and impacts are monitored, along with the availability of funding for the organisation and each project. The charity's plans are revised to take account of financial, political or other relevant changes.

Responsibility for ensuring the activities take place and for meeting the charity's targets rests with the chief executive officer.

The Bevan Foundation

Trustees' Report

Relationships with related parties

The charity does not have any related parties as defined by the Charity Commission.

Major risks and management of those risks

The Trustees examined the major strategic business and operational risks which the charity faces. The major risks continue to be lack of long-term funding and reliance on an exceptionally small staff. The board manages and mitigates the risks.

The Trustees set an outline budget for the financial year and monitor income and expenditure against the budget each quarter, revising it as necessary. The Trustees consider that this is adequate for the scale and current financial health of the charity.

The Bevan Foundation

Trustees' Report

Reference and Administrative Details

Trustees	Mr R D Blair Mr D S Forbes Mr M J Hooper Mr J M Imperato Ms C E Lewis Ms R Minchinton (resigned 23 July 2019) Ms V Sugar Ms M L Hughes (appointed 1 June 2018) Mr J T Roberts (appointed 1 June 2018) Prof S A R Power (appointed 1 June 2018) Cllr W D Powell (appointed 19 July 2018) Ms T Stirling (appointed 23 January 2019) Cllr A Hunt (appointed 19 July 2018)
Secretary	Mr D S Forbes
Senior Management Team	Dr V Winckler
Principal Office	145a High Street Merthyr Tydfil Mid Glamorgan CF47 8DP
Registered Office	145a High Street Merthyr Tydfil Mid Glamorgan CF47 8DP
Company Registration Number	04175018
Charity Registration Number	1104191
Bankers	The Cooperative Bank
Independent Examiner	Mitchell Meredith Limited Chartered Accountants The Orbit Business Centre Rhydycar Business Park Merthyr Tydfil Mid Glamorgan CF48 1DL

Financial instruments

Objectives and policies

The charity's activities expose it to a number of financial risks including credit risk, cash flow risk and liquidity risk.

The Bevan Foundation

Trustees' Report

Credit risk

The charity's principal financial assets are bank balances and cash, trade and other receivables.

The charity's credit risk is primarily attributable to its trade receivables. The amounts presented in the balance sheet are net of allowances for doubtful receivables. An allowance for impairment is made where there is an identified loss event which, based on previous experience, is evidence of a reduction in the recoverability of the cash flows.

Statement of Trustees Responsibilities

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

Company law requires the trustees to prepare financial statements for each financial year. 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 its incoming resources and application of resources, including its income and expenditure, 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;
- 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 in business.

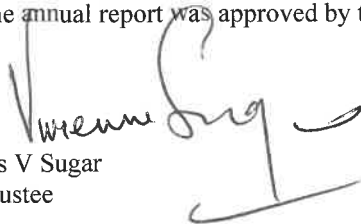
The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the 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.

Small companies provision statement

This report has been prepared in accordance with the small companies regime under the Companies Act 2006.

The annual report was approved by the trustees of the charity on 16/10/19 and signed on its behalf by:

Ms V Sugar
Trustee



The Bevan Foundation

Independent Examiner's Report to the trustees of The Bevan Foundation

I report to the charity trustees on my examination of the accounts of the charity for the year ended 31 March 2019 which are set out on pages 11 to 25.

Respective responsibilities of trustees and examiner

As the charity's trustees of The Bevan Foundation (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 Bevan Foundation 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.

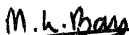
Independent examiner's statement

Since The Bevan Foundation'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 Mitchell Meredith Limited, 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:

1. accounting records were not kept in respect of The Bevan Foundation as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act 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; or
4. 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)].

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.



M.L. Barnes FCCA ACA
Chartered Accountants
Mitchell Meredith Limited

The Orbit Business Centre
Rhydycar Business Park
Merthyr Tydfil
Mid Glamorgan
CF48 1DL

Date: 16/10/2019

The Bevan Foundation

Statement of Financial Activities for the Year Ended 31 March 2019 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Restricted funds £	Total 2019 £	Total 2018 £
Income and Endowments from:					
Donations and legacies	3	53,455	174,768	228,223	197,081
Charitable activities	5	30,689	-	30,689	47,090
Investment income	6	32	-	32	26
Other income	7	279	254	533	9
Total Income		<u>84,455</u>	<u>175,022</u>	<u>259,477</u>	<u>244,206</u>
Expenditure on:					
Raising funds	8	(35,446)	-	(35,446)	(23,202)
Charitable activities	9	(81,007)	(116,838)	(197,845)	(152,635)
Total Expenditure		<u>(116,453)</u>	<u>(116,838)</u>	<u>(233,291)</u>	<u>(175,837)</u>
Net (expenditure)/income		<u>(31,998)</u>	<u>58,184</u>	<u>26,186</u>	<u>68,369</u>
Net movement in funds		(31,998)	58,184	26,186	68,369
Reconciliation of funds					
Total funds brought forward		<u>77,328</u>	<u>56,250</u>	<u>133,578</u>	<u>65,209</u>
Total funds carried forward	21	<u><u>45,330</u></u>	<u><u>114,434</u></u>	<u><u>159,764</u></u>	<u><u>133,578</u></u>

The statement of financial activities includes all gains and losses recognised in the year. All of the charity's activities derive from continuing operations during the above two periods.

The Bevan Foundation
(Registration number: 04175018)
Balance Sheet as at 31 March 2019

	Note	2019 £	2018 £
Fixed assets			
Tangible assets	16	1,903	1,557
Current assets			
Debtors	17	10,622	4,829
Cash at bank and in hand		168,873	138,853
		<u>179,495</u>	<u>143,682</u>
Creditors: Amounts falling due within one year	18	<u>(21,634)</u>	<u>(11,661)</u>
Net current assets		<u>157,861</u>	<u>132,021</u>
Net assets		<u>159,764</u>	<u>133,578</u>
Funds of the charity:			
Restricted funds		114,434	56,250
Unrestricted income funds			
Unrestricted funds		<u>45,330</u>	<u>77,328</u>
Total funds	21	<u>159,764</u>	<u>133,578</u>

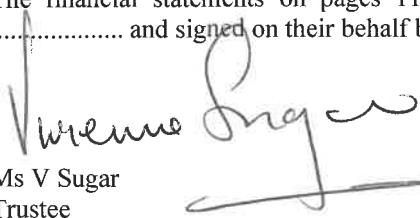
For the financial year ending 31 March 2019 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

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

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements on pages 11 to 25 were approved by the trustees, and authorised for issue on and signed on their behalf by:


Ms V Sugar
Trustee

The Bevan Foundation

Notes to the Financial Statements for the Year Ended 31 March 2019

1 Charity status

The charity is a charity limited by guarantee and consequently does not have share capital. Each of the trustees is liable to contribute an amount not exceeding £1 towards the assets of the charity in the event of liquidation.

The charity is incorporated in England and Wales.

The address of its registered office is: 145a High Street
Merthyr Tydfil
Mid Glamorgan
CF47 8DP

These financial statements were authorised for issue by the Board on

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

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 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102). They also comply with the Companies Act 2006 and Charities Act 2011.

Basis of preparation

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

Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

Exemption from preparing a cash flow statement

The charity opted to early adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cash flow statement in these financial statements.

Income and endowments

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 the income receivable can be measured reliably.

The Bevan Foundation

Notes to the Financial Statements for the Year Ended 31 March 2019

Donations and legacies

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the charity before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that these conditions will be fulfilled in the reporting period.

Grants receivable

Grants are recognised when the charity has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

Deferred income

Deferred income represents amounts received for future periods and is released to incoming resources in the period for which, it has been received. Such income is only deferred when:

- The donor specifies that the grant or donation must only be used in future accounting periods; or
- The donor has imposed conditions which must be met before the charity has unconditional entitlement.

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Raising funds

These are costs incurred in attracting voluntary income.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Support costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating property costs by floor areas, or per capita, staff costs by the time spent and other costs by their usage.

Governance costs

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees's meetings and reimbursed expenses.

The Bevan Foundation

Notes to the Financial Statements for the Year Ended 31 March 2019

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Tangible fixed assets

Individual fixed assets costing £500.00 or more are initially recorded at cost.

Depreciation and amortisation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Fixtures and Fittings	20% on reducing balance
Computer Equipment	25% on reducing balance

Trade debtors

Trade debtors are amounts due from customers for services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. A provision for the impairment of trade debtors is established when there is objective evidence that the charity will not be able to collect all amounts due according to the original terms of the receivables.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the charity does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price.

Fund structure

Unrestricted income funds are general funds that are available for use at the trustees's discretion in furtherance of the objectives of the charity.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

The Bevan Foundation

Notes to the Financial Statements for the Year Ended 31 March 2019

Hire purchase and finance leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Rentals payable under operating leases are charged in the Statement of Financial Activities on a straight line basis over the lease term.

Pensions and other post retirement obligations

The charity operates a defined contribution pension scheme. Contributions are charged in the statement of financial activities as they become payable in accordance with the rules of the scheme.

Financial instruments

Classification

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are recognised at transaction value.

3 Income from donations and legacies

	Unrestricted funds £	Restricted funds £	Total 2019 £	Total 2018 £
Gift aid reclaimed	3,934	-	3,934	9,267
Grants receivable (note 4)	-	173,094	173,094	120,715
Subscriptions and donations	49,521	1,674	51,195	67,099
	<u>53,455</u>	<u>174,768</u>	<u>228,223</u>	<u>197,081</u>

The Bevan Foundation

Notes to the Financial Statements for the Year Ended 31 March 2019

4 Grants Receivable

	Unrestricted Funds £	Restricted Funds £	Total Funds 2,019 £	Total Funds 2,018 £
Joseph Rowntree Foundation	-	75,000	75,000	93,750
Paul Hamlyn Foundation	-	60,000	60,000	-
Garfield Weston Foundation	-	-	-	20,000
Carnegie UK Trust	-	-	-	2,083
Crowdfunding	-	-	-	4,882
Friends Provident	-	2,594	2,594	-
Age Alliance Wales	-	10,000	10,000	-
Learning and Work Institute	-	1,500	1,500	-
Cynon Taf Community Housing Group	-	2,500	2,500	-
Merthyr Valleys Homes	-	4,000	4,000	-
Rhondda Cynon Taf County Borough Council	-	10,000	10,000	-
Merthyr Tydfil County Borough Council	-	5,000	5,000	-
Tai Calon Community Housing	-	2,500	2,500	-
	-	173,094	173,094	120,715

5 Income from charitable activities

	Unrestricted funds £	Total 2019 £	Total 2018 £
Research	30,689	30,689	47,090

The Bevan Foundation

Notes to the Financial Statements for the Year Ended 31 March 2019

6 Investment income

	Unrestricted funds £	Total 2019 £	Total 2018 £
Interest receivable and similar income;			
Interest receivable on bank deposits	32	32	26
	32	32	26

7 Other income

	Unrestricted funds £	Restricted funds £	Total 2019 £	Total 2018 £
Other Income	279	254	533	9
	279	254	533	9

8 Expenditure on raising funds

	Note	Unrestricted funds £	Total 2019 £	Total 2018 £
Direct costs		7,943	7,943	8,824
Staff Costs		12,466	12,466	9,739
Allocated support costs	10	15,037	15,037	4,639
		35,446	35,446	23,202

The Bevan Foundation

Notes to the Financial Statements for the Year Ended 31 March 2019

9 Expenditure on charitable activities

	Note	Unrestricted funds £	Restricted funds £	Total 2019 £	Total 2018 £
Direct costs		8,665	11,569	20,234	6,571
Staff costs		27,994	97,875	125,869	102,553
Allocated support costs	10	32,534	7,394	39,928	32,755
Governance costs	10	11,814	-	11,814	10,756
		81,007	116,838	197,845	152,635

£81,007 (2018 - £109,003) of the above expenditure was attributable to unrestricted funds and £116,838 (2018 - £43,632) to restricted funds.

10 Analysis of governance and support costs

Governance costs

	Unrestricted funds £	Total 2019 £	Total 2018 £
Independent examiner fees			
Examination of the financial statements	2,995	2,995	2,975
Staff costs	6,791	6,791	6,089
Allocated support costs	2,028	2,028	1,692
	11,814	11,814	10,756

The Bevan Foundation

Notes to the Financial Statements for the Year Ended 31 March 2019

Analysis of support costs

	Donations & Subscriptions	Research	Governance Function	Total 2019	Total 2018
	£	£	£	£	£
Establishment costs	2,659	6,927	359	9,945	8,751
Office expenses	602	1,570	82	2,254	2,742
Printing postage and stationery	387	1,011	53	1,451	1,557
Sundry costs	1,413	4,439	189	6,041	2,847
Travel costs	1,435	3,737	192	5,364	3,280
Advertising	8,296	21,608	1,120	31,024	18,918
Legal and professional costs	-	-	-		35
Bank charges	79	205	11	295	456
Depreciation	166	431	22	619	500
	15,037	39,928	2,028	56,993	39,086

Basis of allocation

Reference	Method of allocation
Employment costs	Staff Time
Establishment and other costs	Usage

11 Net incoming/outgoing resources

Net incoming resources for the year include:

	2019 £	2018 £
Operating leases - other assets	6,231	5,500
Depreciation of fixed assets	378	500
	6,609	6,000

The Bevan Foundation

Notes to the Financial Statements for the Year Ended 31 March 2019

12 Trustees remuneration and expenses

There were no trustees' remuneration or other benefits for the year ended 31 March 2019 nor for the year ended 31 March 2018.

During the year two (2018 - One) trustees were reimbursed expenses totalling £1,689 (2018 - £1,185)

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

No trustees have received any other benefits from the charity during the year.

13 Staff costs

The aggregate payroll costs were as follows:

	2019	2018
	£	£
Staff costs during the year were:		
Wages and salaries	123,248	102,350
Social security costs	9,650	6,958
Pension costs	12,228	9,073
	<u>145,126</u>	<u>118,381</u>

The monthly average number of persons (including senior management team) employed by the charity during the year expressed as full time equivalents was as follows:

	2019	2018
	No	No
Staff	<u>4</u>	<u>4</u>

3 (2018 - 3) of the above employees participated in the Defined Contribution Pension Schemes.

Contributions to the employee pension schemes for the year totalled £12,228 (2018 - £9,073).

No employee received emoluments of more than £60,000 during the year.

The total employee benefits of the key management personnel of the charity were £59,990 (2018 - £54,890).

The chief executive officer, as the highest paid member of staff, received benefits totalling £59,990 (2018 - £54,890).

The Bevan Foundation

Notes to the Financial Statements for the Year Ended 31 March 2019

14 Independent examiner's remuneration

	2019	2018
	£	£
Examination of the financial statements	<u>2,995</u>	<u>2,975</u>

15 Taxation

The charity is a registered charity and is therefore exempt from taxation.

16 Tangible fixed assets

	Furniture and equipment	Computer equipment	Total
	£	£	£
Cost			
At 1 April 2018	5,852	15,079	20,931
Additions	-	965	965
At 31 March 2019	<u>5,852</u>	<u>16,044</u>	<u>21,896</u>
Depreciation			
At 1 April 2018	5,623	13,751	19,374
Charge for the year	46	573	619
At 31 March 2019	<u>5,669</u>	<u>14,324</u>	<u>19,993</u>
Net book value			
At 31 March 2019	<u>183</u>	<u>1,720</u>	<u>1,903</u>
At 31 March 2018	<u>229</u>	<u>1,328</u>	<u>1,557</u>

17 Debtors

	2019	2018
	£	£
Trade debtors	9,242	3,508
Prepayments	1,380	1,321
	<u>10,622</u>	<u>4,829</u>

The Bevan Foundation

Notes to the Financial Statements for the Year Ended 31 March 2019

18 Creditors: amounts falling due within one year

	2019 £	2018 £
Trade creditors	4,574	1,380
Other taxation and social security	4,463	-
VAT	1,898	1,589
Other creditors	2,835	908
Accruals	2,844	2,784
Deferred income	5,020	5,000
	<u>21,634</u>	<u>11,661</u>

19 Pension and other schemes

Defined contribution pension scheme

The charity operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the charity to the scheme and amounted to £12,228 (2018 - £9,073).

20 Commitments

Other financial commitments

Consists of a rental lease with annual payments of £5,500 and is due to end in August 2020.

Amount due in 1 year £5,500

Amounts due between 1 and 2 years £1,375

The total amount of other financial commitments not provided in the financial statements was £6,875 (2018 - £12,375).

The Bevan Foundation

Notes to the Financial Statements for the Year Ended 31 March 2019

21 Funds

	Balance at 1 April 2018 £	Incoming resources £	Resources expended £	Balance at 31 March 2019 £
Unrestricted funds				
<i>General</i>				
Unrestricted income fund	77,328	84,455	(116,453)	45,330
Restricted funds				
JRF Collaboration	56,250	75,000	(75,000)	56,250
Building Economic Resilience	-	26,594	(5,077)	21,517
Enhancing Integration and Migration Policies in Wales	-	60,000	(30,000)	30,000
Access to GP's	-	10,000	(3,333)	6,667
Adult Learners Week	-	1,500	(1,500)	-
Hands Up Against Holiday Hunger	-	1,928	(1,928)	-
Total restricted funds	<u>56,250</u>	<u>175,022</u>	<u>(116,838)</u>	<u>114,434</u>
Total funds	<u>133,578</u>	<u>259,477</u>	<u>(233,291)</u>	<u>159,764</u>
	Balance at 1 April 2017 £	Incoming resources £	Resources expended £	Balance at 31 March 2018 £
Unrestricted funds				
<i>General</i>				
Unrestricted income fund	65,209	144,324	(132,205)	77,328
Restricted funds				
JRF Collaboration	-	75,000	(18,750)	56,250
Better Opportunities for disadvantaged young people in Wales	-	24,882	(24,882)	-
Total restricted funds	<u>-</u>	<u>99,882</u>	<u>(43,632)</u>	<u>56,250</u>
Total funds	<u>65,209</u>	<u>244,206</u>	<u>(175,837)</u>	<u>133,578</u>

The Bevan Foundation

Notes to the Financial Statements for the Year Ended 31 March 2019

The specific purposes for which the funds are to be applied are as follows:

JRF Collaboration represents funding from Joseph Rowntree Foundation towards Prosperity without Poverty.

Better opportunities for disadvantaged young people in Wales represents funding from Garfield Weston and Crowd funding towards the project.

Enhancing Integration and migration policies in Wales represents funding from the Paul Hamlyn Foundation towards the project.

Building Economic Resilience in Wales represents funding from Tai Calon Community, Cynon Taf Community, Merthy Valley Homes, Rhondda Cynon Taf and Merthyr Tydfil County Borough Council towards the project.

Access to Gp's represents funding from Age Cymru towards the project.

22 Analysis of net assets between funds

	Unrestricted funds	Restricted funds	Total funds
	General £	£	£
Tangible fixed assets	1,903	-	1,903
Current assets	65,061	114,434	179,495
Current liabilities	(21,634)	-	(21,634)
Total net assets	<u>45,330</u>	<u>114,434</u>	<u>159,764</u>