

Company No: 2292601 (England and Wales)  
Charity No: 800065

**INSTITUTE FOR PUBLIC POLICY RESEARCH LTD**

**DIRECTORS' AND TRUSTEES' REPORT AND ACCOUNTS**

**FOR THE YEAR ENDED 31 DECEMBER 2007**

Registered address:  
30-32 Southampton Street  
London WC2E 7RA

# INSTITUTE FOR PUBLIC POLICY RESEARCH LTD

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**Legal and administrative information**

**Full name of charity**

Institute for Public Policy Research Ltd

**Other names used by the charity**

Institute for Public Policy Research, ippr

**Charity registration number**

800065

**Company registration number**

2292601

Directors and Trustees who have acted during the year

C Powell	Former Chairman
Professor the Lord Bhattacharyya	
Lord Brooke	
Lord Eatwell	
Lord Gavron	
J Hardie	Treasurer
Lord Hollick	
Professor J Humphries	
Professor R Jowell	
Rt Hon Lord Kinnock	
F O'Grady	
Dr C Patel	
Sir Michael Perry	resigned September 10 2007
D Pitt-Watson	
D Prentis	
Lord Puttnam	
Lord M Rees	
Baroness S Williams	
Baroness Young of Old Scone	
Dr Jane Roberts DBE	Secretary
C Oppenheim	resigned 10 September 2007
K Parminter	
Nitin Parekh	joined 10 September 2007
John Makinson	joined 10 September 2007 - Chairman

Chief Executive

The day-to-day management of the organisation was delegated to the Chief Executive, Nick Pearce until 27 June 2007 and subsequently, to joint Chief Executives Carey Oppenheim and Lisa Harker from 17 September 2007

**Legal and administrative information (continued)**

**Registered office**

30-32 Southampton Street  
London  
WC2E 7RA

**Company secretary**

Dr Jane Roberts CBE

**Auditors**

Saffery Champness  
Lion House  
Red Lion Street  
London  
WC1R 4GB

**Bankers**

Unity Trust Bank plc  
9 Brindley Place  
4 Oozells Square  
Birmingham B1 2HB

**Solicitors**

Bates Wells & Braithwaite  
Cheapside House  
138 Cheapside  
London EC2V 6BB

**Insurance brokers**

Stackhouse Poland Ltd  
New House  
Bedford Road  
Guildford  
Surrey  
GU1 4SJ

## Report of the Trustees

The trustees, who are also directors of the charity for the purposes of the Companies Act, present their annual report and the audited financial statements for the year ended 31 December 2007.

### Structure, Governance and Management

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#### How the charity is constituted and the nature of the governing document

The charity is constituted as a company limited by guarantee and is governed by a Memorandum and Articles of Association.

#### Method of recruitment and appointment of trustees

The trustees (who are the directors of the company for Companies Act purposes) are elected by the company's members at the Annual General Meeting. One third of the trustees retire each year. The trustees have the power to appoint to fill casual vacancies. New trustees can be nominated by any trustee.

#### Induction and training of trustees

Trustees are given an in-depth introduction to the organisation and the role of trustee through meetings with other trustees (including the Chair) and meetings with staff (including Chief Executive). New trustees are also given relevant documentation including recent research, meeting minutes and annual reports.

#### Organisational structure

The day-to-day running of the organisation is delegated to staff under the leadership of the Chief Executives. The board of trustees meet on a quarterly basis primarily to discuss issues of strategic direction both in relation to the running of the organisation and the research priorities. They therefore approve an annual strategic plan and budget before the start of the year and then monitor progress against the plan during the year.

#### Group structure

The charity fully owns a trading subsidiary, IPPR Trading Limited, which undertakes consultancy work. Ippr North is a team within the charity.

#### Risk management

During the year the trustees continued to develop and refine their risk management strategy, which comprises:

- an annual review of the major risks to which the charity is exposed
- the establishment of systems and procedures to mitigate those risks
- the implementation of procedures designed to minimise any potential impact on the charity should any of those risks materialise.

The most significant external risk faced by the charity is the potential volatility of funding. This is being addressed through the reserves policy described below and through the diversification of income sources both in terms of sector (to reduce reliance on corporate donations) and activity (to reduce reliance on restricted research income). Internal risks have been minimised by the strengthening of senior management, financial controls and the research quality assurance process. These procedures are periodically reviewed to ensure that they still meet the needs of the charity.

### Objectives and Activities

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#### Objects

The charity's object is to contribute to public understanding of social, economic and political questions through research, discussion and publication. At any time there are many such questions and the Institute has to select those which are most urgent, most important, most susceptible to resolution and to which its own competencies are relevant. To some extent, urgency is determined by the politics of the day; those issues which are prominent in public debate, and for which public policy action is likely at some future point, are the ones where

## Report of the Trustees (continued)

the public has the most urgent need to be informed. As part of this process ippr develops and disseminates policy ideas.

### Principal activities

Over the past year the charity has undertaken research in the areas of climate change, economics, education, employment, health and social care, migration, criminal justice, national security, urban policy, regional policy, international affairs, constitutional reform, democratic engagement and public involvement. The charity has produced 53 publications (including 38 research papers available on the charity's website) and held over 60 events, including private seminars, public lectures, conferences and breakfast briefings.

### Achievements and Performance

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In 2007 the charity published major reports on behavioural change, the reform of public services, welfare policy and climate change. The charity's work on migration has risen in profile, where our research has expanded into television documentary in the shape of a partnership with Channel 4's *Dispatches* programme. Ippr's Commission on National Security was established; its membership includes some of the foremost experts representing each of the main political parties, academia, campaigning organisations and the military.

Ippr North has continued to establish itself as a major centre for debate on regional government, transport policy and the economy with a number of well-received publications on these subjects. The Centre for Cities was successfully launched as an independent think tank, although the two organisations continue to co-operate on areas of mutual interest.

Ippr's events programme in 2007 included its largest ever presence at party political conferences, with a variety of debates held at the gatherings of all three major political parties. Throughout the year the charity's events attracted prominent speakers from the Labour, Conservative and Liberal Democrat frontbenches, such as David Miliband, Jack Straw, Theresa May and Nick Clegg, together with leading commentators and academics including journalist Polly Toynbee, philosopher Professor Charles Taylor and playwright Kwame Kwei Armah.

In 2007 ippr generated significantly more press coverage than any other UK think tank. The charity's journal Public Policy Research increased its readership and reach by 31%. During the year ippr was ranked 6<sup>th</sup> in the Financial Times index of non-profit making "thought leadership" organisations. Again, this was higher than any other think tank. We were also awarded the Prospect magazine "Think tank of the year" title, thereby becoming the first ever organisation to win the award twice.

Lisa Harker and Carey Oppenheim were appointed as joint Chief Executives in September 2007.

### Plans for Future Periods

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The charity's plans for 2008 and beyond are to:

- Strengthen the quality of ippr's work to ensure that it is too good to ignore;
- To increase the impact of the organisation beyond national policy, to influence change in local and regional government, and among practitioners, academics, the private sector and the public;

**Report of the Trustees (continued)**

- To stabilise the funding base so that the charity receives a bigger proportion of its funding from charitable trusts and foundations, commercial events and other income-generation opportunities.
- To develop a more diverse skills base and maximise the benefits of having a regional arm.

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**Financial Review**

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There was an increase in the charity's turnover in 2007, with expenditure rising to over £4.3m (2006 £4m). However, the departure of Centre for Cities at the end of October 2007 means that we will expect a fall in expenditure during 2008. At the end of the year the charity achieved a balance of £0.23m on restricted funds (2006: £.029m) and £0.77m on unrestricted (2006: £0.710m).

**Income**

The income of the organisation rose to £4.531m in 2007 (2006: £3.553m). The increase was due to attracting an increased level of voluntary income at £3.236m (2006: £2.549m). Voluntary income represents donations both to individual research projects and to our central 'Core Partners' and 'Economic and Business Exchange' programmes. Our donation income comes from a variety of sectors including corporates, trusts and foundations and individual donors. The majority of this income supports specific research projects. All our funders from the past year are listed on our website.

The Activities for Generating Funds income comprises commissioned research and rental income and has increased to £0.392m (2006: £0.348m).

Conference fees and sponsorship income has increased to £0.781m (2006: £0.384m).

**Expenditure**

The increase in expenditure shows the continuing growth of the organisation over the past year. Expenditure has risen by 6% to £4.302m (2006: £4.067m). The average staff numbers remained the same as for 2006 at 72.

Support costs (which are allocated to activities as shown in note 6) are 24% of total expenditure (2006: 23%). Support costs are maintained at a level to provide a solid infrastructure for the organisation within the constraints of limited budgets.

**Trading subsidiaries**

IPPR Trading Limited carries out commercially commissioned research but only in areas where there is existing expertise or as an extension of existing policy work.

**Tangible fixed assets for use by the charity**

Details of movements in fixed assets of the organisation, all of which are held without restrictions, are set out in note 8 to the accounts.

**Investment powers**

There is no restriction on how the Charity's reserves can be invested. All the cash reserves are currently held in an interest bearing current account.

**Funds in Deficit**

There are two funds in deficit at the year end (see note 12) Migration and Citizenship and Democracy, Power and strategic research. Both of these will receive restricted funds in 2008 to cover these deficits.

**Report of the Trustees (continued)**

**Reserves**

The trustees recognise the need to hold reserves to allow protection of core activities in the event of income shortfalls, to promote balanced, long-term strategic planning and to enable the Institute to carry out exploratory research into otherwise unfunded areas of public policy.

The trustees have in the year reviewed the needs, risks and opportunities faced by the charity, along with relevant financial forecasts and analyses. On the basis of this review the trustees recognised the need to hold a general reserve and the size of this reserve should be related to the level of ongoing financial commitments. The trustees decided that as a guide the organisation should keep its general reserves at a level between two and three months of expenditure. This recognises that the bulk of the charity's income is potentially quite volatile and short-term while most of its costs (salaries, property) are relatively fixed.

Therefore the guide level of reserves is at the end of December 2007 between £0.627m and £0.981m. At the year end the general reserves stand at £0.770m. Therefore the current level of general reserves is considered sufficient. The trustees will continue to review the reserves policy and levels annually.

**Report of the Trustees (continued)**

**STATEMENT OF TRUSTEES' RESPONSIBILITIES**

The directors are responsible for preparing the Annual Report and financial statements in accordance with applicable law and 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 charity and group and of the surplus or deficit of the group for the period. In preparing those financial statements, the trustees are required to:

- Select suitable accounting policies and then apply them consistently
- Make judgements and estimates that are reasonable and prudent
- State whether the policies adopted are in accordance with the Companies Act 1985 and with applicable accounting standards and statements of recommended practice, subject to any material departures disclosed and explained in the financial statements
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in existence.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislations in other jurisdictions.

The trustees confirm that in their opinion the financial statements comply with current statutory requirements including applicable accounting standards, the requirements of the Statement on Recommended Practice for Accounting and Reporting by Charities, and the requirements of the charity's governing document.

So far as each of the trustees is aware, there is no relevant information that has not been disclosed to the charitable company's auditors and each of the trustees believes that all steps have been taken that ought to have been taken to make them aware of any relevant audit information and to establish that the charitable company's auditors have been made aware of that information.

**AUDITORS**

Saffery Champness have indicated their willingness to remain in office and a resolution proposing their re-appointment will be put to the Annual General Meeting.

In preparing this report, the trustees have taken advantage of special exemptions applicable to small companies conferred by Part VII of the Companies Act 1985.

**ON BEHALF OF THE BOARD:**

**Independent Auditors Report to the Members of the  
Institute for Public Policy Research Ltd**

We have audited the group and charity financial statements on pages 9 to 17. These financial statements have been prepared in accordance with the accounting policies set out therein.

**Respective responsibilities of trustees and auditors**

The trustees' (who are also the directors of Institute for Public Policy Research Ltd for the purposes of company law) responsibilities 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) are set out in the Statement of Trustees' Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985 and whether, in our opinion, the information given in the trustees' report is consistent with the financial statements. We also report to you if the charity has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding trustees' remuneration and transactions with the charity is not disclosed.

We read the Trustees' Annual Report and consider the implications for our report if we become aware of any apparent misstatements within it.

**Basis of audit opinion**

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the judgements made by the Directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the group and charity's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance as to whether the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

**Opinion**

In our opinion

- the financial statements give a true and fair view of the state of affairs of the charity and the group as at 31 December 2007 and of the group's incoming resources and application of resources, including the income and expenditure of the group, for the year then ended; and
- the financial statements have been properly prepared in accordance with the Companies Act 1985; and
- the information given in the trustees' report is consistent with the financial statements.

**Saffery Champness**

Registered auditors  
Lion House  
Red Lion Street  
London

**INSTITUTE FOR PUBLIC POLICY RESEARCH LTD**

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**Independent Auditors Report to the Members of the  
Institute for Public Policy Research Ltd**

**INSTITUTE FOR PUBLIC POLICY RESEARCH LTD**

**Consolidated Statement of Financial Activities  
For the year ended 31 December 2007**

	Notes	Unrestricted funds		Restricted funds	Total 2007	Total 2006
		General	Designated			
		£	£	£	£	£
<b>Incoming resources</b>	2					
<b>Incoming resources from generated funds</b>						
Voluntary income		302,603	-	2,934,253	3,236,856	2,549,436
Activities for generating funds		32,356	-	359,755	392,111	348,370
Investment income		46,352	-	-	46,352	42,023
<b>Incoming resources from charitable activities</b>						
Sale of publications		29,881	-	-	29,881	66,379
Conferences and sponsorship		349,160	-	431,735	780,895	383,534
Secondments, honoraria & sundry other		35,070	-	10,426	45,496	163,299
<b>Total incoming resources</b>		<b>795,422</b>	<b>-</b>	<b>3,736,169</b>	<b>4,531,591</b>	<b>3,553,041</b>
<b>Resources expended</b>	6					
<b>Cost of generating funds</b>						
Costs of generating voluntary income		202,764	-	-	202,764	133,588
Fundraising trading		-	-	54,789	54,789	103,122
<b>Charitable activities</b>	5					
Research and dissemination on social and economic issues		515,914	23,458	3,481,157	4,020,529	3,812,617
<b>Governance costs</b>		16,626	-	-	16,626	17,425
<b>Total resources expended</b>		<b>735,304</b>	<b>23,458</b>	<b>3,535,946</b>	<b>4,294,708</b>	<b>4,066,752</b>
Net incoming / (outgoing) resources		60,118	(23,458)	200,223	236,883	(513,711)
Total funds brought forward at 1 January 2007		710,373	98,521	29,791	838,685	1,352,396
Total funds carried forward at 31 December 2007		<u>770,491</u>	<u>75,063</u>	<u>230,014</u>	<u>1,075,568</u>	<u>838,685</u>

There are no recognised gains or losses other than those disclosed above.  
All of the above results derive from continuing activities and there were no acquisitions in the period.

The notes on pages 11 to 17 form part of these accounts.

**INSTITUTE FOR PUBLIC POLICY RESEARCH LTD**

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**Balance Sheets as at 31 December 2007**

		<u>Group</u>	<u>Company</u>	<u>Group</u>	<u>Company</u>
		<u>2007</u>	<u>2007</u>	<u>2006</u>	<u>2006</u>
	Notes	£	£	£	£
<b>Fixed assets</b>					
Tangible assets	8	33,711	33,711	63,812	63,812
Investment in subsidiaries	16	-	100	-	100
		<u>33,711</u>	<u>33,811</u>	<u>63,812</u>	<u>63,912</u>
<b>Current assets</b>					
Debtors	9	290,926	469,920	247,873	501,313
Cash at bank and in hand		1,090,800	918,334	714,140	492,776
		<u>1,381,726</u>	<u>1,388,254</u>	<u>962,013</u>	<u>994,089</u>
<b>Creditors</b>					
Amounts falling due within one year	10	339,869	346,497	187,140	219,317
<b>Net current assets</b>		1,041,857	1,041,757	774,873	774,773
<b>Total assets less current liabilities</b>		<u>1,075,568</u>	<u>1,075,568</u>	<u>838,685</u>	<u>838,685</u>
<b>Funds</b>					
Unrestricted	12				
- General funds		770,491	770,491	710,373	710,373
- Designated funds		75,063	75,063	98,521	98,521
Restricted		230,014	230,014	29,791	29,791
		<u>1,075,568</u>	<u>1,075,568</u>	<u>838,685</u>	<u>838,685</u>

Approved by the Board of Trustees on 20 May 2008 and signed on its behalf by:

J Makinson Trustee

J Hardie Trustee

The notes on pages 11 to 17 form part of these accounts.

**Notes to the Financial Statements  
for the year ended 31 December 2007**

- 1. Accounting policies**
- (a) Basis of accounting**  
The financial statements have been prepared under the historical cost convention and in accordance with the Companies Act 1985, applicable accounting standards and the Statement of Recommended Practice on Accounting and Reporting by Charities (SORP 2005) issued in March 2005.
- (b) Group financial statements**  
These financial statements consolidate the results of the charity and its wholly-owned subsidiary, IPPR Trading Ltd, on a line by line basis.
- (c) Income**  
All income is accounted for on a receivable basis. Donations and grants given for specific purposes are treated as restricted income and any amounts which are unspent at the year-end are shown as restricted funds.
- (d) Expenditure**  
Expenditure is accounted for on an accruals basis. Costs of generating funds, charitable expenditure and governance costs comprise direct expenditure including staff costs attributable to the activity. Where costs cannot be directly attributed they have been allocated to activities on a basis consistent with the use of those resources. In general, overheads have been allocated on the basis of staff.  
Governance costs comprise external audit costs, trustee meeting expenses and costs of preparing the statutory accounts.
- (e) Fund accounting**  
The unrestricted fund comprises the accumulated surpluses on the statement of financial activities. Restricted and designated fund activity for the year represents monies received for specific research projects and the costs incurred in carrying out research on those projects.
- (f) Tangible fixed assets and depreciation**  
Fixed assets are stated at cost less accumulated depreciation. No assets costing less than £900 are capitalised. Depreciation is provided to write off the cost of tangible fixed assets over their estimated useful lives on a straight-line basis at the following rates:  
Furniture and fittings: 25% on cost  
Computer equipment: 25% on cost
- (g) Taxation**  
No corporation tax has been provided in these accounts because the income of the holding company, a registered charity, is within the exemption granted by Section 505 of the Income and Corporation Taxes Act 1988 and the subsidiary company has made sufficient covenant/gift aid payments to the parent charity to extinguish any liability to corporation tax.
- (h) Irrecoverable VAT**  
Irrecoverable VAT is included directly within the same expenditure category as the relevant cost.
- (i) Pensions**  
All staff have the opportunity to take part in a stakeholder pension scheme under a salary sacrifice arrangement. Pension costs charged in the financial statements represent the contributions payable by the employer during the year on behalf of the employee.
- (j) Operating lease**  
Rentals payable under operating leases are charged to the Statement of Financial Activities on a straight-line basis over the lease term.

**Notes to the Financial Statements  
for the year ended 31 December 2007 (Continued)**

**2. Income**

The income and surplus of expenditure over income are attributable to the one principal activity of the charity which is to contribute to public understanding of social, economic and political questions through research, discussion and publication.

The majority of the donation income is received from companies (the other significant sectors accounting for more than 10% of the total are individuals and trusts).

**3. Surplus of resources for the year**

Excess of income over expenditure is stated after charging:

	<b>Group</b>	<b>Group</b>
	<b>2007</b>	<b>2006</b>
	<b>£</b>	<b>£</b>
Trustees' emoluments	-	-
Auditors' remuneration	12,200	9,400
Depreciation - owned assets	39,746	44,366

**4. Employees**

*Total staff costs*

Wages & salaries	2,247,367	2,321,154
Social security costs	238,067	246,918
Pension costs	174,694	180,360
	2,660,128	2,748,432

Agency staff fees

Secondments	42,438	10,408
Other	53,415	
	2,755,981	2,758,840

There were 2 employees with emoluments in excess of £60,000 (2006: 3).

No of Employees

	<b>2007</b>	<b>2006</b>
£60,001 - £70,000	2	3
Their associated pension costs were £14,509		

*Number of employees*

The average number of employees analysed by function was:

	<b>2007</b>	<b>2006</b>
Research	53	56
Dissemination	10	8
Support	9	8
	72	72

**Notes to the Financial Statements  
for the year ended 31 December 2007 (Continued)**

**5. Breakdown of costs of charitable activities (Group)**

	<b>Activities undertaken directly</b>	<b>Support costs</b>	<b>Total</b>	<b>2006</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Democracy	104,977	48,693	153,670	194,924
Centre for Cities	723,741	196,610	920,351	545,078
Sustainability	187,196	74,125	261,321	419,041
Digital	58,034	28,650	86,684	127,297
Social Policy	155,892	80,596	236,488	226,534
Migration	212,621	112,158	324,779	208,244
People and Policy	74,515	36,210	110,725	142,004
International	118,337	50,178	168,515	203,625
IPPR North	399,612	153,058	552,670	418,602
Public Services	257,805	131,674	389,480	378,135
Economics	21,421	10,697	32,117	0
Other	244,051	106,769	350,819	313,934
Events	384,731	0	384,731	307,142
Publications and Media	46,849	1,329	48,178	328,057
<b>Total</b>	<b>2,989,783</b>	<b>1,030,747</b>	<b>4,020,529</b>	<b>3,812,617</b>

**6. Breakdown of Support Costs by Activity**

	<b>Allocated to costs of generating voluntary income</b>	<b>Allocated to research and dissemination</b>	<b>Total</b>	<b>2006</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Finance	229	118,023	118,252	54,968
Direction	450	231,683	232,133	241,099
Property	962	494,801	495,763	434,784
IT	93	47,892	47,985	67,531
HR	188	96,679	96,867	105,402
Depreciation	77	39,669	39,747	44,366
<b>Total</b>	<b>2,000</b>	<b>1,028,747</b>	<b>1,030,747</b>	<b>948,150</b>

All support costs have been allocated to activities based on an estimate of staff time spent on them.

**Notes to the Financial Statements  
for the year ended 31 December 2007 (Continued)**

**7. Corporation tax**

As a registered charity the company is not liable to corporation tax on its wholly charitable activities.

**8. Tangible Fixed Assets  
Group and Company**

	<b>Computers and other equipment £</b>	<b>Fixtures and fittings £</b>	<b>Total £</b>
<b>Cost</b>			
At 1 January 2007	146,065	3,276	149,341
Additions	9,645		9,645
Disposals			0
At 31 December 2007	<u>155,710</u>	<u>3,276</u>	<u>158,986</u>
<b>Accumulated depreciation</b>			
At 1 January 2007	83,608	1,921	85,529
Charge for year	38,928	818	39,746
Disposals			0
At 31 December 2007	<u>122,536</u>	<u>2,739</u>	<u>125,275</u>
<b>Net book values</b>			
At 31 December 2007	<u>33,174</u>	<u>537</u>	<u>33,711</u>
At 31 December 2006	<u>62,457</u>	<u>1,355</u>	<u>63,812</u>

	<b>Group 2007 £</b>	<b>Company 2007 £</b>	<b>Group 2006 £</b>	<b>Company 2006 £</b>
<b>Capital commitments</b>				
Authorised but not contracted for	Nil	Nil	Nil	Nil

**9. Debtors**

Prepayments and accrued income	5,493	5,493	112,741	110,742
Trade debtors	285,433	285,433	120,758	85,568
VAT Recoverable	0	0	14,374	0
Amounts due from subsidiary		178,994	0	305,003
	<u>290,926</u>	<u>469,920</u>	<u>247,873</u>	<u>501,313</u>

**10. Liabilities: Amounts falling due within  
one year**

Trade creditors	193,540	195,740	42,238	42,238
Accruals & deferred income	67,816	65,616	59,186	56,887
Other taxes and PAYE	63,994	63,994	70,303	70,303
VAT payable	11,810	18,438	0	16,537
Other Creditors	2,709	2,709	15,413	15,413
Amounts due to subsidiary			0	17,939
	<u>339,869</u>	<u>346,497</u>	<u>187,140</u>	<u>219,317</u>

**INSTITUTE FOR PUBLIC POLICY RESEARCH LTD**

**Notes to the Financial Statements  
for the year ended 31 December 2007 (Continued)**

**11. Balance Sheet Analysis of net assets between funds**

<b>Group</b>	<b>Unrestricted £</b>	<b>Designated £</b>	<b>Restricted £</b>	<b>Total £</b>
<b>Fixed assets</b>				
Tangible assets	33,711	0	0	33,711
<b>Current assets</b>				
Debtors	93,015	0	200,111	293,126
Cash at bank and in hand	833,525	75,063	182,212	1,090,800
	926,540	75,063	382,323	1,383,926
<b>Creditors</b>				
Amounts falling due within one year	182,760	0	152,309	342,069
<b>Net current assets</b>	736,780	75,063	230,014	1,041,857
<b>Total assets less current liabilities at 31 December 2007</b>	<b>770,491</b>	<b>75,063</b>	<b>230,014</b>	<b>1,075,568</b>
<b>Company</b>	<b>Unrestricted £</b>	<b>Designated £</b>	<b>Restricted £</b>	<b>Total £</b>
<b>Fixed assets</b>				
Tangible assets	33,711	0	0	33,711
Investment in subsidiaries	100	0	0	100
	33,811	0	0	33,811
<b>Current assets</b>				
Debtors	269,809	0	200,111	469,920
Cash at bank and in hand	661,059	75,063	182,212	918,334
	930,868	75,063	382,323	1,388,254
<b>Creditors</b>				
Amounts falling due within one year	194,188	0	152,309	346,497
<b>Net current assets</b>	736,680	75,063	230,014	1,041,757
<b>Total assets less current liabilities</b>	<b>770,491</b>	<b>75,063</b>	<b>230,014</b>	<b>1,075,568</b>

**Notes to the Financial Statements  
for the year ended 31 December 2007 (Continued)**

**12. Reserves / Statement of Funds**

The note analyses the reserves of the Group.

	Bal b/fwd £	Income £	Expenditure £	Bal c/fwd £
<b>Unrestricted funds</b>				
General funds	710,373	795,422	(735,304)	770,491
Designated funds - property fund	98,521	0	(23,458)	75,063
<b>Total unrestricted funds</b>	<b>808,894</b>	<b>795,422</b>	<b>(758,762)</b>	<b>845,554</b>
<b>Restricted funds</b>				
<b>Restricted funds - open projects</b>				
<i>Public Services, Health and Social policy</i>	(105,207)	787,507	(657,405)	24,895
<i>Migration and Citizenship</i>	(61,868)	342,223	(352,252)	(71,897)
<i>Democracy, power and strategic research</i>	(2,248)	540,584	(573,628)	(35,292)
<i>Security and International</i>	86,545	286,642	(260,938)	112,249
<i>Climate Change</i>	102,119	277,572	(278,617)	101,074
<i>Centre for Cities</i>	85,421	916,040	(997,410)	4,051
<i>IPPRN</i>	(74,970)	585,601	(415,697)	94,934
<b>Total</b>	<b>29,791</b>	<b>3,736,170</b>	<b>(3,535,946)</b>	<b>230,015</b>

**Notes to the Financial Statements  
for the year ended 31 December 2007 (Continued)**

**13. Pension contributions**

All staff have the opportunity to take part in a stakeholder pension scheme under a salary sacrifice arrangement with a nominated defined contribution group stakeholder pension scheme. Contributions are accounted for in the income and expenditure account when paid. The pension costs charged in the year amounted to £174,694 (2006: £180,360). At the balance sheet date there were £13,208 (2006: £14,201) of outstanding contributions that were paid in January 2007.

**14. Company Limited by Guarantee**

The charity has no share capital but instead is limited by guarantee, each member being committed to contribute a maximum of £1 in the event of a winding up.

**15. Lease commitments**

The annual commitment for premises leases expires on 24 December 2010 at £182,000 p.a. plus VAT. The annual commitment for photocopier leases expires on 17 December 2009 at £6,843 p.a. plus VAT.

**16. Investment in subsidiaries**

The charity has investments in subsidiaries as follows:  
IPPR Trading Ltd: £100

The investment of £100 represents the whole of the issued share capital, which is made up of £1 ordinary shares, of IPPR Trading Ltd, a company incorporated in Great Britain, which carries out commissioned research on public policy. The Company's gross income for the year to 31 December 2007 was £127,376 (2006: £278,264) and the net profit for the period of £70,396 (2006: £97,804) was donated by gift aid to the holding company leaving a net balance sheet total of £100.

<b>IPPR Trading Ltd – Summary profit and loss account</b>	<b>2007</b>	<b>2006</b>
	<b>£</b>	<b>£</b>
Turnover	127,376	278,264
Cost of sales	(58,132)	(183,849)
Administrative expenses	(2,000)	(2,300)
Bank interest	3,141	5,689
Donations to holding company	(70,385)	(97,804)
Profit on ordinary activities	-	-

**17. Capital commitments**

At 31 December 2007 there were no capital expenditure commitments.

**18. Trustees and other related parties**

The trustees have no financial interest in the charity's surplus or assets and receive no remuneration for acting in that capacity. No trustee received any reimbursement of expenses.

During the year the company recharged costs of £60,132 (2005: £176,340) to IPPR Trading Ltd. At 31 December 2007 the company was owed from IPPR Trading Ltd £178,994 (2006: £305,003).

**Representative selection of publications in 2007**

2050 Vision: How can the UK play its part in avoiding dangerous climate change?

80% Challenge: Delivering a low-carbon UK

A Question of Balance

An audit of public sector reform in the North East

Beyond Liberty: Is the future of liberalism progressive?

Britain's Immigrants: An economic profile

Care in a New Welfare Society: Unpaid care, welfare and employment

Casinos and Regeneration: The story so far

City Solutions: Financing local growth: Towards a supplementary business rate?

Connecting Cities: Local transport, economic connectivity, and economic growth

Disability 2020: Opportunities for the full and equal citizenship of disabled people in Britain in 2020

Energy Security in the UK

Getting the Connections Right

Great Expectations: Achieving a sustainable health system

Improving Our Health: The Progressive Consensus in Perspective

Innovations in Government: International perspectives on civil service reform

It's All About You: Citizen-centred welfare

Learning for Life: A new framework for adult skills

Living in a Less Unequal World: The making of renewed progressive global policy

One For All: Active welfare and the single working-age benefit

Paying for 2012: The Olympics Budget and Legacy

Politics for a New Generation

Positive Energy: Harnessing people power to prevent climate change

Power Shift: Do we need better global economic institutions?

Progressive Foreign Policy

Public Services at the Crossroads

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The North in Numbers: Paper 1 from the Northern Economic Agenda project

The Northern Economy in the Next Decade: Paper 5 from the Northern Economic Agenda project

The Public Sector in the North: Driver or intruder? Paper 2 from the Northern Economic Agenda project

The Reception and Integration of New Migrant Communities

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Two-track cities: The challenge of sustaining growth and building opportunity

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What role do cities play in innovation, and to what extent do we need city-based innovation policies and approaches?

Who Are We? Identities in Britain, 2007